

BRASKEM SA  
Form 6-K  
March 31, 2011

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**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

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**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13A-16  
OR 15D-16 OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the month of March, 2011**  
**(Commission File No. 1-14862 )**

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**BRASKEM S.A.**  
*(Exact Name as Specified in its Charter)*

**N/A**  
*(Translation of registrant's name into English)*

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**Rua Eteno, 1561, Polo Petroquimico de Camacari**  
**Camacari, Bahia - CEP 42810-000 Brazil**  
*(Address of principal executive offices)*

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Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(1).

Indicate by check mark if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(7).

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to  
the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82- \_\_\_\_\_.

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(A free translation of the original in Portuguese)

**Braskem S.A.**  
**Financial Statements at**  
**December 31, 2010**

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**Braskem S.A. and Subsidiaries**

**Independent Auditor's Report as of December 31, 2010**

**Independent Auditor's Report  
on the Financial Statements**

To the Board of Directors and Shareholders

Braskem S.A

We have audited the accompanying financial statements of Braskem S.A ("Company" or "Parent Company"), which comprise the balance sheet as at December 31, 2010 and the statements of income, comprehensive income changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We have also audited the accompanying consolidated financial statements of Braskem S.A and its subsidiaries ("Consolidated"), which comprise the consolidated balance sheet as at December 31, 2010 and the consolidated statements of income, comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's responsibility  
for the financial statements**

Management is responsible for the preparation and fair presentation of the parent company financial statements in accordance with accounting practices adopted in Brazil, and for the consolidated financial statements in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and accounting practices adopted in Brazil, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Brazilian and International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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**Braskem S.A. and Subsidiaries**

**Independent Auditor's Report as of December 31, 2010**

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion on the parent company financial statements**

In our opinion, the parent company financial statements present fairly, in all material respects, the financial position of Braskem S.A as at December 31, 2010, and its financial performance and cash flows for the year then ended, in accordance with accounting practices adopted in Brazil.

**Opinion on the consolidated financial statements**

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Braskem S.A and its subsidiaries as at December 31, 2010, and their financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and accounting practices adopted in Brazil.

**Emphasis of matter**

As discussed in Note 2 to these financial statements, the parent company financial statements have been prepared in accordance with accounting practices adopted in Brazil. In the case of Braskem S.A, these practices differ from IFRS applicable to separate financial statements only in relation to the measurement of investments in subsidiaries, associates and jointly-controlled entities based on equity accounting, while IFRS requires measurement based on cost or fair value.

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**Braskem S.A. and Subsidiaries**

**Independent Auditor's Report as of December 31, 2010**

**Other matters**

**Statements of value added**

We also have audited the parent company and consolidated statements of value added for the year ended December 31, 2010, the presentation of which is required by the Brazilian corporate legislation for listed companies, but is considered supplementary information for IFRS. These statements were subject to the same audit procedures described above and, in our opinion, are fairly presented, in all material respects, in relation to the financial statements taken as a whole.

**Audit of corresponding amounts in the previous year**

The audit of the financial statements for the year ended December 31, 2009, presented for comparative purposes, was conducted under the responsibility of other auditors, who issued an unqualified opinion thereon dated February 12, 2010, containing an emphasis of matter paragraph regarding the completion of negotiations for the acquisition of Quattor Participações on January 22, 2010. Our opinion is not qualified due to this issue.

As part of our audit of the 2010 financial statements, we have also audited the adjustments described in Note 4 that were made to amend the financial statements of 2009. In our opinion, such adjustments are appropriate and were properly recorded.

Salvador [1], March 16, 2011

PricewaterhouseCoopers

Auditores Independentes

CRC 2SP000160/O-5 "F" BA

Felipe Edmond Ayoub

Contador CRC 1SP187402/O-4

**Braskem S.A. and Subsidiaries****Balance Sheet at December 31****Amounts in thousands of Brazilian reais****(continued)**

Assets	Note	Parent Company			Consolidated		
		2010	2009	01/01/2009	2010	2009	01/01/2009
<b>Current assets</b>							
Cash and cash equivalents	6	2,339,060	2,294,124	2,199,862	2,624,270	2,683,068	2,413,749
Available for sale investments investments	7	-	261,453	331,452	-	261,884	331,452
Held for trading	7	236,319	173,616	187,446	236,319	173,616	187,446
Trade accounts receivable	8	1,077,492	1,402,630	2,027,101	1,894,648	1,666,467	2,126,608
Inventories	9	1,789,505	1,547,165	2,474,277	3,015,657	1,721,755	2,709,206
Taxes recoverable	11	400,969	482,494	582,385	698,879	506,298	612,282
Dividends and interest on capital receivable		10,895	3,736	7,162	-	-	-
Prepaid expenses		29,690	22,085	65,187	41,620	22,295	65,760
Other accounts receivables		151,410	120,518	114,805	268,905	113,272	123,084
		<b>6,035,340</b>	<b>6,307,821</b>	<b>7,989,677</b>	<b>8,780,298</b>	<b>7,148,655</b>	<b>8,569,587</b>
<b>Non-current assets</b>							
Held-to-maturity	8	28,706	15,811	9,717	28,706	15,811	9,717
Trade accounts receivable		59,026	58,343	46,666	62,303	58,783	47,129
Taxes recoverable	21 (b)	1,096,497	1,253,889	1,197,710	1,444,401	1,259,801	1,201,816
Deferred income tax and social contribution	12	361,299	1,076,679	1,253,931	1,136,685	1,080,804	1,261,569
Judicial deposits	10	227,888	213,533	163,432	250,195	217,769	167,579
Related parties		2,408,371	70,054	84,055	53,742	100,725	45,953
Other accounts receivable	13	95,780	76,920	64,831	107,432	78,590	66,356
Investments in subsidiaries	13	6,549,402	411,647	381,418	-	-	-
Investment in associated companies		157,910	136,677	127,330	160,790	136,677	127,330
Other investments	14	6,575	6,575	11,770	7,485	8,605	13,702
Property, plant and equipment	15	11,100,184	10,828,453	11,007,463	19,366,272	10,947,678	11,094,020
Intangible assets		2,280,111	2,312,011	2,290,506	3,079,182	2,317,859	2,341,887

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	24,371,749	16,460,592	16,638,829	25,697,193	16,223,102	16,377,058
<b>Total assets</b>	<b>30,407,089</b>	<b>22,768,413</b>	<b>24,628,506</b>	<b>34,477,491</b>	<b>23,371,757</b>	<b>24,946,645</b>

**Braskem S.A. and Subsidiaries****Balance Sheet at December 31****Amounts in thousands of Brazilian reais****(continued)**

<b>Liabilities and Equity</b>	<b>Note</b>	<b>2010</b>	<b>Parent Company</b>		<b>2010</b>	<b>Consolidated</b>	
			<b>2009</b>	<b>01/01/2009</b>		<b>2009</b>	<b>01/01/2009</b>
<b>Current liabilities</b>							
Suppliers		4,462,552	3,326,678	4,703,070	5,201,162	3,858,783	4,920,758
Loans and financing	17	1,212,975	1,880,577	3,250,925	1,206,444	1,890,494	3,279,463
Debentures	18	517,741	316,729	26,276	517,741	316,729	26,276
Hedge accounting transactions and other derivatives	19.2	27,618	37,913	-	50,124	79,667	31,531
Salaries and social charges		252,694	258,419	206,202	360,368	267,688	215,085
Taxes payable	20	235,339	1,160,990	101,214	390,062	1,175,672	105,258
Dividends and interest on capital		416,648	2,861	6,604	419,981	2,894	6,708
Advances from customers		44,587	66,434	78,910	50,344	67,388	86,136
Other provisions	22	26,036	30,748	17,395	32,602	30,926	18,869
Other accounts payable	16	125,935	5,394	55,787	233,322	24,835	68,306
Related parties	10	64,517	66,798	-	-	-	-
		<b>7,386,642</b>	<b>7,153,541</b>	<b>8,446,383</b>	<b>8,462,150</b>	<b>7,715,076</b>	<b>8,758,390</b>
<b>Non-current liabilities</b>							
Suppliers		-	23,140	18,675	-	23,229	18,675
Loans and financing	17	9,309,704	7,427,865	9,000,602	11,004,301	7,434,939	9,029,941
Debentures	18		500,000	800,000	-	500,000	800,000
Hedge accounting transactions	19	12,526	-	-	34,433	31,579	77,913
Taxes payable	20	1,449,704	1,273,149	1,285,778	1,583,569	1,277,148	1,290,043
Related parties	10	83,739	11,397	115,819	31,386	-	
Long-term incentives	23	14,442	7,709	10,453	14,442	7,709	10,453
Deferred income tax and social contribution	21 (b)	1,238,340	1,098,591	166,799	2,200,538	1,098,607	174,942
Private pension plans	24	109,894	96,548	97,135	123,517	109,390	113,774
Allowance for losses in subsidiaries		937	3,798	17,458	-	-	
Other provisions	22	124,495	130,719	125,463	362,265	132,118	126,348

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Other payable	16	237,567	63,312	54,513	252,604	63,318	56,738
		<b>12,581,348</b>	<b>10,636,228</b>	<b>11,692,695</b>	<b>15,607,055</b>	<b>10,678,037</b>	<b>11,698,827</b>
<b>Equity</b>							
Capital	26	8,043,222	5,473,181	5,375,802	8,043,222	5,473,181	5,375,802
Capital reserves		845,998	416,675	396,064	845,998	416,675	396,064
Revenue reserves		1,338,908	-	-	1,338,908	-	-
Other comprehensive income		221,350	314,838	361,821	221,350	314,838	361,821
Treasury stock		(10,379)	(10,376)	-	(59,271)	(10,376)	-
Accumulated deficit		-	(1,215,674)	(1,644,259)	-	(1,215,674)	(1,644,259)
Total equity attributable to the shareholders of the company		<b>10,439,099</b>	<b>4,978,644</b>	<b>4,489,428</b>	<b>10,390,207</b>	<b>4,978,644</b>	<b>4,489,428</b>
Non-controlling interest		-	-	-	18,079	-	-
		10,439,099	4,978,644	4,489,428	10,408,286	4,978,644	4,489,428
<b>Total liabilities and equity</b>		<b>30,407,089</b>	<b>22,768,413</b>	<b>24,628,506</b>	<b>34,477,491</b>	<b>23,371,757</b>	<b>24,946,645</b>

The accompanying notes are an integral part of these financial statements.

**Braskem S.A. and Subsidiaries****Statement of Operations****Years ended December 31**

**Amounts in thousands of Brazilian reais, except for earnings per share**  
original in Portuguese)

(A free translation of the

		<b>Parent Company</b>		<b>Consolidated</b>	
	<b>Note</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
<b>Net sales</b>	29	<b>17,152,789</b>	<b>14,602,066</b>	<b>25,494,817</b>	<b>16,136,070</b>
Cost of sales and services rendered		(14,109,477)	(12,203,495)	(21,411,775)	(13,529,696)
<b>Gross profit</b>		<b>3,043,312</b>	<b>2,398,571</b>	<b>4,083,042</b>	<b>2,606,374</b>
<b>Income (expenses)</b>					
Selling		(176,325)	(250,831)	(383,454)	(298,847)
Distribution		(299,890)	(300,735)	(335,510)	(300,735)
General and administrative		(723,118)	(584,751)	(969,929)	(648,310)
Research and development		(55,288)	(60,898)	(78,778)	(63,119)
Equity in the results of investees	13 (c)	439,014	(45,948)	20,302	3,188
Gain from business combinations	5	849,194	102,051	975,283	102,051
Other operating expenses (income), net	30	(43,959)	6,887	(95,995)	3,705
<b>Operating profit before financial income result</b>		<b>3,032,940</b>	<b>1,264,346</b>	<b>3,214,961</b>	<b>1,404,307</b>
<b>Financial income (expenses)</b>	31				
Financial expenses		(1,149,483)	641,495	(1,696,949)	685,439
Financial income		340,732	(156,887)	369,426	(331,330)
		<b>(808,751)</b>	<b>484,608</b>	<b>(1,327,523)</b>	<b>354,109</b>
<b>Profit before income and tax social contribution</b>		<b>2,224,189</b>	<b>1,748,954</b>	<b>1,887,438</b>	<b>1,758,416</b>
Income tax and social contribution - current	21 (a)	(20,426)	(340,079)	(61,536)	(353,551)
Income tax and social contribution - deferred	21 (a)	(308,454)	(1,010,384)	63,583	(1,006,374)

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	(328,880)	(1,350,463)	2,047	(1,359,925)
<b>Net income for the year</b>	<b>1,895,309</b>	<b>398,491</b>	<b>1,889,485</b>	<b>398,491</b>
<b>Attributable to:</b>				
Company's shareholders	-	-	1,895,309	398,491
Non-controlling interest	-	-	(5,824)	-
<b>Net income per share at the end of period</b>				
Basic earnings per share - common and preferred			2.6497	0.7734
Diluted earnings per share - common and preferred			2.6491	0.7737

The accompanying notes are an integral part of these financial statements.

**Braskem S.A. and Subsidiaries****Statement of Comprehensive Income****Years ended December 31**

**Amounts in thousands of Brazilian reais**  
original in Portuguese)

(A free translation of the

	<b>Parent Company</b>		<b>Consolidated</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
<b>Net income for the year</b>	<b>1,895,309</b>	<b>398,491</b>	<b>1,889,485</b>	<b>398,491</b>
<b>Other comprehensive income:</b>				
Available for sale financial assets	58	(10,722)	58.0	(10,722)
Cash flow hedge	6,032	42,794	6,032	42,794
Foreign currency translation adjustment	(79,135)	-	(79,346)	-
Income tax and social contribution related to comprehensive income	6,793	3,851	6,793	3,851
<b>Total other comprehensive income</b>	<b>(66,252)</b>	<b>35,923</b>	<b>(66,463)</b>	<b>35,923</b>
<b>Total comprehensive income for the year</b>	<b>1,829,057</b>	<b>434,414</b>	<b>1,823,022</b>	<b>434,414</b>
<b>Attributable to:</b>				
Company's shareholders			1,829,057	434,414
Non-controlling interest			(6,035)	
			<b>1,823,022</b>	<b>434,414</b>

The accompanying notes are an integral part of these financial statements.

## Braskem S.A. and Subsidiaries

## Statement of Changes in Equity

Amounts in thousands of Brazilian reais  
the original in Portuguese)

(A free translation of

	Note	Capital	Capital reserves	Legal reserve	Profit reserves	Tax incentives	Unrealized profit reserve	Additional proposed dividend	Other comprehensive income	Treasury shares	Retained earnings (accumulated deficit)
<b>At December 31, 2008 - previously disclosed</b>		<b>5,375,802</b>	<b>407,964</b>	-	-	-	-	-	<b>(102,100)</b>	-	<b>(2,001,810)</b>
Adjustment upon initial IFRS adoption	4.3.1(c)	-	(11,900)	-	-	-	-	-	463,921	-	357,551
<b>Restated balances at January 1, 2009</b>		<b>5,375,802</b>	<b>396,064</b>	-	-	-	-	-	<b>361,821</b>	-	<b>(1,644,259)</b>
Total comprehensive income for the year:											
Net income for the year		-	-	-	-	-	-	-	-	-	398,491
Deferred social contribution on additional price-level restatement of property, plant and equipment		-	-	-	-	-	-	-	(55,670)	-	-
Realization of additional property, plant and equipment price-level restatement, net of taxes	4.4 (c)	-	-	-	-	-	-	-	(27,236)	-	27,236
Fair value variation of financial assets		-	-	-	-	-	-	-	(6,871)	-	-
Fair value of cash flow hedges, net of taxes		-	-	-	-	-	-	-	42,794	-	-

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		-	-	-	-	-	-	(46,983)	-	425,727
Total shareholders' contributions :										
Capital increase		97,379	20,611	-	-	-	-	-	-	-
Treasury shares	26 (a)	-	-	-	-	-	-	-	(10,376)	-
Unclaimed dividends	26 (f)	-	-	-	-	-	-	-	-	2,858
		97,379	20,611	-	-	-	-	-	(10,376)	2,858
<b>At December 31, 2009</b>		<b>5,473,181</b>	<b>416,675</b>	-	-	-	-	<b>314,838</b>	<b>(10,376)</b>	<b>(1,215,674)</b>
Total comprehensive income for the year:										
Net income for the year		-	-	-	-	-	-	-	-	1,895,309
Realization of additional property, plant and equipment price-level restatement, net of taxes	4.4 (c)	-	-	-	-	-	-	(27,236)	-	27,236
Fair value variation of financial assets		-	-	-	-	-	-	38	-	-
Fair value of cash flow hedges, net of taxes		-	-	-	-	-	-	12,845	-	-
Foreign currency translation adjustment	13( b)	-	-	-	-	-	-	(79,135)	-	-
		-	-	-	-	-	-	(93,488)	-	1,922,545
Total contributions from and distributions to shareholders:										
Capital increase	26 (a)	2,570,041	1,479,294	-	-	-	-	-	-	-
Treasury shares	26 (f)	-	-	-	-	-	-	-	(3)	-
Prescribed dividends/others		-	-	-	-	-	-	-	-	(2,650)
Offset of losses		-	(1,061,871)	-	-	-	-	-	-	1,061,871
Transfer to tax incentives reserve	26 (h)	-	11,900	-	-	-	-	-	-	(11,900)
Legal reserve		-	-	87,710	-	-	-	-	-	(87,710)
Minimum mandatory dividends	26 (d)	-	-	-	-	-	-	-	-	(415,284)
Additional dividends proposed	26 (g)	-	-	-	-	-	250,346	-	-	(250,346)
Unrealized profit reserves	26 (g)	-	-	-	-	995,505	-	-	-	(995,505)

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Tax incentives reserves	26 (g)	-	-	-	5,347	-	-	-	-	(5,347)
	26 (g)	2,570,041	429,323	87,710	5,347	995,505	250,346	-	(3)	(706,871)
<b>At December 31, 2010</b>		<b>8,043,222</b>	<b>845,998</b>	<b>87,710</b>	<b>5,347</b>	<b>995,505</b>	<b>250,346</b>	<b>221,350</b>	<b>(10,379)</b>	<b>-</b>

## Braskem S.A. and subsidiaries

## Statement of Changes in Equity

Amounts in thousands of Brazilian reais  
(continued)

	Note	Capital	Capital reserve	Legal reserve	Profit reserves			Attributed to shareholders' interest			Total shareholders' interest
					Tax incentives	Unrealized profit reserve	Additional proposed dividend	Other comprehensive income	Treasury stock	Retained earnings (accumulated) deficit	
<b>At December 31, 2008 - previously disclosed</b>		5,375,802	407,964	-	-	-	-	(102,100)	-	(2,001,810)	3,679,856
Adjustment upon initial IFRS adoption	4.3.1(c)	-	(11,900)	-	-	-	-	463,921	-	357,551	809,572
<b>Restated balances at January 1, 2009</b>		5,375,802	396,064	-	-	-	-	361,821	-	(1,644,259)	4,489,617
Total comprehensive income for the year:											
Net income for the year		-	-	-	-	-	-	-	-	398,491	398,491
Deferred social contribution on additional price-level restatement of property, plant and equipment		-	-	-	-	-	-	(55,670)	-	-	(55,670)
Realization of additional property, plant and equipment price-level restatement, net of taxes	4.4 (c)	-	-	-	-	-	-	(27,236)	-	27,236	-
Fair value variation of financial assets		-	-	-	-	-	-	(6,871)	-	-	(6,871)
		-	-	-	-	-	-	42,794	-	-	42,794

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Fair value of cash flow hedges, net of taxes		-	-	-	-	-	-	(46,983)	-	425,727	378
Total shareholders' contributions :											
Capital increase	26 (a)	97,379	20,611	-	-	-	-	-	-	-	117
Treasury shares	26 (f)	-	-	-	-	-	-	-	(10,376)	-	(10,
Prescribed dividends		-	-	-	-	-	-	-	-	2,858	2
		97,379	20,611	-	-	-	-	-	(10,376)	2,858	110
<b>At December 31, 2009</b>		<b>5,473,181</b>	<b>416,675</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>314,838</b>	<b>(10,376)</b>	<b>(1,215,674)</b>	<b>4,978</b>
Total comprehensive income for the year:											
Net income for the year		-	-	-	-	-	-	-	-	1,895,309	1,895
Realization of additional property, plant and equipment price-level restatement, net of taxes	4.4 (c)	-	-	-	-	-	-	(27,236)	-	27,236	
Fair value variation of financial assets		-	-	-	-	-	-	38	-	-	
Fair value of cash flow hedges, net of taxes		-	-	-	-	-	-	12,845	-	-	12
Foreign currency translation adjustment	13 (b)	-	-	-	-	-	-	-	-	-	