

BRASKEM SA
Form 6-K
August 09, 2018

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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 August, 2018
(Commission File No. 1-14862)

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

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

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

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- _____.

Braskem S.A.

**Report on review of
interim financial information**

As of June 30, 2018

KPMG Auditores Independentes

August, 2018

KPDS 235521

KPMG Auditores Independentes

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Report on review of interim financial information

To Shareholders, Members of the Board and Management

Braskem S.A.

Camaçari - Bahia

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Braskem S.A. (the “Company”) included in the Quarterly Financial Information for the quarter ended June 30, 2018, which comprises the balance sheet as of June 30, 2018, the statements of profit or loss and comprehensive income for the three and six-month period then ended, changes in equity and cash flows for the six-month period then ended, and notes to the interim financial information.

Management is responsible for the preparation and presentation of this individual interim financial information in accordance with CPC 21(R1) Technical Pronouncement - Interim Financial Reporting and the consolidated interim financial information in accordance with CPC 21(R1) and international standard IAS 34 - *Interim Financial Reporting*, issued by the *International Accounting Standards Board* - IASB, as

well as for the presentation of this quarterly information in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission, applicable to the preparation of interim financial information. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international review standards applicable to interim financial information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG Auditores Independentes, uma sociedade simples brasileira e firma-membro da rede KPMG de firmas-membro independentes e afiliadas à KPMG International Cooperative (“KPMG International”), uma entidade suíça. *KPMG Auditores Independentes, a Brazilian entity and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.*

Conclusion on the individual interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual interim financial information referred to above is not prepared, in all material respects, in accordance with CPC 21(R1) applicable to the preparation of interim financial information and presented in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission.

Conclusion on the consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information referred to above is not prepared, in all material respects, in accordance with CPC 21(R1) and IAS 34, issued by the IASB, applicable to the preparation of interim financial information and presented in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission.

Other matters

Statements of value added

The individual and consolidated interim financial information related to the Statements of added value (DVA) for the six-month period ended June 30, 2018, prepared under the responsibility of the Company's management, presented herein as supplementary information for IAS 34 purposes, have been subject to review procedures jointly performed with the review of the Company's interim financial information - ITR. In order to form our conclusion, we assessed whether those statements are reconciled with the interim financial information and accounting records, as applicable, and whether their format and contents are in accordance with criteria determined in the Technical Pronouncement CPC 09 - Demonstração do Valor Adicionado. Based on our review, nothing has come to our attention that causes us to believe that the statements of added value referred to above were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

São Paulo, August 7, 2018

KPMG Auditores Independentes

CRC 2SP014428/O-6

Original report in Portuguese signed by

Anselmo Neves Macedo

Accountant CRC 1SP160482/O-6

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Braskem S.A.

Quarterly Information (ITR) at

June 30, 2018

and Independent Auditors' Report Review

Braskem S.A.**Balance sheet****at June 30, 2018****All amounts in thousands of reais**

Assets	Note	Consolidated		Parent company	
		Jun/2018	Dec/2017	Jun/2018	Dec/2017
Current assets					
Cash and cash equivalents	3	5,149,873	3,775,093	3,175,305	1,953,056
Financial investments	4	2,055,906	2,302,672	2,013,250	1,833,320
Trade accounts receivable	5	3,306,114	3,281,196	1,505,662	1,824,740
Inventories	6	8,114,007	6,846,923	6,106,998	4,800,860
Taxes recoverable	8	911,871	1,349,064	590,786	830,152
Dividends and interest on capital	7	5,837	10,859	5,837	10,859
Prepaid expenses		140,935	134,337	96,270	105,255
Related parties	7(b)			25,960	30,478
Derivatives operations	16.2	16,224	3,793		3,793
Other receivables		296,205	288,391	210,573	232,532
		19,996,972	17,992,328	13,730,641	11,625,045
Non-current assets					
Financial investments	4	10,242	10,336		
Trade accounts receivable	5	37,321	37,496	2,026,567	1,336,229
Advances to suppliers	6	38,929	46,464	38,929	46,464
Taxes recoverable	8	1,055,695	1,023,633	1,055,631	1,023,245
Deferred income tax and social contribution	18(b)	1,976,537	1,165,726	654,561	
Judicial deposits		255,673	289,737	243,822	278,006
Related parties	7(b)			18,961	16,053
Insurance claims		73,550	39,802	73,550	39,802
Derivatives operations	16.2	93,276	32,666		
Other receivables		179,728	112,997	112,682	109,129
Investments	9	72,548	101,258	7,372,998	4,915,609
Property, plant and equipment	10	31,625,941	29,761,610	16,032,074	16,326,216
Intangible assets	11	2,739,662	2,727,497	2,500,548	2,501,503
		38,159,102	35,349,222	30,130,323	26,592,256
Total assets		58,156,074	53,341,550	43,860,964	38,217,301

The Management notes are an integral part of the financial statements.

Braskem S.A.**Balance sheet****at June 30, 2018****All amounts in thousands of reais****Continued**

Liabilities and shareholders' equity	Note	Jun/2018	Consolidated Dec/2017	Jun/2018	Parent company Dec/2017
Current liabilities					
Trade payables		8,257,968	5,265,670	912,427	1,198,842
Borrowings	12	1,118,936	1,184,781	593,686	382,304
Braskem Idesa borrowings	13	10,979,179	9,691,450		
Debentures	14	27,510	27,183		
Derivatives operations	16.2	104,746	6,875	104,746	
Payroll and related charges		495,750	630,517	383,347	493,098
Taxes payable	17	1,049,785	1,261,204	827,161	774,391
Dividends		5,100	3,850	4,999	3,709
Advances from customers		201,239	353,222	58,395	187,304
Leniency agreement	20.3	276,399	257,347	219,391	202,892
Sundry provisions	19	108,802	178,676	81,970	125,130
Accounts payable to related parties	7(b)			975,358	783,181
Other payables		453,547	276,957	137,568	104,181
		23,078,961	19,137,732	4,299,048	4,255,032
Non-current liabilities					
Trade payables		236,899	259,737	19,720,254	13,845,472
Borrowings	12	24,303,244	22,176,640	2,892,551	2,823,692
Debentures	14	276,540	286,141		
Derivatives operations	16.2	205,127		205,127	
Taxes payable	17	65,231	52,802	63,838	50,815
Accounts payable to related parties	7(b)			8,358,249	7,197,573
Loan to non-controlling shareholders of Braskem Idesa		2,127,583	1,756,600		
Deferred income tax and social contribution	18(b)	267,227	940,079		715,938
Post-employment benefits		210,411	193,775	83,233	83,233
				138,906	102,750

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Provision for losses on subsidiaries					
Contingencies	20	1,032,619	1,092,645	1,022,512	1,084,528
Leniency agreement	20.3	1,110,180	1,371,767	1,110,180	1,322,051
Sundry provisions	19	238,061	234,996	212,794	213,318
Other payables		155,469	148,286	4,682	5,048
		30,228,591	28,513,468	33,812,326	27,444,418
Shareholders' equity	22				
Capital		8,043,222	8,043,222	8,043,222	8,043,222
Capital reserve		232,430	232,430	232,430	232,430
Revenue reserves		2,445,898	3,945,898	2,445,898	3,945,898
Other comprehensive income		(6,537,210)	(5,653,880)	(6,537,210)	(5,653,880)
Treasury shares		(49,819)	(49,819)	(49,819)	(49,819)
Retained earnings		1,615,069		1,615,069	
Total attributable to the Company's shareholders		5,749,590	6,517,851	5,749,590	6,517,851
Non-controlling interest in Subsidiaries		(901,068)	(827,501)		
		4,848,522	5,690,350	5,749,590	6,517,851
Total liabilities and shareholders' equity		58,156,074	53,341,550	43,860,964	38,217,301

The Management notes are an integral part of the financial statements.

Braskem S.A.

Statement of operations and statement of comprehensive income

at June 30, 2018

All amounts in thousands of reais

Continued operations	Note	2Q2018	YTD2018	2Q2017	Consolidated YTD2017
Net sales revenue	24	13,786,228	26,815,028	11,870,430	24,470,158
Cost of products sold		(10,503,537)	(20,830,669)	(9,046,164)	(17,981,335)
		3,282,691	5,984,359	2,824,266	6,488,823
Income (expenses)					
Selling and distribution		(298,794)	(666,312)	(358,284)	(704,586)
General and administrative		(381,579)	(690,409)	(311,821)	(622,384)
Research and development		(46,750)	(85,676)	(38,483)	(72,145)
Results from equity investments	9(c)	(1,513)	(1,471)	10,642	22,851
Other income (expenses), net	25	(117,506)	(189,905)	185,123	107,152
		2,436,549	4,350,586	2,311,443	5,219,711
Financial results	26				
Financial expenses		(757,130)	(1,428,075)	(820,578)	(1,656,087)
Financial income		151,822	255,787	151,550	316,530
Exchange rate variations, net		(1,536,379)	(1,456,394)	(8,431)	276,604
		(2,141,687)	(2,628,682)	(677,459)	(1,062,953)
Profit before income tax and social contribution		294,862	1,721,904	1,633,984	4,156,758
Current and deferred income tax and social contribution	18(a)	197,784	(78,236)	(491,563)	(1,108,963)
Profit for the period of continued operations		492,646	1,643,668	1,142,421	3,047,795

Discontinued operations results				
Profit from discontinued operations				13,499
Current and deferred income tax and social contribution				(4,623)
				8,876
Profit for the period	492,646	1,643,668	1,142,421	3,056,671
Attributable to:				
Company's shareholders	547,253	1,600,844	1,089,848	2,897,400
Non-controlling interest in Braskem Idesa	(54,607)	42,824	52,573	159,271
Profit for the period	492,646	1,643,668	1,142,421	3,056,671

The Management notes are an integral part of the financial statements.

Braskem S.A.

Statement of operations and statement of
comprehensive income

at June 30, 2018

All amounts in thousands of reais, except earnings or
loss per share

Continued

Continued operations	Note	2Q2018	YTD2018	Parent company	
				2Q2017	YTD2017
Net sales revenue	24	9,508,633	18,759,906	9,113,983	18,321,499
Cost of products sold		(7,823,420)	(15,749,160)	(7,170,196)	(14,369,362)
		1,685,213	3,010,746	1,943,787	3,952,137
Income (expenses)					
Selling and distribution		(139,960)	(363,471)	(224,638)	(449,130)
General and administrative		(271,865)	(497,102)	(228,073)	(427,875)
Research and development		(29,641)	(55,320)	(26,670)	(49,961)
Results from equity investments	9(c)	618,459	1,454,337	404,481	1,573,361
Other income (expenses), net	25	(109,512)	(192,494)	172,450	94,887
		1,752,694	3,356,696	2,041,337	4,693,419
Financial results	26				
Financial expenses		(435,734)	(783,486)	(548,302)	(1,107,714)
Financial income		98,194	185,924	136,930	288,022
Exchange rate variations, net		(1,024,704)	(1,289,896)	(198,128)	(411,403)
		(1,362,244)	(1,887,458)	(609,500)	(1,231,095)
Profit before income tax and social contribution		390,450	1,469,238	1,431,837	3,462,324
Current and deferred income tax and social contribution	18(a)	156,803	131,606	(341,989)	(573,800)
		547,253	1,600,844	1,089,848	2,888,524

Profit for the period of continued operations

Discontinued operations results

Profit from discontinued operations

8,876

Profit for the period

547,253

1,600,844

1,089,848

2,897,400

The Management notes are an integral part of the financial statements.

Braskem S.A.

Statement of operations and statement of
comprehensive income

at June 30, 2018

All amounts in thousands of reais, except earnings or
loss per share

Continued

	Note	2Q2018	YTD2018	2Q2017	Consolidated YTD2017
Profit for the period		492,646	1,643,668	1,142,421	3,056,671
Other comprehensive income or loss:					
Items that will be reclassified					
subsequently to profit or loss					
Fair value of cash flow hedge		(291,904)	(231,905)	(36,411)	51,167
Income tax and social contribution		99,859	82,247	12,821	(15,650)
Fair value of cash flow hedge from jointly-controlled		1,861	2,547	3,168	3,762
		(190,184)	(147,111)	(20,422)	39,279
Exchange variation of foreign sales hedge	16.3(a.i)	(2,952,710)	(3,040,403)	(711,317)	(230,507)
Sales Hedge - transfer to profit or loss	16.3(a.i)	265,759	513,112	249,722	498,962
Income tax and social contribution on exchange variation		913,563	859,279	156,942	(91,275)
Exchange variation of foreign sales hedge - Braskem Idesa	16.3(a.ii)	(807,076)	(112,966)	496,071	1,403,603
Sales Hedge - transfer to profit or loss - Braskem Idesa	16.3(a.ii)	59,371	106,305	42,992	73,910
Income tax on exchange variation - Braskem Idesa		224,311	1,998	(161,719)	(443,254)
		(2,296,782)	(1,672,675)	72,691	1,211,439

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Foreign subsidiaries currency translation adjustment	1,004,884	834,289	10,846	(288,565)
Total	(1,482,082)	(985,497)	63,115	962,153
Total comprehensive income for the period	(989,436)	658,171	1,205,536	4,018,824
Attributable to:				
Company's shareholders	(740,543)	730,342	1,121,975	3,706,792
Non-controlling interest in Braskem Idesa	(248,893)	(72,171)	83,561	312,032
Total comprehensive income for the period	(989,436)	658,171	1,205,536	4,018,824

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of operations and statement of
comprehensive income****at June 30, 2018****All amounts in thousands of reais, except earnings or
loss per share**

Continued

	Note	2Q2018	YTD2018	2Q2017	Parent company YTD2017
Profit for the period		547,253	1,600,844	1,089,848	2,897,400
Other comprehensive income or loss:					
Items that will be reclassified subsequently to profit or loss					
Fair value of cash flow hedge		(307,180)	(316,880)	(47,451)	7,494
Income tax and social contribution		104,441	107,739	16,133	(2,548)
Fair value of cash flow hedge - Braskem Idesa		11,457	63,731	8,280	32,754
Income tax and social contribution		(3,437)	(19,119)	(2,484)	(9,826)
Fair value of cash flow hedge from jointly-controlled		1,861	2,547	3,168	3,762
		(192,858)	(161,982)	(22,354)	31,636
Exchange variation of foreign sales hedge	16.3(a.i)	(2,952,710)	(3,040,403)	(711,317)	(230,507)
Sales Hedge - transfer to profit or loss	16.3(a.i)	265,759	513,112	249,722	498,962
Income tax and social contribution on exchange variation		913,563	859,279	156,942	(91,275)
Exchange variation of foreign sales hedge - Braskem Idesa	16.3(a.ii)	(605,308)	(84,725)	372,053	1,052,702
Sales Hedge - transfer to profit or loss - Braskem Idesa	16.3(a.ii)	44,529	79,729	32,244	55,432

Income tax on exchange variation - Braskem Idesa	168,234	1,499	(121,289)	(332,440)
	(2,165,933)	(1,671,509)	(21,645)	952,874
Foreign subsidiaries currency translation adjustment	1,070,995	962,989	76,126	(175,118)
Total	(1,287,796)	(870,502)	32,127	809,392
Total comprehensive income for the period	(740,543)	730,342	1,121,975	3,706,792

	Note	YTD2018 Basic and diluted	Parent company YTD2017 Basic and diluted
Profit per share attributable to the shareholders of the Company of continued operations at the end of the period (expressed in reais)	23		
Earnings per share - common		2.0121	3.6309
Earnings per share - preferred shares class "A"		2.0121	3.6309
Earnings per share - preferred shares class "B"		0.5768	0.6069

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of changes in shareholder's equity****All amounts in thousands of reais**

	Note	Capital	Capital reserve
At December 31, 2016		8,043,222	232,430
Comprehensive income for the period:			
Profit for the period			
Exchange variation of foreign sales hedge, net of taxes			
Fair value of cash flow hedge, net of taxes			
Foreign subsidiaries currency translation adjustment			
Equity valuation adjustments:			
Realization of additional property, plant and equipment price-level restatement, net of taxes			
Realization of deemed cost of jointly-controlled investment, net of taxes			
Contributions to shareholders:			
Lapsed dividends			
At June 30, 2017		8,043,222	232,430
At December 31, 2017		8,043,222	232,430
Comprehensive income for the period:			
Profit for the period			
Exchange variation of foreign sales hedge, net of taxes			
Fair value of cash flow hedge, net of taxes			
Foreign currency translation adjustment			
Equity valuation adjustments:			
Realization of additional property, plant and equipment price-level restatement, net of taxes			

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Realization of deemed cost of jointly-controlled investment, net of taxes		
Actuarial gains from post-employment benefits of subsidiaries, net of taxes		
Long-term incentive plan, net of taxes	21	
Fair value adjustments of trade accounts receivable		
Contributions to shareholders:		
Lapsed dividends		
Additional dividends approved in the board meeting	22(b)	
At June 30, 2018		8,043,222 232,430

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of changes in shareholder's equity****All amounts in thousands of reais**

	Note	Capital	Capital reserve
At December 31, 2016		8,043,222	232,430
Comprehensive income for the period:			
Profit for the period			
Exchange variation of foreign sales hedge, net of taxes			
Fair value of cash flow hedge, net of taxes			
Foreign subsidiaries currency translation adjustment			
Equity valuation adjustments:			
Realization of additional property, plant and equipment price-level restatement, net of taxes			
Realization of deemed cost of jointly-controlled investment, net of taxes			
Contributions to shareholders:			
Lapsed dividends			
At June 30, 2017		8,043,222	232,430
At December 31, 2017		8,043,222	232,430
Comprehensive income for the period:			
Profit for the period			
Exchange variation of foreign sales hedge, net of taxes			
Fair value of cash flow hedge, net of taxes			
Foreign currency translation adjustment			
Equity valuation adjustments:			
Realization of deemed cost of jointly-controlled investment, net of taxes			

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Realization of additional property, plant and equipment price-level restatement, net of taxes		
Actuarial gains from post-employment benefits of subsidiaries, net of taxes		
Long-term incentive plan, net of taxes	21	
Fair value adjustments of trade accounts receivable		
Contributions to shareholders:		
Lapsed dividends		
Additional dividends approved in the board meeting	22(b)	
At June 30, 2018		8,043,222 232,430

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of cash flows****at June 30, 2018****All amounts in thousands of reais**

	Note	Jun/2018	Consolidated Jun/2017	Jun/2018	Parent company Jun/2017
Profit before income tax and social contribution and					
for the result with discontinued operations		1,721,904	4,156,758	1,469,238	3,462,324
Adjustments for reconciliation of profit					
Depreciation, amortization and depletion		1,460,858	1,424,202	969,526	921,386
Results from equity investments	9(c)	1,471	(22,851)	(1,454,337)	(1,573,361)
Interest and monetary and exchange variations, net		4,131,828	1,292,218	1,277,504	1,282,308
Gain from divestment in subsidiary			(276,816)		(276,366)
Provision for losses and write-offs of long-lived assets		50,478	25,730	45,593	19,535
		7,366,539	6,599,241	2,307,524	3,835,826
Changes in operating working capital					
Trade accounts receivable		(26,617)	(820,306)	(370,896)	(1,102,601)
Inventories		(1,212,872)	(663,855)	(1,270,813)	(174,709)
Taxes recoverable		965,873	184,040	448,384	185,809
Prepaid expenses		(6,598)	(102,697)	8,985	(48,982)
Other receivables		(138,010)	(46,675)	(33,522)	140,474
Trade payables		1,270,625	(1,346,034)	3,889,533	