

BRASKEM SA
Form 6-K
November 16, 2007

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 November, 2007
(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.

Quarterly financial information

as of September 30, 2007

(A free translation of the original report in Portuguese as published in Brazil containing Interim Financial Information prepared in accordance with accounting practices adopted in Brazil and rules of the Brazilian Securities Commission CVM)

Braskem S.A.

ITR Quarterly Financial Information Base Date 09/30/2007

Independent Auditors Special Review Report

To

The Shareholders and Directors

Braskem S.A.

Camaçari - BA

1. We have conducted a special review of the quarterly financial information of Braskem S.A. and of the Company and its subsidiaries for the quarter and nine month period ended September 30, 2007, which comprises the balance sheets, the statements of income, the performance report and other relevant information, prepared in accordance with accounting practices adopted in Brazil and rules issued by the Brazilian Securities Commission (CVM). The quarterly financial information of the jointly-controlled subsidiary, Petroflex Indústria e Comércio S.A. and the subsidiary, Copesul - Companhia Petroquímica do Sul as of September 30, 2007 and 2006, and the balance sheets of these subsidiaries were reviewed by other independent auditors, and our review, with respect to the value of the investments and the results from these subsidiaries, is based exclusively on the reports issued by these other auditors.
2. Our review was performed in accordance with specific rules established by IBRACON (Brazilian Institute of Independent Auditors) and the Federal Accounting Council (CFC), and consisted mainly of: (a) enquiries and discussions with management responsible for the accounting, financial and operational departments of the Company and its subsidiaries, with respect to the main criteria adopted in preparing the quarterly financial information; and (b) a review of the information and subsequent events that had or could have had significant effects on the financial position and operations of the Company and its subsidiaries.
3. Based on our special review and the special review reports on the quarterly financial information and the reports which were the responsibility of other independent auditors, we are not aware of any material changes that should be made to the aforementioned quarterly financial information for it to be in accordance with accounting practices adopted in Brazil and consistent with the rules issued by the Brazilian Securities Commission, specifically applicable to the preparation of the quarterly financial information.
4. As reported in Note 9(b), the Company has accumulated ICMS credits from previous years, arising mainly from the differences between the tax rates applicable to purchases and products sold, domestic shipments that receive incentives with deferment of taxation, and exports. The realization of these tax credits depends on successfully implementing management's plans as described in this note to the accompanying quarterly financial information. The quarterly financial information as of September 30, 2007, does not include any adjustments related to the recovery of these tax credits given the existing uncertainty.

5. As mentioned in Note 17(c), in relation to the discussion with respect to the constitutionality of Law 7689/88, the Company and its merged companies OPP Química, Trikem and Polialden filed a civil action for the nonpayment of the Social Contribution on Income (CSL) for which a final unappealable decision was handed down in favor of the Companies. Management, based on the opinion of its legal advisors, who assessed the chances of a successful outcome as possible, believe that it should be able to obtain success in its pleading for maintenance of nonpayment and; and in the event of loss of the rescissory action, the decision would not be able to have retroactive effects since the year the law came into effect. Accordingly, a provision for possible unfavorable outcomes of the notices of infraction, as well as for the years still not inspected by the Federal Revenue Department, was not recorded for the purposes of preparing the quarterly financial information.

6. As reported in Note 9(a), OPP Química S.A., incorporated by the Company in 2003, based on a decision taken by the Federal Supreme Court, has recognized in its accounting records Excise Tax (IPI) credits of R\$ 1,030,125 thousand, which were offset against IPI due and other federal taxes. Although this decision was the object of an appeal by the National Treasury, pending judgment by the 2nd panel of judges of the Federal Supreme Court, and despite the assessments drafted against the Company, management, based on the opinion of its legal advisors, considers the chances of a successful outcome as probable and, consequently, no provision has been recorded in the quarterly financial information for the quarter and period of nine months ended September 30, 2007.
7. As reported in Notes 11, 12 and 13, the Company and certain subsidiaries recorded goodwill on the acquisition of investments, based on the added value of the assets and future profitability of the companies invested in, and this goodwill is being amortized over the realization period stated in the appraisal reports. Maintaining this goodwill in the accounting records is dependent upon realizing the assumptions used for forecasting the cash flows, income and expenses.
8. The balance sheet and the statement of income for the quarter ended June 30, 2007, presented for comparison purposes, was reviewed by us, and we issued an unqualified special review report dated August 3, 2007. The statements of income for the quarter and nine month period ended September 30, 2006, presented for comparison purposes, were examined by other independent auditors, who issued their unqualified special review report, dated October 30, 2006, which included paragraphs of emphasis on the issues reported in paragraphs 4, 6 and 7 above and regarding the fact that the Company and its subsidiaries are involved in legal processes disputing the validity of Clause Four of the Collective Workers Agreement of SINQUÍMICA.
9. Our review was conducted to enable us to issue a report on the special review of the quarterly financial information referred to in the first paragraph. The statements of cash flows of Braskem S.A. and of the Company and its subsidiaries for the nine month period ended September 30, 2007, provide supplementary information to this quarterly financial information, which is not required according to accounting practices adopted in Brazil and is presented to enable additional analyses. This additional information was submitted to the same review procedures applied to the quarterly financial information and we are not aware of any material changes that should be made for this information to be in accordance with accounting practices in Brazil and consistent with the rules issued by the Brazilian Securities Commission.

October 31, 2007

KPMG Auditores Independentes

CRC 2SP014428/O-6-S-BA

Anselmo Neves Macedo

Accountant CRC 1SP160482/O-6-S-BA

FINANCIAL STATEMENTS 3rd QUARTER OF 2007**BALANCE SHEET ASSETS PARENT COMPANY (in thousands of Reais)**

Account	Description	Sep/07	Jun/07
1	Total assets	15,733,652	15,991,189
1.01	Current assets	4,156,595	4,401,901
1.01.01	Cash and cash equivalents and Marketable securities	1,087,636	1,212,402
1.01.01.01	Cash and cash equivalents	893,719	1,003,807
1.01.01.02	Marketable securities	193,917	208,595
1.01.02	Credits	1,650,220	1,685,781
1.01.02.01	Trade accounts receivable	1,244,682	1,195,726
1.01.02.02	Other credits	405,538	490,055
1.01.02.02.01	Taxes recoverable	177,149	282,079
1.01.02.02.02	Deferred income tax	36,725	36,725
1.01.02.02.03	Dividends and interest on shareholders equity		2,000
1.01.02.02.04	Prepaid expenses	41,084	56,246
1.01.02.02.05	Other accounts receivable	150,580	113,005
1.01.03	Inventories	1,418,739	1,503,718
1.02	Noncurrent assets	11,577,057	11,589,288
1.02.01	Long-term receivables	1,856,126	1,859,922
1.02.01.01	Other credits	1,734,827	1,741,311
1.02.01.01.01	Marketable securities	291,281	304,785
1.02.01.01.02	Trade accounts receivable	38,438	41,324
1.02.01.01.03	Taxes recoverable	919,178	904,006
1.02.01.01.04	Deferred income tax	385,942	390,965
1.02.01.01.05	Deposits in court and compulsory loans	99,988	100,231
1.02.01.02	Related parties	56,741	46,557
1.02.01.02.02	Subsidiaries	13,349	4,064
1.02.01.02.03	Other related parties	43,392	42,493
1.02.01.03	Other	64,558	72,054
1.02.01.03.01	Inventories	24,098	24,731
1.02.01.03.02	Other	40,460	47,323
1.02.02	Permanent assets	9,720,931	9,729,366
1.02.02.01	Investments	1,806,383	1,794,589
1.02.02.01.01	Investments in associated companies	22,771	24,411
1.02.02.01.03	Investments in subsidiaries	958,282	944,036
1.02.02.01.04	Interest in subsidiaries - goodwill	137,379	145,375
1.02.02.01.05	Other investments	8,384	8,384
1.02.02.01.06	Advances for acquisition of investments	679,567	672,383
1.02.02.02	Property, plant and equipment	6,315,553	6,279,402
1.02.02.03	Intangible assets	170,019	121,540
1.02.02.04	Deferred charges	1,428,976	1,533,835

BALANCE SHEET LIABILITIES AND SHAREHOLDERS EQUITY PARENT			
COMPANY (in thousands of Reais)			
Account	Description	Sep/07	Jun/07
2	Total liabilities	15,733,652	15,991,189
2.01	Current liabilities	3,061,833	3,159,663
2.01.01	Loans and financing	256,016	252,064
2.01.02	Debentures	15,733	23,377
2.01.03	Accounts payable to suppliers	2,271,196	2,284,799
2.01.04	Taxes and contributions payable	106,760	210,954
2.01.04.01	Income tax	14,176	5,451
2.01.04.02	Other taxes and contributions	92,584	205,503
2.01.05	Dividends payable	3,844	3,848
2.01.08	Other	408,284	384,621
2.01.08.01	Salaries and social charges	149,643	120,606
2.01.08.03	Other provisions and accounts payable	258,641	264,015
2.02	Noncurrent liabilities	6,587,112	6,904,430
2.02.01	Long-term liabilities	6,569,498	6,885,668
2.02.01.01	Loans and financing	4,402,067	4,618,742
2.02.01.02	Debentures	800,000	800,000
2.02.01.04	Related parties	19,858	23,076
2.02.01.06	Other	1,347,573	1,443,850
2.02.01.06.01	Taxes and contributions payable	1,186,103	1,291,405
2.02.01.06.02	Suppliers	22,580	22,731
2.02.01.06.03	Long-term incentives	4,880	4,360
2.02.01.06.04	Deferred income and social contribution taxes	7,493	7,641
2.02.01.06.05	Pension plan and benefits for employees	40,510	40,943
2.02.01.06.06	Other accounts payable	86,007	76,770
2.02.02	Deferred income	17,614	18,762
2.04	Shareholders equity	6,084,707	5,927,096
2.04.01	Capital	4,640,947	3,527,429
2.04.02	Capital reserves	452,824	436,184
2.04.02.01	Tax incentives	452,267	435,627
2.04.02.02	Other reserves	557	557
2.04.04	Profit reserves	480,691	480,691
2.04.04.01	Legal reserve	72,811	72,811
2.04.04.02	Profit retention for expansion	652,336	652,336
2.04.04.03	Other revenue reserves	(244,456)	(244,456)
2.04.04.03.01	Treasury shares	(244,456)	(244,456)
2.04.05	Retained earnings	510,245	378,657
2.04.06	Advances for future capital increases		1,104,135

STATEMENT OF INCOME PARENT COMPANY (in thousands of Reais)

Account code	Account description	Nine-month		Nine-month	
		3rd Quarter	period	3rd Quarter	period
		07/01/2007 to 09/30/2007	01/01/2007 to 09/30/2007	07/01/2006 to 09/30/2006	01/01/2006 to 09/30/2006
3.01	Revenues	4,095,107	11,759,773	3,987,374	10,770,127
3.01.01	Domestic market sales	3,350,309	9,462,574	3,270,728	9,019,441
3.01.02	Foreign market sales	744,798	2,297,199	716,646	1,750,686
3.02	Sales taxes, freights and returns	(963,233)	(2,685,957)	(928,332)	(2,572,561)
3.03	Net revenues	3,131,874	9,073,816	3,059,042	8,197,566
3.04	Cost of goods sold and services rendered	(2,645,329)	(7,550,393)	(2,592,517)	(7,136,516)
3.05	Gross profit	486,545	1,523,423	466,525	1,061,050
3.06	Operating (expenses) income	(322,417)	(959,591)	(559,163)	(1,179,822)
3.06.01	Selling expenses	(88,702)	(291,589)	(64,771)	(186,335)
3.06.02	General and administrative expenses	(136,162)	(398,628)	(114,275)	(331,568)
3.06.02.01	General and administrative expenses	(133,949)	(392,074)	(112,624)	(326,495)
3.06.02.02	Management remuneration	(2,213)	(6,554)	(1,651)	(5,073)
3.06.03	Financial (expenses) income	(20,951)	(154,558)	(296,852)	(587,348)
3.06.03.01	Financial income	(46,490)	(133,001)	31,777	20,259
3.06.03.02	Financial expenses	25,539	(21,557)	(328,629)	(607,607)
3.06.04	Other operating income	65,750	201,345	24,133	190,581
3.06.05	Other operating expenses	(163,182)	(406,458)	(112,066)	(357,379)
3.06.05.01	Depreciation and amortization	(114,153)	(324,827)	(93,114)	(277,271)
3.06.05.02	Other operating expenses	(49,029)	(81,631)	(18,952)	(80,108)
3.06.06	Equity in income of subsidiaries and associated companies	20,830	90,297	4,668	92,227
3.06.06.01	Equity in income of subsidiaries and associated companies	38,776	153,889	27,775	116,767
3.06.06.02	Amortization of (goodwill) /negative goodwill, net	(14,520)	(54,102)	(23,647)	(38,001)
3.06.06.03	Exchange variation	(2,523)	(8,670)	540	4,701
3.06.06.04	Reversal /(provision) for loss in subsidiaries	(903)	(903)		6,469
3.06.06.05	Other		83		2,291
3.07	Operating profit	164,128	563,832	(92,638)	(118,772)
3.08	Non-operating income (expenses), net	(2,184)	(25,870)	(808)	1,592
3.08.01	Non-operating income	508	717	39	2,439
3.08.02	Non-operating expenses	(2,692)	(26,587)	(847)	(847)
3.09	Net income (losses) before income and social contribution taxes/ interests	161,944	537,962	(93,446)	(117,180)
3.10	Income tax and social contribution taxes	(25,480)	(58,448)	1	(88)
3.11	Deferred income tax	(4,876)	30,731	28,385	114,311
3.15	Net income /(loss) for the period	131,588	510,245	(65,060)	(2,957)

	Nine-month		Nine-month	
	3rd Quarter	period	3rd Quarter	period
	07/01/2007 to 09/30/2007	01/01/2007 to 09/30/2007	07/01/2006 to 09/30/2006	01/01/2006 to 09/30/2006
Income /(loss) per share				

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Number of shares ex-treasury (thousand)	432,838	432,838	359,239	359,239
Net income per share (reais)	0.30401	1.17883		
Loss per share (reais)			(0.18111)	(0.00823)

BALANCE SHEET		ASSETS - CONSOLIDATED (in thousands of Reais)	
Account	Description	Sep/07	Jun/07
1	Total assets	19,539,530	19,931,717
1.01	Current assets	6,588,264	7,121,762
1.01.01	Cash and cash equivalents and Marketable securities	1,696,289	2,086,887
1.01.01.01	Cash and cash equivalents	1,420,515	1,920,301
1.01.01.02	Marketable securities	275,774	166,586
1.01.02	Credits	2,659,584	2,660,331
1.01.02.01	Trade accounts receivable	1,839,479	1,831,391
1.01.02.02	Other credits	820,105	828,940
1.01.02.02.01	Taxes recoverable	495,336	535,559
1.01.02.02.02	Deferred income and social contribution taxes	67,282	63,686
1.01.02.02.03	Dividends and interest on shareholders equity		2,000
1.01.02.02.04	Prepaid expenses	56,754	78,869
1.01.02.02.05	Other accounts receivable	200,733	148,826
1.01.03	Inventories	2,232,391	2,374,544
1.01.03.01	Finished products	1,039,447	1,171,730
1.01.03.02	Raw materials, production inputs and other	703,508	678,482
1.01.03.03	Maintenance materials	442,952	424,096
1.01.03.04	Advances to suppliers	31,249	45,750
1.01.03.05	Imports in transit and other	30,174	69,313
1.01.03.06	Provision for adjustment to realizable value	(14,939)	(14,827)
1.02	Noncurrent assets	12,951,266	12,809,955
1.02.01	Long-term receivables	2,092,916	1,997,211
1.02.01.01	Other credits	1,971,135	1,760,165
1.02.01.01.01	Marketable securities	118,699	2,390
1.02.01.01.02	Trade accounts receivable	38,941	41,827
1.02.01.01.03	Taxes recoverable	1,149,925	1,045,202
1.02.01.01.04	Deferred income and social contribution taxes	539,993	544,152
1.02.01.01.05	Deposits in court and compulsory loans	123,577	126,594
1.02.01.02	Related parties	43,527	85,122
1.02.01.02.01	Other related parties	43,527	85,122
1.02.01.03	Other	78,254	151,924
1.02.01.03.01	Inventories	24,098	24,731
1.02.01.03.02	Other	54,156	127,193
1.02.02	Permanent assets	10,858,350	10,812,744
1.02.02.01	Investments	612,609	616,497
1.02.02.01.01	Investment in associated companies	23,364	25,003
1.02.02.01.02	Investment in subsidiaries	7,102	6,712
1.02.02.01.04	Other investments	14,584	13,487
1.02.02.01.05	Advances for acquisition of investments	567,559	571,295

BALANCE SHEET - ASSETS CONSOLIDATED (in thousands of Reais)

Account	Description	Sep/07	Jun/07
1.02.02.02	Property, plant and equipment	8,231,939	8,127,516
1.02.02.02.01	Land	80,520	80,173
1.02.02.02.02	Buildings and improvements	1,327,360	1,300,288
1.02.02.02.03	Machinery, equipment and facilities	13,162,795	12,940,813
1.02.02.02.04	Mines and wells	28,688	28,519
1.02.02.02.05	Furniture and fixtures	81,411	77,220
1.02.02.02.06	IT equipment	147,556	142,073
1.02.02.02.07	Ongoing maintenance stoppages	101,479	123,519
1.02.02.02.08	Construction in progress	1,290,547	1,316,014
1.02.02.02.09	Other	403,892	312,330
1.02.02.02.10	Accumulated depreciation	(8,392,309)	(8,193,433)
1.02.02.03	Intangible assets	176,825	126,140
1.02.02.03.01	Trademarks and patents	833	798
1.02.02.03.02	Technology	46,028	54,865
1.02.02.03.03	Software and rights of use	197,580	141,444
1.02.02.03.04	Accumulated amortization	(67,616)	(70,967)
1.02.02.04	Deferred charges	1,836,977	1,942,591
1.02.02.04.01	Expenses for system implementation	323,056	422,559
1.02.02.04.02	Expenses for structured transactions	322,736	353,496
1.02.02.04.03	Goodwill of merged/consolidated investments	2,589,806	2,601,023
1.02.02.04.04	Research and development	162,564	136,071
1.02.02.04.05	Pre-operating and other expenses	53,031	40,299
1.02.02.04.06	Accumulated amortization	(1,614,216)	(1,610,857)

BALANCE SHEET LIABILITIES AND SHAREHOLDERS EQUITY CONSOLIDATED			
(in thousands of Reais)			
Account	Description	Sep/07	Jun/07
2	Total liabilities	19,539,530	19,931,717
2.01	Current liabilities	4,980,482	5,308,563
2.01.01	Loans and financing	1,141,556	1,400,843
2.01.02	Debentures	105,594	109,674
2.01.03	Accounts payable to suppliers	2,749,817	2,790,279
2.01.04	Taxes and contributions payable	443,776	502,323
2.01.04.01	Income tax and social contribution	254,080	196,222
2.01.04.02	Other taxes and contributions	175,250	305,791
2.01.04.03	Deferred income and social contribution taxes	14,446	310
2.01.05	Dividends payable	8,064	8,159
2.01.08	Other	531,675	497,285
2.01.08.01	Salaries and social charges	219,819	177,436
2.01.08.02	Other provisions and accounts payable	311,856	319,849
2.02	Noncurrent liabilities	7,125,676	7,451,986
2.02.01	Long-term liabilities	7,098,717	7,423,879
2.02.01.01	Loans and financing	4,739,973	4,960,745
2.02.01.02	Debentures	832,190	832,190
2.02.01.03	Provisions	169	190
2.02.01.03.01	Provision for loss on investments	169	190
2.02.01.04	Related parties	160	640
2.02.01.06	Other	1,526,225	1,630,114
2.02.01.06.01	Taxes and contributions payable	1,244,779	1,361,457
2.02.01.06.02	Suppliers	22,580	22,731
2.02.01.06.03	Long-term incentives	4,880	4,360
2.02.01.06.04	Deferred income/social contribution taxes	55,024	56,041
2.02.01.06.05	Pension plan and benefits for employees	59,022	59,455
2.02.01.06.06	Other accounts payable	139,940	126,070
2.02.02	Deferred income	26,959	28,107
2.03	Interests of non-controlling shareholders	1,430,710	1,326,888
2.04	Shareholders equity	6,002,662	5,844,280
2.04.01	Paid-in capital	4,640,947	3,527,429
2.04.02	Capital reserves	452,824	436,184
2.04.04	Profit reserves	392,953	392,953
2.04.04.01	Legal reserve	72,811	72,811
2.04.04.05	Profit retention for expansion	577,708	577,708
2.04.04.07	Other revenue reserves	(257,566)	(257,566)
2.04.04.07.01	Treasury shares	(257,566)	(257,566)
2.04.05	Retained earnings	515,938	383,579
2.04.06	Advances for future capital increase		1,104,135

STATEMENT OF INCOME CONSOLIDATED (in thousands of Reais)

Account code	Account description	Nine-month period		Nine-month period	
		3rd Quarter 07/01/2007 to 09/30/2007	3rd Quarter 01/01/2007 to 09/30/2007	3rd Quarter 07/01/2006 to 09/30/2006	3rd Quarter 01/01/2006 to 09/30/2006
3.01	Revenues	5,936,123	16,326,531	4,696,617	12,665,746
3.01.01	Domestic market sales	4,767,368	12,892,201	3,679,541	10,104,147
3.01.02	Foreign market sales	1,168,755	3,434,330	1,017,076	2,561,599
3.02	Sales taxes, freights and returns	(1,312,925)	(3,443,962)	(1,004,844)	(2,788,263)
3.03	Net revenues	4,623,198	12,882,569	3,691,773	9,877,483
3.04	Cost of goods sold and services rendered	(3,781,886)	(10,433,618)	(3,081,817)	(8,423,212)
3.05	Gross profit	841,312	2,448,951	609,956	1,454,271
3.06	Operating (expenses) income	(501,091)	(1,430,830)	(664,735)	(1,491,683)
3.06.01	Selling expenses	(126,072)	(391,080)	(89,328)	(252,013)
3.06.02	General and administrative expenses	(168,616)	(508,541)	(141,428)	(401,703)
3.06.02.01	General and administrative expenses	(164,983)	(499,326)	(138,590)	(394,286)
3.06.02.02	Management remuneration	(3,633)	(9,215)	(2,838)	(7,417)
3.06.03	Financial (expenses) income	(68,151)	(240,054)	(340,451)	(690,369)
3.06.03.01	Financial income	(30,971)	(123,269)	54,498	102,137
3.06.03.02	Financial expenses	(37,180)	(116,785)	(394,949)	(792,506)
3.06.04	Other operating income	46,346	214,999	30,577	214,189
3.06.05	Other operating expenses	(163,438)	(438,330)	(106,660)	(356,578)
3.06.05.01	Depreciation and amortization	(124,577)	(350,037)	(99,827)	(285,128)
3.06.05.02	Other operating expenses	(38,861)	(88,293)	(6,833)	(71,450)
3.06.06	Equity in income of subsidiaries and associated companies	(21,160)	(67,824)	(17,445)	(5,209)
3.06.06.01	Equity in the results of investees	53	859	452	367
3.06.06.02	Amortization of (goodwill) / negative goodwill, net	(21,269)	(66,061)	(22,674)	(35,083)
3.06.06.03	Exchange variation	(2,751)	(9,452)	447	229
3.06.06.04	Reversal /(Provision) for loss on subsidiaries	(903)	(903)		
3.06.06.05	Tax incentives	844	2,747	3,976	15,419
3.06.06.06	Other	2,866	4,986	354	13,859
3.07	Operating profit	340,221	1,018,121	(54,779)	(37,412)
3.08	Non-operating income (expenses), net	(3,200)	(26,649)	(312)	1,184
3.08.01	Non-operating income	(887)	2,130	(732)	2,651
3.08.02	Non-operating expenses	(2,313)	(28,779)	420	(1,467)
3.09	Net income (losses) before income and social contribution taxes/ interests	337,021	991,472	(55,091)	(36,228)
3.10	Income and social contribution taxes	(92,635)	(252,115)	(18,873)	(59,800)
3.11	Deferred income and social contribution taxes	(825)	35,719	28,836	119,862
3.12	Interests and statutory contributions	(6,511)	(11,630)		
3.14	Minority interests	(104,691)	(243,100)	98	(644)
3.15	Net income /(loss) for the period	132,359	520,346	(45,030)	23,190

	Nine-month period		Nine-month period	
	3rd Quarter 07/01/2007 to 09/30/2007	3rd Quarter 01/01/2007 to 09/30/2007	3rd Quarter 07/01/2006 to 09/30/2006	3rd Quarter 01/01/2006 to 09/30/2006
Net income /(loss) per share				

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Number of shares ex-treasury (thousand)	432,838	432,838	359,239	359,239
Net income per share (Reais)	0.30579	1.20217		0.06455
Loss per share (Reais)			(0.12535)	

Notes to the Quartely Financial Information

AMOUNTS STATED IN THOUSANDS OF REAIS

1 Operations

(a) Braskem S.A. ("Braskem" or the "Company"), with headquarters at Camaçari - BA, and 14 production units located in the States of Alagoas, Bahia, São Paulo and Rio Grande do Sul, engages in the production of basic petrochemicals such as ethene, propene, benzene, and caprolactam, in addition to gasoline and LPG (cooking gas). The thermoplastic resin segment includes polyethylene, polypropylene, PVC and Polyethylene Teraphtalate ("PET"). The Company also engages in the import and export of chemicals, petrochemicals, fuels, as well as the production and supply of utilities such as steam, water, compressed air and electric power to the companies in the Camaçari Petrochemical Complex in Bahia, and the rendering of services to those companies. The Company also invests in other companies, either as a partner or shareholder.

(b) On May 16, 2007, the Company announced the deactivation of its DMT production unit and the temporary discontinuance of the PET resin production unit, both located at Camaçari - BA. Braskem will carry on the supply of the PET resin to all its customers through purchase agreements entered into with M&G Polímeros Brasil S.A. The Company will consider the potential resumption of PET production on a new technological route that ensures competitive costs for the polyester chain in Brazil.

(c) Corporate events

Since its inception on August 16, 2002, the Company has undergone a major corporate restructuring process, disclosed to the market through material event notices. The main developments in 2006 and 2007 can be summarized as follows:

On April 4, 2006, as disclosed in a Relevant Event , Braskem acquired 66.04% of the common shares and 15.33% of the preferred capital shares in the capital of Politenos Indústria e Comércio S.A. (Politenos). With the acquisition, Braskem now holds 100% of the voting capital and 96.16% of the total capital of Politenos, a company located in the Northeast Petrochemical Complex, with an annual production capacity of 360 thousand tons of polyethylene. The initial amount paid by Braskem was R\$ 237,500 thousand, equal to US\$ 111,300 thousand.

The final amount to be paid by the Company for the shares acquired will be computed in November 2007, based on Politenos average performance over the 18 months subsequent to the execution of the purchase and sale agreement, in

accordance with the difference between the prices of polyethylene and ethylene in the Brazilian market, audited by an independent firm appointed by Braskem and the former shareholders. In order to record the commitment to pay for this acquisition, the Company projected the variables that will define the final price of the shares and recognized a provision to supplement the estimated price, stated in current liabilities, under Other provisions and accounts payable . The provision is subject to changes on account of the fluctuation of market prices and conditions up to the actual payment date. At September 30, 2007, the sum of this provision and the initial payment would give rise to goodwill of R\$ 147,499.

At a meeting held on September 29, 2006, the Board of Directors of the Company approved the formation of an entity in Holland, named Braskem Europe B.V. (Braskem Europa), organized as a limited liability company, having the Company as partner holding 100% of the capital.

The Extraordinary General Meeting held on April 2, 2007 approved the merger of Politeno, based on its shareholders equity as of December 31, 2006, amounting to R\$ 498,983. The exchange ratio of Politeno shares for Braskem shares was determined based on the companies' shareholders' equity at book value, in accordance to appraisal reports issued by a specialized firm as of December 31, 2006. In order to maintain the current capital structure at Braskem, comprising 1/3 common and 2/3 preferred capital shares, the conversion of 486,530, class A preferred capital shares into common shares was approved. The Company capital was increased by R\$ 19,157 to R\$ 3,527,429 through the issue of 1,533,670 class A preferred capital shares, comprising 123,978,672 common, 247,154,278 class A preferred, and 803,066 class B preferred capital shares .

On April 18, 2007, Ultrapar Participações S.A. (Ultrapar) for itself and acting as agent for Company and Petróleo Brasileiro S.A. - Petrobras, acquired for R\$ 2,113,107, the equivalent to 66.2% of common shares and 13.9% of preferred capital shares issued by Refinaria de Petróleo Ipiranga S.A. (RPI), 69.2% of common shares and 13.5% of preferred capital shares issued by Distribuidora de Produtos de Petróleo Ipiranga S.A. (DPPI), and 3.8% of common shares and 0.4% of preferred capital shares issued by Companhia Brasileira de Petróleo Ipiranga (CBPI), held by the controlling shareholders of the Ipiranga Group. Of this amount, the Company and Petrobras paid R\$ 1,394,675 under the agency agreement among the parties.

According to the agreement among Ultrapar, Braskem and Petrobras, the Company now holds the control of petrochemical assets, represented by Ipiranga Química S.A. (Ipiranga Química), Ipiranga Petroquímica S.A. (IPQ) and the latter's interest in Companhia Petroquímica do Sul (Copesul). Assets associated with oil refining operations held by RPI will be shared on equal terms by Petrobras, Ultrapar and Braskem.

Under this same agreement, Ultrapar is responsible for carrying out a corporate reorganization of the acquired companies, with a view to segregating the assets assigned to each acquiring company. The stages of this process include:

a) Tag-along Public Tender Offer for the acquisition of the common shares issued by RPI, DPPI and CBPI;

b) Absorption by Ultrapar of shares issued by RPI, DPPI and CBPI;

c) Segregation of assets, as follows: (i) reduction in the capital of RPI and CBPI, in order to transfer the petrochemical assets directly to Ultrapar, to be subsequently delivered to Braskem and Petrobras, in accordance with the agency agreement, and (ii) spin-off of CBPI in order to transfer the Northern Distribution Assets to a subsidiary of Petrobras.

As provided in item (a) above, on October 22, 2007 a public offer auction was carried out for the acquisition of outstanding common shares of DPPI and RPI, at a price per share of R\$ 112.88 and R\$ 107.05, respectively. The acquisition included: (i) 82% of outstanding common shares of RPI, thus increasing Ultrapar's interest in voting capital from 61.6% to 93.1%, and (ii) 77% of outstanding common shares of DPPI, thus increasing Ultrapar's interest in voting capital from 84.2% to 96.1%. Total amount disbursed was approximately R\$ 441,000, of which Braskem disbursed R\$ 156,717.

The CBPI auction will be conducted on November 8, 2007. The offer price was R\$ 64.43 per share.

On April 30, 2007, Braskem acquired 3.11% and 1.06% of quotas in TEGAL Terminal de Gases Ltda. (Tegal), owned by Oxiteno Nordeste S.A. Indústria e Comércio and Dow Brasil Nordeste Industrial Ltda., respectively. Following the acquisition, Braskem holds 100% of the capital of Tegal, a company located in the Aratu Port, at Camaçari BA, that engages in the provision of its own or third-party services for the storage and movement of liquefied gases. The amount paid by Braskem was R\$ 1,105, giving rise to goodwill justified by other economic reasons of R\$ 498, fully taken to income, in accordance with CVM Instruction 247/96.

On June 28, 2007, the Company was notified by Odebrecht S.A. (Odebrecht), current company name of ODBPAR INV S.A., of the exercise of the latter's right to convert into shares 100% of its 59,185 subordinate, convertible debentures, in accordance with the Private Deed for Private Issue of Convertible, Subordinate Debentures, upon maturity of the agreement. The debentures were converted on July 31, 2007 (Note 20(a)).

The Extraordinary General Meeting held on July 31 2007 approved the merger of Tegal, based on its shareholders equity as of May 31, 2007, in the amount of R\$ 12,926. The equity variations from May 31, 2007 and the merger date were recognized by Braskem as equity in income of subsidiaries and associated companies.

On June 28, 2007, Braskem's indirect subsidiary EDSP67 Participações S.A. (EDSP67) acquired 100% of the outstanding shares in IPQ, representing 7.61% of its total capital. As a result of this acquisition, CVM approved on July 18, 2007, the delisting request of IPQ.

On August 15, 2007, the Company exercised its preemptive right to acquire shares issued by Petroflex Indústria e Comércio S.A. (Petroflex) owned by SPQ Investimentos e Participações Ltda., a subsidiary of Suzano Petroquímica S.A. (Suzano), due to the sale of the latter's control to Petrobras.

Upon transfer of the shares, on October 31, 2007, Braskem's interest in the total capital of Petroflex went from 20.12% to 33.53%, and its interest in the voting capital went from 20.14% to 33.57%. The preemptive right was exercised at the equity value of Petroflex, in the amount of R\$ 61,022. In September 2007, the Company deposited R\$ 59,819 in an account intended specifically for this acquisition, accounted for in Other accounts receivable under Current Assets.

In the Public Tender Offer (OPA) for the delisting of Copesul, carried out on October 5, 2007, EDSP58 Participações S.A. (EDSP58) acquired 34,040,927 common shares in Copesul, representing 98.63% of the qualified shares, for a unit value of R\$ 38.02. This amount was financially settled on October 10, 2007 and the disbursement amounted to approximately R\$ 1,300,000.

After verifying the compliance with the rules applicable to OPA, on October 18, 2007, CVM delisted Copesul.

Considering that Copesul outstanding shares now represent less than 5% of total shares, the Board of Directors of that subsidiary will call a general shareholders meeting to pass a resolution on the redemption of such shares at the auction offer price, restated up to the actual payment date.

The Company and its subsidiaries, as participants in the corporate restructuring process, may be affected by economic and/or corporate aspects as a result of the outcome of this process.

(d) Administrative Council for Economic Defense - CADE

Acquisition of Ipiranga

On April 25, 2007, the Company and CADE entered into the Agreement to Preserve the Reversibility of Transaction APRO, whereby Braskem undertakes to maintain the normal conditions of free competition in the polyethylene and polypropylene markets prevalent before April 18, 2007, refraining to take the following actions with respect to the petrochemical assets of the Ipiranga Group, until a final sentence on the transaction is issued:

Any changes in the corporate nature that would imply a change in control;

Substantial changes in its physical facilities, and assignment or waiver of rights and duties with respect to its assets, including trademarks, patents and the portfolio of customers and raw material suppliers;

Discontinue the use of trademarks and products, except for the provisions of the Investment Agreement, thus maintaining the offer of Ipiranga product lines;

Substantial changes in the distribution and marketing structures, logistics and practices;

Substantial changes in the companies that would imply lay-offs and reassignment of personnel among the different production, distribution, marketing and research units, whenever that such actions could be characterized as a combination of the companies;

Interrupting, with cause and in the sole discretion of CADE, investment projects which have been previously approved by the Board of Directors, in all activity sectors of the acquired company, as well as the implementation of its sales plans and targets.

The agreement may be reviewed at any time, by CADE or at the request of the companies if, in the discretion of CADE's full board, they are able to prove that the reasons that gave rise to the agreement are no longer present.

With regard to Copesul, CADE expressed no objections to the transaction, considering that the Company and Petrobras will maintain the current conditions as controlling and minority shareholders, respectively, prevailing prior to April 18, 2007, under the Shareholders' Agreement in effect.

(e) Corporate governance

Braskem enrolled in Level 1 of the Differentiated Corporate Governance on the Bovespa, which mainly commits the Company to improvements in providing information to the market and in the dispersion of shareholdings. The Company intends to reach Level 2 of Bovespa's Corporate Governance in the near future.

2 Presentation of Financial Statements

The individual and consolidated Quarterly Financial Information was prepared in accordance with the accounting practices adopted in Brazil and also in compliance with the rules and procedures determined by the Brazilian Securities Exchange Commission - CVM, Brazilian Institute of Independent Auditors - IBRACON, and Federal Accounting Council - CFC.

The explanatory notes refer only to the individual Quarterly Financial Information.

The comparative review of financial statements at September 30, 2007 and 2006 includes the merger of Politeno (Note 1(c)) that took place on April 2, 2007. The statements of income of this subsidiary as of March 31, 2007 and September 30, 2006 are presented below:

Statement of income
&n

Mar/07

Sep/06