

NOTICE OF RELATED-PARTY TRANSACTIONS

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| Parties | Braskem S.A. ("Braskem") and Borealis Brasil S.A. ("Borealis") |
| Relationship with the issuer | Borealis is an associated company of Braskem. |
| Object | 5 th Amendment to the Supply Agreement entered into by the Parties on December 18, 2000 ("Agreement") referring to the sale by Braskem of polypropylene ("PP") and polyethylene ("PE") thermoplastic resins to Borealis ("5th Amendment"). |
| Key terms and conditions | <p>MAIN TERMS AND CONDITIONS OF THE 5TH AMENDMENT TO THE AGREEMENT:</p> <p>The subject matter of the 5th Amendment to the Agreement is: (i) granting of Export Incentive ("VIPE") condition for the PP price in <i>grades</i> destined for the manufacture of compounds for export, until the expiration of this Agreement; (ii) inclusion of the supply of PE resin; and (iii) inclusion of update mechanics from the <i>grades</i> list by Braskem, with the corresponding updating of the respective price formulas.</p> <p>MAIN TERMS AND CONDITIONS OF THE AGREEMENT:</p> <p>Amount estimated until the end of effective term: one billion, two hundred and sixty million reais (R\$1,260,000,000.00)</p> <p>End of effective term: 12/17/2025</p> <p>Price: In accordance with the price formula based on international references of PE and PP prices.</p> <p>Payment term: 28 days, unless the Parties agree otherwise.</p> <p>Conditions of rescission or termination envisaged in the Agreement: (i) default on any obligations of the Agreement; (ii) court-supervised reorganization or bankruptcy of the Party; (iii) transfer of control that could affect compliance with the contractual obligations, among others.</p> |
| Execution date of the amendment | February 26, 2020. |

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| <p>Any participation by the counterparty, its partners or managers in the issuer's decision-making process or in the negotiation of the transaction as representatives of the issuer</p> | <p>Isabel Bernardo Dias de Figueiredo, Braskem's non-statutory officer, is a member of the Board of Directors of Borealis. However, Isabel did not participate in the decision-making process for the execution of the 5th Amendment to the Agreement as Braskem's representative, and the 5th Amendment was not discussed and voted on by the Board of Directors of Borealis.</p> |
| <p>Detailed justification of the reasons why the management of the issuer believes the transaction was carried out on an arm's length basis or involves adequate compensatory payment</p> | <p>The purpose of the transaction that is the object of the 5th Amendment to the Agreement is to grant to Borealis an incentivized price for purchases of thermoplastic resins until December 17, 2025 (end of the effective term of the Agreement) in order to promote the export market for Borealis' compounds manufactured from resins acquired from Braskem, making these products (compounds) more competitive in the international market. This price incentive, which is a practice envisaged in the internal rules of Braskem S.A., is extended to other clients and is conditioned upon substantiation that the products are exported.</p> |