



**MATERIAL FACT  
LATAM Airlines Group S.A  
SECURITIES REGISTRY N° 306**

Santiago, June 6<sup>th</sup> 2019

Mr.  
Joaquín Cortez Huerta  
Chairman  
Commission for the Financial Market  
1449 Av. Libertador Bernardo O'Higgins  
Present

**Re: Material fact report – Bond Issuance**

Dear Chairman:

In accordance with the provisions of Article 9 and the second paragraph of Article 10 of Law No. 18,045 on Securities Market, and in General Rule No. 30, the undersigned, duly authorized, reports the following material fact regarding LATAM Airlines Group S.A. (the “Company”) and its public offering values:

On April 22, 2019, the Commission for the Financial Market (“CMF”) authorized the placement of up to UF 5,000,000 of the Series E Bonds in the Chilean market under the bond facility of 13 years registered in the Securities Registry of the CMF under the number No. 921 on November 26, 2018.

Fulfilling the objective of the placement, the Series E Bonds were placed today in the Santiago Stock Exchange through a Dutch Auction.

The Series E Bonds were placed for a total amount of UF 5,000,000, due on April 15, 2029 and at an annual rate of 2.73%.

The proceeds from the placement of the Series E will be used for the operation of the Company, and particularly to the refinancing of liabilities, capital expenditures and general corporate purposes, in approximately 50%, 30% and 20% respectively.

Finally, in accordance with the provisions of Circular No. 988 of your Commission, we inform you that at this moment it is not possible to quantify the effects that this operation will have on the Company's results.

Sincerely yours,

**Juan Carlos Menció  
Vice President of Legal Affairs  
LATAM Airlines Group S.A.**