

Second Quarter 2019 Results Presentation

August 14, 2019



Second Quarter 2019 Highlights



LATAM carried 16.8 million passengers, an increase of 1.4 million compared to the second quarter of 2018



Passenger revenues increased 3.2% in second quarter driven by a 7.1% traffic growth (RPK). Domestic Brazil's RASK offset international RASK decline



Cost per ASK improved 3.5% YoY, while cost per ASK excluding fuel improved 5.2% YoY.



Merger between Multiplus and LATAM Airlines Brazil completed in May



Supreme Court in Chile ruled against the Joint Business Agreements with American Airlines and IAG (British and Iberia)

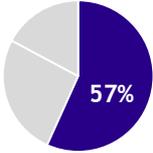
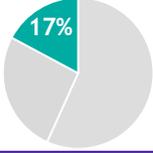


Fitch Ratings upgraded the Company's corporate credit rating from B+ to BB-

Second Quarter 2019 Financial Summary

(US\$ Millions)	2Q19	2Q18	Change	1H19	1H18	Change
Total Operating Revenues	2,370	2,357	0.5%	4,895	5,088	-3.8%
Passenger	2,020	1,957	3.2%	4,188	4,275	-2.0%
Cargo	269	300	-10.2%	533	596	-10.5%
Others	81	101	-19.9%	175	218	-19.7%
Total Operating Costs	-2,330	-2,305	1.1%	-4,773	-4,765	0.2%
Fuel	-721	-686	5.2%	-1,468	-1,403	4.6%
Ex-fuel	-1,608	-1,619	-0.7%	-3,305	-3,361	-1.7%
Operating Income	40	53	-23.7%	122	323	-62.1%
Operating Margin	1.7%	2.2%	-0.5 p.p.	2.5%	6.4%	-3.9 p.p.
Net Income	-63	-208	-69.8%	-123	-116	6.3%
EBITDA	392	390	0.5%	826	1,009	-18.2%
EBITDA Margin	16.5%	16.5%	0.0 p.p.	16.9%	19.8%	-2,9 p.p.

Second Quarter 2019 Operating Statistics

% YoY	System Capacity	Capacity (ASK)	Traffic (RPK)	Load Factor	RASK/RATK (USc) ¹ (% YoY)
International (Long Haul & Regional)		+3.3%	+6.0%	86.1% (+2.1 p.p.)	5.4 (-12.1%)
Domestic Brazil		+1.3%	+4.8%	79.9% (+2.7 p.p.)	6.7 (+18.7%)
SSC Domestic		+16.4%	+15.2%	79.5% (-0.8 p.p.)	6.5 (-7.3%)
Passenger		+4.8%	+7.1%	83.3% (+1.8 p.p.)	5.8 (-1.5%)
Cargo ²		-1.6%	+0.8%	55.8% (+1.3 p.p.)	17.7 (-2.2%)

BRL
2Q19: +29.5%

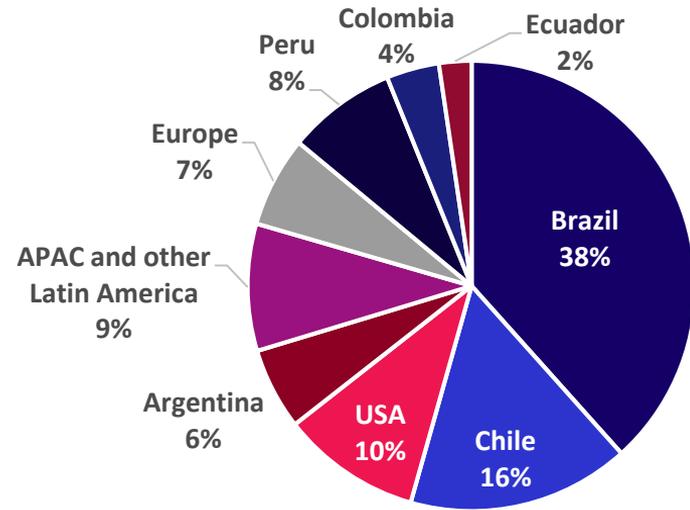
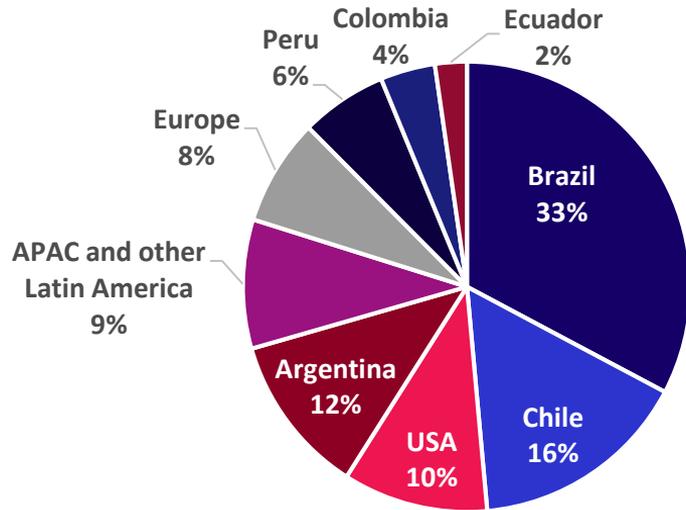
¹ RASK by business unit includes ticket revenue, breakage, frequent flyer program contribution and ancillary revenues.

² Excluding the sale of MasAir

Revenues by point of sale last twelve months evolution

Second quarter 2018

Second quarter 2019



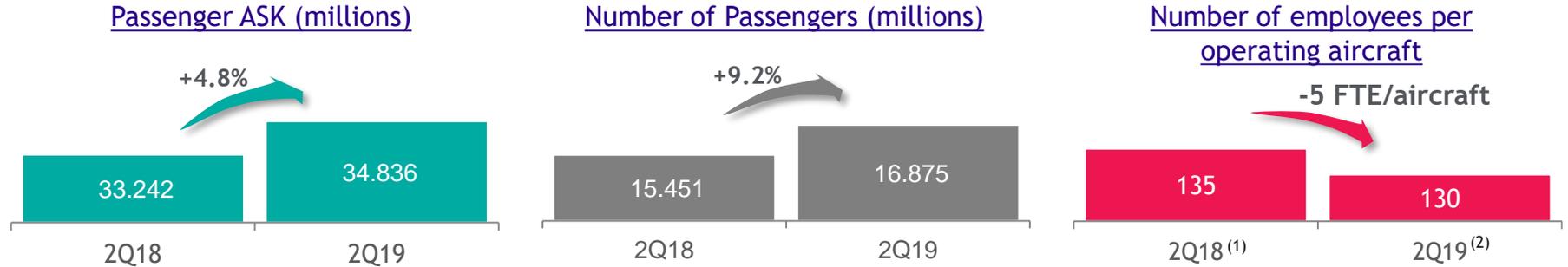
Passenger + Cargo revenues = US\$2,256 million

+1.4%



Passenger + Cargo revenues = US\$2,289 million

Cost per ASK excluding fuel improved by 5.2% YoY



Total Costs US\$MM	2Q19	2Q18	Change
Fuel Cost	721	686	+5.2%
Wages & Benefits	432	436	-0.8%
Fleet Cost	460	446	+3.2%
Others	716	738	-2.9%
Operating Costs	2,330	2,305	+1.1%
CASK(US cents)	6.7	6.9	-3.5%
CASK ex-fuel (US cents)	4.6	4.9	-5.2%

¹ Excluding 1 Boeing 747 leased to Boeing Capital and 4 Airbus A330 leased to Wamos Air

² Excluding 1 Boeing 777 leased to Boeing Capital

Worldwide recognition for our operational excellence and customer care

Best Airline in South America

On-time performance



'Best Business Class', 'Best Business Class Lounge' and 'Best Economy Class'



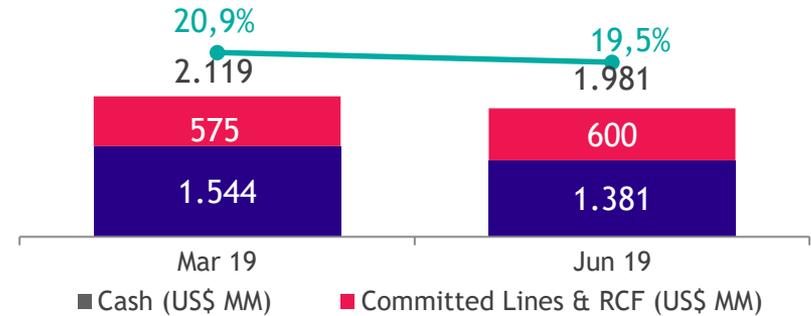
LATAM Airlines was the most punctual in the world in April, June and July 2019 (2nd place in May)

Second quarter 2019 credit metrics

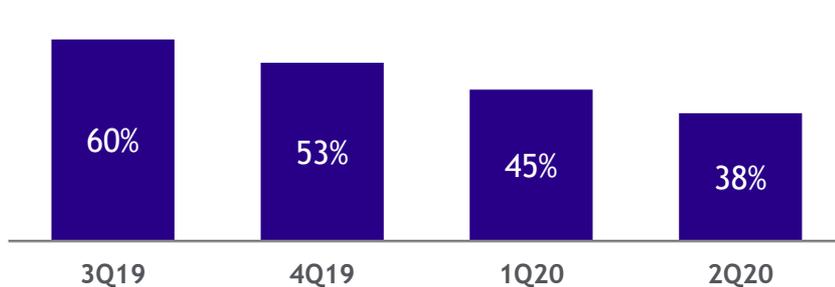
Net Debt / EBITDA LTM



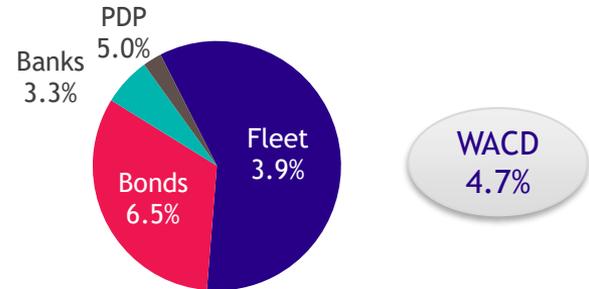
Cash and Equivalents as % of LTM revenues



Fuel Hedge (% consumption)¹



Cost of debt as of June 30, 2019



Note: 2018 debt figures have been re-expressed under IFRS16

Passenger (ASK)



International

0% - 2%

Domestic Brazil

5% - 7%

Domestic Spanish Speaking Countries

8% - 10%

Total

3% - 5%

Cargo (ATK)



0% - 2%

Operating Margin (%)



7% - 9%

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