

MATERIAL FACT
LATAM Airlines Group S.A
SECURITIES REGISTRY N° 306
Santiago, May 7th 2018

Mr.
Joaquín Cortez Huerta
Superintendent
Financial Market Commission
1449 Av. Libertador Bernardo O'Higgins, 12th floor
Present

Re: Material fact report

Dear Mr. Superintendent:

In accordance with the provisions of Article 9 and 10 of the Securities Market Law and General Rule No. 30, duly authorized, the following material fact regarding LATAM Airlines Group S.A. ("LATAM Airlines"), Securities Registration No. 306, reports the following:

With this date, LATAM Airlines and its subsidiaries Inversiones LAN S.A. and LAN Pax Group S.A. (collectively, the "Sellers"), sold, assigned and transferred to the Spanish companies Acciona Airport Services, S.A. and Acciona Aeropuertos, S.L. (collectively, the "Buyers") 100% of their shares (the "Shares") in the subsidiary that develops the ground handling business at the Santiago airport, Andes Airport Services S.A.

The aforementioned transaction is framed within the commitments assumed by the Sellers and the Buyers under the purchase and sale contract of shares called *Shares Purchase Agreement* dated October 4, 2017, which was informed to the Superintendency of Securities and Insurance as a material fact of that same date.

The purchase price is the amount of \$ 24,300 million Chilean pesos, which may be adjusted according to variations in net debt and working capital at the date of closing.

Finally, we inform you that the operation reported in the present Material Fact will have a positive effect in the order of USD\$ 25 million in the results of the Company.

Sincerely,

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