



LATAM AIRLINES GROUP S.A. ANNOUNCES PRICING OF OFFERING OF SENIOR UNSECURED NOTES

Santiago, Chile, April 6, 2017 - LATAM Airlines Group S.A. and its consolidated affiliates ("the Company") (NYSE: LFL / IPSA: LAN), the leading airline group in Latin America, announced today that LATAM Finance Limited (the "Issuer"), an exempted company incorporated in the Cayman Islands with limited liability and a wholly owned subsidiary of LATAM Airlines Group S.A., has priced an offering (the "Offering") of \$700,000,000 aggregate principal amount of 6.875% senior unsecured notes (the "Notes"). The Notes will be unconditionally and irrevocably guaranteed by LATAM Airlines Group S.A. (the "Guarantor"). The Notes will mature on April 11, 2024, unless earlier redeemed in accordance with their terms. Interest on the Notes will be paid on April 11 and October 11 of each year, commencing on October 11, 2017.

Proceeds from the Notes sold in the Offering will be used for general corporate purposes. The Notes will be senior unsecured obligations of the Issuer and the Guarantor. The Offering is subject to customary closing conditions, and there can be no assurances that the Offering will be consummated.

The Notes have not been registered under the Securities Act of 1933, as amended (the "Securities Act"), or the securities laws of any other jurisdiction. As a result, they may not be offered or sold in the United States or to any U.S. persons except pursuant to an applicable exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. The Notes will be offered only to qualified institutional buyers pursuant to Rule 144A under the Securities Act and to non-U.S. persons outside the United States under Regulation S under the Securities Act.

This news release does not constitute an offer to sell, or a solicitation of an offer to buy, any securities. The Offering will be made only by means of the confidential offering memorandum.

Forward-Looking Statements

This notice includes and references "forward-looking statements" within the meaning of the U.S. federal securities laws. These statements may relate to, among other things, the Company's business strategy, goals and expectations concerning its market position, future operations, margins and profitability.

Although the Company believes the assumptions upon which these forward-looking statements are based are reasonable, any of these assumptions could prove to be inaccurate and the forward-looking statements based on these assumptions could be incorrect.

The matters discussed in these forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results and trends to differ materially from those made, projected, or implied in or by the forward-looking statements depending on a variety of uncertainties or other factors.

The Company undertakes no obligation to update any of its forward-looking statements.

About LATAM Airlines Group S.A.

LATAM Airlines Group S.A. is the new name given to LAN Airlines S.A. as a result of its combination with TAM S.A. LATAM Airlines Group S.A. includes affiliates in Argentina, Chile, Colombia, Ecuador and Peru, and LAN Cargo and its affiliates, as well as TAM S.A. and its consolidated affiliates TAM Linhas Aereas S.A., TAM Transportes Aéreos del Mercosur S.A., Fidelidade Viagens e Turismo Limited and Multiplus S.A. The Company is one of the largest airline groups in the world in terms of network connections, providing passenger transport services to about 135 destinations in 24 countries and cargo services to about 139 destinations in 29 countries, with a fleet of 332 aircraft as of December 31, 2016. In total, LATAM Airlines Group S.A. and its affiliates have approximately 46,000 employees and its shares are traded on the Chilean Stock Exchanges and the New York Stock Exchange, in the form of ADRs.

INVESTOR RELATIONS CONTACT INFORMATION

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