

## **LATAM Airlines Group reports preliminary monthly statistics for August 2014**

**Santiago, Chile, September 8, 2014**– LATAM Airlines Group S.A. and its subsidiaries, ("LATAM Airlines Group" or "the Company") (NYSE: LFL / IPSA: LAN / Bovespa: LATM33), the leading airline group in Latin America, today reported its preliminary monthly traffic statistics for August 2014 compared to August 2013.

System passenger traffic increased by 5.5% while capacity increased by 1.0%. As a result, the Company's load factor for the month increased 3.6 points to 84.5%. International passenger traffic accounted for approximately 52% of the month's total passenger traffic.

Domestic passenger traffic in LATAM Airlines Group's Spanish speaking operations (Chile, Argentina, Peru, Ecuador and Colombia) rose 9.2%, while capacity increased by 1.6%. As a consequence, the domestic passenger load factor increased 5.8 points to 82.8%.

Domestic passenger traffic in Brazil increased by 2.9%, while capacity increased by 0.4%. As a consequence, the domestic Brazil passenger load factor increased 2.0 points to 80.7%.

International passenger traffic increased by 6.0%, while capacity increased by 1.2%. Accordingly, the international passenger load factor for the month increased 4.0 points to 87.6%. International traffic includes international operations of both LAN and TAM on regional and long haul routes.

Cargo traffic for LATAM decreased 1.9% as capacity decreased 5.6%. As a consequence, the cargo load factor increased 2.2 points to 59.0%. The decrease in cargo capacity is a result of a reduced freighter operation in addition to decreased availability in the bellies of passenger aircraft. Cargo traffic decrease was driven by weaker imports into Latin America.

### **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 association with TAM S.A. LATAM Airlines Group S.A. now includes LAN Airlines and its affiliates in Peru, Argentina, Colombia and Ecuador, and LAN Cargo and its affiliates, as well as TAM S.A. and its subsidiaries TAM Linhas Aereas S.A., including its business units TAM Transportes Aereos del Mercosur S.A., (TAM Airlines (Paraguay)) and Multiplus S.A. This association creates one of the largest airline groups in the world in terms of network connections, providing passenger transport services to about 135 destinations in 23 countries and cargo services to about 134 destinations in 23 countries, with a fleet of 338 aircraft. In total, LATAM Airlines Group S.A. has around 53.000 employees and its shares are traded in Santiago, as well as on the New York Stock Exchange, in the form of ADRs, and Sao Paulo Stock Exchange, in the form of BDRs.

Each airline will continue to operate under their current brands and identities. For any inquiry of LAN or TAM, please visit [www.lan.com](http://www.lan.com) or [www.tam.com.br](http://www.tam.com.br), respectively. Further information at [www.latamairlinesgroup.net](http://www.latamairlinesgroup.net)

### **Notes**

- (1) Domestic SSC = Domestic passenger operations in Spanish speaking countries carried by LAN. Passenger statistics include domestic operations in Chile, Peru, Argentina, Ecuador and Colombia.
- (2) Domestic Brazil = Domestic passenger operations of TAM in Brazil.
- (3) International = International passenger operations of LAN and TAM.

---

### **INVESTOR RELATIONS CONTACT INFORMATION**

LATAM Airlines Group S.A.  
Investor Relations  
[investor.relations@lan.com](mailto:investor.relations@lan.com)  
Tel: (56-2) 565-8785  
[www.latamairlinesgroup.net](http://www.latamairlinesgroup.net)

	2014	August 2013	% Change	2014	2013	% Change
--	------	----------------	----------	------	------	----------

#### LATAM AIRLINES PASSENGER OPERATIONS

##### REVENUE PASSENGER KILOMETERS (millions)

SYSTEM	9.342	8.855	5,5%	71.619	70.671	1,3%
DOMESTIC SSC <sup>(1)</sup>	1.471	1.347	9,2%	11.057	10.454	5,8%
DOMESTIC BRAZIL <sup>(2)</sup>	3.000	2.914	2,9%	23.295	23.329	-0,1%
INTERNATIONAL <sup>(3)</sup>	4.871	4.594	6,0%	37.267	36.888	1,0%

##### AVAILABLE SEAT KILOMETERS (millions)

SYSTEM	11.052	10.944	1,0%	86.189	88.394	-2,5%
DOMESTIC SSC <sup>(1)</sup>	1.778	1.750	1,6%	13.797	13.426	2,8%
DOMESTIC BRAZIL <sup>(2)</sup>	3.717	3.701	0,4%	28.605	29.532	-3,1%
INTERNATIONAL <sup>(3)</sup>	5.558	5.493	1,2%	43.787	45.436	-3,6%

##### PASSENGER LOAD FACTOR

SYSTEM	84,5%	80,9%	3,6 pp	83,1%	80,0%	3,1 pp
DOMESTIC SSC <sup>(1)</sup>	82,8%	77,0%	5,8 pp	80,1%	77,9%	2,3 pp
DOMESTIC BRAZIL <sup>(2)</sup>	80,7%	78,7%	2,0 pp	81,4%	79,0%	2,4 pp
INTERNATIONAL <sup>(3)</sup>	87,6%	83,6%	4,0 pp	85,1%	81,2%	3,9 pp

##### PASSENGERS BOARDED (thousands)

SYSTEM	5.874	5.648	4,0%	44.452	43.995	1,0%
DOMESTIC SSC <sup>(1)</sup>	1.846	1.735	6,4%	13.472	12.984	3,8%
DOMESTIC BRAZIL <sup>(2)</sup>	2.849	2.781	2,5%	21.937	21.995	-0,3%
INTERNATIONAL <sup>(3)</sup>	1.179	1.132	4,2%	9.044	9.015	0,3%

#### LATAM AIRLINES CARGO OPERATIONS

##### REVENUE TON KILOMETERS (Cargo) (millions)

SYSTEM	344	350	-1,9%	2.812	2.915	-3,5%
--------	-----	-----	-------	-------	-------	-------

##### AVAILABLE TON KILOMETERS (Cargo) (millions)

SYSTEM	582	617	-5,6%	4.776	5.118	-6,7%
--------	-----	-----	-------	-------	-------	-------

##### CARGO LOAD FACTOR

SYSTEM	59,0%	56,8%	2,2 pp	58,9%	57,0%	1,9 pp
--------	-------	-------	--------	-------	-------	--------