

## LATAM Airlines Group reports preliminary monthly statistics for August 2016

**Santiago, Chile, September 08, 2016**– LATAM Airlines Group S.A. and its subsidiaries, ("LATAM Airlines Group" or "the Company") (NYSE: LFL / IPSA: LAN), the leading airline group in Latin America, today reported its preliminary monthly traffic statistics for August 2016 compared to August 2015.

System passenger traffic increased by 0.7% while capacity increased by 1.0%. As a result, the Company's load factor for the month decreased 0.3 points to 83.7%. International passenger traffic accounted for approximately 57% of the month's total passenger traffic.

The following table summarizes traffic figures for the month and year-to-date breakdown by LATAM's main business units.

	August			Yead to Date Ended August		
	2016	2015	% Change	2016	2015	% Change
LATAM AIRLINES PASSE	NGER OPERATI	ONS				
REVENUE PASSENGER KI	LOMETERS (mi	llions)				
SYSTEM	9,722	9,658	0.7%	75,598	73,696	2.6%
DOMESTIC SSC (1)	1,654	1,533	7.9%	12,596	11,614	8.5%
DOMESTIC BRAZIL (2)	2,504	2,915	-14.1%	20,899	23,470	-11.0%
INTERNATIONAL (3)	5,564	5,210	6.8%	42,103	38,612	9.0%
AVAILABLE SEAT KILOMI	ETERS (million	ıs)				
SYSTEM	11,611	11,496	1.0%	90,020	88,803	1.4%
DOMESTIC SSC (1)	2,091	1,892	10.5%	15,549	14,383	8.1%
DOMESTIC BRAZIL (2)	3,174	3,589	-11.5%	25,463	28,810	-11.6%
INTERNATIONAL (3)	6,345	6,015	5.5%	49,009	45,610	7.5%
PASSENGER LOAD FACTO	)R					
SYSTEM	83.7%	84.0%	-0.3 pp	84.0%	83.0%	1.0 pp
DOMESTIC SSC (1)	79.1%	81.0%	-2.0 pp	81.0%	80.8%	0.3 pp
DOMESTIC BRAZIL (2)	78.9%	81.2%	-2.3 pp	82.1%	81.5%	0.6 pp
INTERNATIONAL (3)	87.7%	86.6%	1.1 pp	85.9%	84.7%	1.3 pp
PASSENGERS BOARDED (	(thousands)					
SYSTEM	5,735	5,823	-1.5%	44,505	45,114	-1.3%
DOMESTIC SSC (1)	2,017	1,891	6.6%	14,974	14,021	6.8%
DOMESTIC BRAZIL (2)	2,392	2,696	-11.3%	19,505	21,767	-10.4%
INTERNATIONAL (3)	1,326	1,236	7.3%	10,027	9,326	7.5%
LATAM AIRLINES CARGO	OPERATIONS					
REVENUE TON KILOMETE	RS (Cargo) (n	nillions)				
SYSTEM	272	299	-9.3%	2,217	2,490	-11.0%
AVAILABLE TON KILOME	TERS (Cargo) (	(millions)				
SYSTEM	561	586	-4.2%	4,464	4,694	-4.9%
CARGO LOAD FACTOR						
SYSTEM	48.4%	51.1%	-2.7 pp	49.7%	53.1%	-3.4 pp

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## **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 LATAM Airlines Group (before LAN Airlines) and its affiliates in Peru, Argentina, Colombia and Ecuador, and LATAM Cargo and its affiliates, as well as TAM S.A. and its subsidiaries TAM Linhas Aereas S.A. (LATAM Airlines Brasil), including its business units TAM Transportes Aereos del Mercosur S.A., (LATAM 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 138 destinations in 25 countries and cargo services to about 140 destinations in 29 countries, with a fleet of 324 aircraft. In total, LATAM Airlines Group S.A. has approximately 48.000 employees and its shares are traded in Santiago, as well as on the New York Stock Exchange, in the form of ADRs.

LATAM is the new brand that has been adopted by the airline members of LATAM Airlines Group. The group has started to implement the LATAM and LATAM Airlines brand to its customer contact points and aircraft, and will continue implementing LATAM in its products and services as part of a gradual roll-out that will last approximately three years.

Each airline will continue to operate under their current brands and identities. For any inquiry of LAN or TAM, please visit <a href="https://www.latam.com">www.latam.com</a>. Further information at <a href="https://www.latamairlinesgroup.net">www.latamairlinesgroup.net</a>

## 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.