

LATAM Airlines Group reports preliminary monthly statistics for May 2017

Santiago, Chile, June 13, 2017– LATAM Airlines Group S.A. and its subsidiaries, ("LATAM Airlines Group" or "the Company") (NYSE: LTM / IPSA: LTM), the leading airline group in Latin America, today reported its preliminary monthly traffic statistics for May 2017 compared to May 2016.

System passenger traffic increased by 0.9% while capacity increased by 1.0%. As a result, the Company's load factor for the month decreased 0.1 points to 83.0%. International passenger traffic accounted for approximately 59% of the month's total passenger traffic.

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

	Мау			Year to Date Ended May		
	2017	2016	% Change	2017	2016	% Change
LATAM AIRLINES PASSEN	NGER OPERATI	ONS				
REVENUE PASSENGER KII	LOMETERS (mi	llions)				
SYSTEM	8,967	8,891	0.9%	47,098	46,710	0.8%
DOMESTIC SSC (1)	1,383	1,430	-3.3%	7,810	7,847	-0.5%
DOMESTIC BRAZIL (2)	2,264	2,363	-4.2%	11,963	13,067	-8.4%
INTERNATIONAL (3)	5,320	5,097	4.4%	27,324	25,796	5.9%
AVAILABLE SEAT KILOME	TERS (million	ıs)				
SYSTEM	10,804	10,697	1.0%	55,916	55,774	0.3%
DOMESTIC SSC (1)	1,765	1,806	-2.2%	9,627	9,573	0.6%
DOMESTIC BRAZIL (2)	2,898	2,907	-0.3%	14,771	15,901	-7.1%
INTERNATIONAL (3)	6,140	5,983	2.6%	31,518	30,301	4.0%
PASSENGER LOAD FACTO	R					
SYSTEM	83.0%	83.1%	-0.1 pp	84.2%	83.7%	0.5 pp
DOMESTIC SSC (1)	78.3%	79.2%	-0.9 pp	81.1%	82.0%	-0.8 pp
DOMESTIC BRAZIL (2)	78.1%	81.3%	-3.2 pp	81.0%	82.2%	-1.2 pr
INTERNATIONAL (3)	86.6%	85.2%	1.5 pp	86.7%	85.1%	1.6 pp
PASSENGERS BOARDED (thousands)					
SYSTEM	5,109	5,267	-3.0%	26,862	27,462	-2.2%
DOMESTIC SSC (1)	1,682	1,777	-5.3%	8,903	9,159	-2.8%
DOMESTIC BRAZIL (2)	2,166	2,301	-5.8%	11,330	12,150	-6.7%
INTERNATIONAL (3)	1,261	1,190	6.0%	6,628	6,153	7.7%
LATAM AIRLINES CARGO	OPERATIONS					
REVENUE TON KILOMETE	RS (Cargo) (n	nillions)				
SYSTEM	271	267	1.3%	1,350	1,419	-4.8%
AVAILABLE TON KILOMET	TERS (Cargo) (millions)				
SYSTEM	503	552	-8.8%	2,535	2,815	-10.0%
CARGO LOAD FACTOR						
SYSTEM	53.8%	48.5%	5.4 pp	53.3%	50.4%	2.9 pp

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About LATAM Airlines Group S.A.

LATAM Airlines Group is Latin America's leading airline group with one of the largest route networks in the world, offering air services to around 140 destinations in 25 countries, and is present in six domestic markets in Latin America: Argentina, Brazil, Chile, Colombia, Ecuador and Peru, in addition to its international operations in Latin America, Europe, the United States, the Caribbean, Oceania and Africa.

The Group employs over 43.000 people worldwide, operating more than 1,300 flights per day and transporting 67 million passengers per year.

LATAM Airlines Group has one of the youngest and most modern fleets in the world. Its 300 aircraft average an age of around seven years and feature the latest models including the Boeing 787, Airbus A350, A321 and A320neo.

LATAM Airlines Group (formerly LAN Airlines) comprises affiliates in Peru, Argentina, Colombia and Ecuador as well as LATAM CARGO and its affiliates; in addition to TAM S.A and its affiliates, TAM Linhas Aéreas S.A. (LATAM Airlines Brasil) and its business units TAM Transportes Aéreos Del Mercosur S.A. (LATAM Airlines Paraguay) and Multiplus S.A.

LATAM is the brand adopted by LATAM Airlines Group member airlines and is being rolled-out in its products and services, as part of a gradual integration plan.

LATAM Airlines Group is the only airlines group in Latin America and one of two worldwide to be part of the Dow Jones Sustainability 'World' Index. In 2016, it was recognized by the index for sustainable practices, based on economic, social and environmental criteria, for the third consecutive year.

LATAM Airlines Group shares are traded on the Santiago Stock Exchange and the New York Stock Exchange in the form of ADRs

For any commercial or brand related query, visit www.latam.com. Further financial information is available via 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.