



CMF Approval for Falabella's Capital Increase

- *The capital increase will be used to finance the digitalization and regional expansion of Falabella*
- *JP Morgan, Bank of America Merrill Lynch, Credicorp Capital and Larraín Vial were the investment Banks selected to lead the placement.*

Santiago, September 28, 2018. The *Comision para el Mercado Financiero (CMF)* approved Falabella's capital increase announced last August. The placement contemplates the issuance of 84.3 million new shares.

The capitalization aims to finance the acquisition and strengthening of Linio, one of the main marketplace operators in Latin America; accelerate investments in logistics and technology to create a digital ecosystem that supports the current development of Falabella; the establishment of Ikea in Chile, Peru and Colombia; and the consolidation of our operation in Sodimac Brazil.

Falabella selected JP Morgan and Bank of America Merrill Lynch as the global coordinators of the international private placement, that is not subject to registration in the U.S. Securities and Exchange Commission, while Credicorp Capital, Larrain Vial and JP Morgan Corredores de Bolsa will be responsible for the process in some countries in Latin America and for the placement in Chile.

During the first days of October the company will begin a road show process, in which it will meet with local and international funds.

The information contained in this publication is a limited description of the issuance and S.A.C.I. Falabella and does not purport to contain all information required to make an investment decision. More information is available at S.A.C.I. Falabella's headquarters, the placement agents' offices and the Chilean Financial Markets Commission. Investors should be fully informed about the financial information of the issuer and should carefully consider whether the securities are an appropriate investment. Any intermediary should provide investors with the information contained in the prospectus submitted for the purpose of registering the securities before the investor makes an investment.

This communication is for informational purposes only and does not constitute a solicitation or an offer of securities registered with the Chilean Financial Markets Commission and is not an offer of securities for sale in the United States. The Securities referenced in this press release may not be offered or sold in the United States absent registration or an exemption from registration under the U.S. Securities Act of 1933, as amended. Any public offering of securities in the United States will be made by means of a prospectus that may be obtained from S.A.C.I. Falabella and will



contain detailed information about the company and management, as well as financial statements. S.A.C.I. Falabella does not intend to register the securities in the United States.

S.A.C.I. Falabella is present in Chile, Peru, Colombia, Argentina, Brazil, Uruguay and Mexico, through six business units (department stores, home improvement, supermarkets, real estate, financial services and market place). At the end of June, the company operated 496 stores and 42 shopping centers in Latin America. The company is part of the Dow Jones Sustainability Index (DJSI World), which brings together the main companies that lead efforts in responsible growth internationally. It was also selected in the indices DJSI Emerging Markets, DJSI Chile and DJSI MILA. More information about Falabella Companies at investors.falabella.com