



Parque Arauco finalizes purchase of 50% participation in MegaPlaza malls from Wiese Group

Santiago, April 17, 2019 – With regard to the transaction announced on March 29, 2019, Parque Arauco S.A. (SSE: PARAUCO; Bloomberg: PARAUCO:CI) (“Parque Arauco”) confirms that all conditions have been met and finalizes the purchase of the Wiese Group’s 50 percent participation in Inmuebles Panamericana S.A., (“IPSA”), through the acquisition of Holding Plaza S.A.

The total price of the transaction is ThPEN\$ 576,508 (approximately US\$ 174 million): ThPEN\$ 396,642 (approximately US\$ 120 million) in equity and ThPEN\$ 179,866 (approximately US\$ 54 million) in financial liabilities that PASA assumed from Holding Plaza S.A. and has paid.

As part of the transaction, 15.46% of the shares in Holding Plaza S.A., which are owned by the Augusto N. Wiese Foundation, will be sold upon the authorization of the Foundations Supervisory Council.

Resulting from the purchase, Parque Arauco will have 100 percent ownership in IPSA, which controls all the MegaPlaza malls: MegaPlaza Norte, Chimbote, Cañete, Pisco, Jaén, Huaral, Villa El Salvador I, Villa El Salvador II, Villa Chorrillos, Chinchá and Barranca.

Prior to the conclusion of this transaction the former shareholders of IPSA (PASA Group and Wiese Group) agreed to create a new entity, Desarrollos Panamericana S.A.C., which will control the landbank currently shared by both parties. The land in Huaraz and San Juan de Lurigancho will continue to be developed by both parties, each with 50 percent ownership, while the remaining land will be held for sale.

Parque Arauco entered into Peru in 2006 with a strategic Joint Venture with the Wiese Group. Through this relationship, Parque Arauco and the Wiese Group created and developed eleven shopping malls throughout Peru.

Currently, Parque Arauco has 1,053,000 m² of total GLA in Chile, Peru, and Colombia. The company inaugurated its first shopping center in Chile in 1982, entered Peru in 2006 and Colombia in 2008. The company’s assets include 8 regional shopping centers, 1 neighborhood center, 4 premium outlet malls and 15 strip centers in Chile; 6 regional shopping centers, 9 neighborhood centers, 2 premium outlet malls and 3 strip centers in Peru; 3 regional shopping centers and 1 premium outlet mall in Colombia, as well as a land bank to contribute to the company’s future growth plans. For more details, visit the company’s website: www.parauco.com.

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