



**MATERIAL FACT
CENCOSUD S.A.
Securities Registration N° 743**

Santiago, March 2, 2020

**Mr.
Joaquín Cortez Huerta
President
Commission for the Financial Market
Present**

Ref.: Communication of Essential Fact

Of our consideration:

In accordance with the provisions of Articles 9 and 10, paragraph 2 of Law No. 18.045 of the Securities Market and its subsequent amendments, and in General Norm No. 30 of this Commission, duly authorized for this purpose, I inform you in the capacity of an essential fact of the company Cencosud S.A. (the "Company"), the following:

1. As of today, the rescue operation of all the bonds issued by the Company under the issuance contract (indenture) dated January 20, 2011, due in 2021 with an interest rate or coupon of 5.500% per annum ("**2021 Bonds**") and all the bonds issued under the issuance contract (indenture) dated December 6, 2012, due in 2023 with an interest rate or coupon of 4.875% per annum ("**2023 Bonds**"), which was reported through essential facts dated January 30 and 31 of this year (the "**Rescue Operation**"), has concluded.
2. The Rescue Operation was carried out under the "Make-Whole Redemption" modality at a rescue price of 103.34% for capital for the 2021 Bonds and 109.51% for capital for the 2023 Bonds, for a total amount of capital rescued from the 2021 Bonds and the 2023 Bonds of US\$876,428,000 (eight hundred seventy-six million four hundred twenty-eight thousand United States dollars). Simultaneously, Cencosud paid the accrued interest on these bonds from January 20, 2020 (last coupon payment date) to March 2, 2020 for a total amount of US\$5,172,187 (five million one hundred seventy-two thousand one hundred eighty-seven United States dollars). Therefore, the total amount paid for capital and accrued interest in the Rescue Operation amounted to the total sum of US\$881,600,187, and its effect on the Company's Cash Flow will be US\$949,117,420, which will be reflected in Cencosud's Balance Sheet as of March 31, 2020.
3. The Rescue Operation was financed with the Company's own resources.



4. The execution of the Rescue Operation will imply a decrease in its financial debt reflected in the accounts "Other Current Financial Liabilities" and "Other Non-Current Financial Liabilities" of the Company's consolidated financial statements, which will be reflected in the Company's financial statements as of March 31, 2020. In this regard, it is noted that, according to the Company's financial statements as of September 30, 2019, the last public financial statements available to date, the value of both accounts amounted to the total sum, approximate, of CLP 3,152,016 million.

Without further ado, we remain, yours sincerely,

A handwritten signature in black ink, appearing to read "Matías Videla Solá".

Matías Videla Solá
CEO
Cencosud S.A.

c.c.: Santiago Stock Exchange
Electronic Stock Exchange
Representative of the Bondholders.