



Santiago, January 7, 2020

**Mr. Joaquín Cortez Huerta**  
**President**  
**Financial Market Commission**  
**By messenger**

**MATERIAL FACT**

**Empresas CMPC S.A.**  
**Securities Registration No. 115**

Dear Mr. Cortez:

Please be advised of the following material information pursuant to article 9 and the second paragraph of Article 10 of the Securities Market Law:

1. As was reported promptly and appropriately, in 2017, the Company gave notice of the stoppage and repair of the recovery boiler of the Guaiba 2 pulp plant in the State of Rio Grande do Sul in Brazil that had been damaged at the start of that year. Then in October 2017, it was also disclosed that Mapfre Seguros Gerais S/A had denied coverage of this loss, upon which the Board gave instructions to take the legal actions to collect the indemnities under the existing policies. As a consequence, the Company filed a Request for Arbitration before an Arbitral Tribunal constituted under the rules of the Brazil-Canada Chamber of Commerce.
2. Today, the CMPC Board learned of the partial ruling against the insurer by the Arbitral Tribunal, which is hearing the arbitration claim filed by CMPC, whose award declared that such loss is effectively covered by the policy in effect at the time of the loss.

The Court of Arbitration has left the definition of the scope and assessment of the damages incurred in the loss to be indemnified to CMPC for discussion at a later date, so at this time, it is not possible to estimate the financial impacts of this ruling.

Sincerely yours,

**Francisco Ruiz-Tagle Edwards**  
Chief Executive Officer  
Empresas CMPC S.A.

cc: Santiago Stock Exchange  
Electronic Exchange of Chile  
Brokers Exchange