



PLAZA S.A. AND SUBSIDIARIES

Consolidated Financial Statements

Corresponding to the periods ended September 30, 2018 and 2017
(unaudited), and the fiscal year ended December 31, 2017



(Translation of consolidated financial statements originally issued in Spanish)

Interim Consolidated Financial Statements

PLAZA S.A. AND SUBSIDIARIES

Corresponding to the periods ended September 30, 2018 and 2017 (unaudited), and the fiscal year ended December 31, 2017



Content:

- Interim Consolidated Statements of Financial Position
- Interim Consolidated Statements of Comprehensive Income
- Interim Consolidated Statements of Cash Flows
- Interim Consolidated Statements of Changes in Shareholders' Equity
- Notes to Interim Consolidated Financial Statements

Plaza S.A.

Registration in the Securities Registry No. 1.028

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Interim Consolidated Statements of Financial Position

Corresponding to the periods ended September 30, 2018 (unaudited), and the fiscal year ended December 31, 2017
(In thousands of pesos)

ASSETS	Note	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Assets			
Current assets			
Cash and cash equivalents	5	33,046,376	28,040,367
Other financial assets, current		139,316	702,630
Other non-financial assets, current	6	38,753,873	35,502,842
Trade receivables and other accounts receivable, current	7	43,978,457	46,725,128
Accounts receivable from related entities, current	8.1	33,166,425	38,605,680
Tax assets, current	10	11,726,184	9,029,578
Total current assets in operation		160,810,631	158,606,225
Non-current assets classified as held for sale and discontinued operations		10,341,091	10,341,091
Total current assets		171,151,722	168,947,316
Non-current assets			
Other non-financial assets, non-current	11	46,422,143	32,404,944
Accounts receivable, non-current	7	2,848,210	3,392,767
Investments accounted for using the equity method	12	80,848,282	74,364,067
Intangible assets other than goodwill	13	3,923,865	3,949,345
Goodwill	13	357,778	357,778
Properties, plant and equipment	14	2,938,113	3,022,664
Investment Properties	15	2,957,457,668	2,924,815,970
Tax assets, non current	10	10,996,881	-
Deferred tax assets	9.2	12,828,039	10,842,550
Total non-current assets		3,118,620,979	3,053,150,085
Total assets		3,289,772,701	3,222,097,401
EQUITY AND LIABILITIES	Note	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Liabilities			
Current liabilities			
Other financial liabilities, current	17	91,883,539	90,226,550
Trade accounts payable and other accounts payable	19	23,120,768	59,007,167
Accounts payable to related entities, current	8.2	351,751	4,530,805
Other short-term provisions	29	429,345	437,339
Current tax liabilities	20	4,042,686	6,257,419
Employee benefit provisions, current	21	8,752,553	9,033,022
Other non-financial liabilities, current	18	5,564,976	6,858,933
Total current liabilities		134,145,618	176,351,235
Non-current liabilities			
Other financial liabilities, non-current	17	855,026,607	848,740,563
Accounts payable, non-current	19	1,103,254	1,037,926
Deferred tax liabilities	9.2	441,744,658	433,142,902
Employee benefit provisions, non-current	21	1,192,128	1,167,756
Other non-financial liabilities, non-current	22	19,405,395	18,037,224
Total non-current liabilities		1,318,472,042	1,302,126,371
Total Liabilities		1,452,617,660	1,478,477,606
Equity			
Share capital	24 b)	175,122,686	175,122,686
Accumulated profit (losses)		1,481,343,101	1,403,579,345
Share premiums		123,573,274	123,573,274
Other reserves	24 d)	(71,464,765)	(79,517,684)
Equity attributable to the owners of the controller		1,708,574,296	1,622,757,621
Non-controlling interests		128,580,745	120,862,174
Total Equity		1,837,155,041	1,743,619,795
Total Equity and Liabilities		3,289,772,701	3,222,097,401

The attached notes 1 to 34 are an integral part of these Interim Consolidated Financial Statements

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Interim Consolidated Statements of Comprehensive Income

Corresponding to the periods ended September 30, 2018 and 2017 (unaudited)

(In thousands of pesos)

Statement of Income	Note	For the 9 months ended September 30		For the 3 months ended September 30	
		2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Revenue	26	224,099,122	202,575,180	76,933,688	68,758,974
Cost of sales	27.2	(52,847,936)	(44,384,784)	(18,125,508)	(14,920,333)
Gross margin		171,251,186	158,190,396	58,808,180	53,838,641
Other revenue, by function	27.1	2,141,953	343,263	4,180	119,771
Administrative expenses	27.2	(24,074,508)	(25,208,601)	(8,863,246)	(9,636,161)
Other expenses, by function	27.5	(1,467,048)	(162,878)	(440,795)	(52,101)
Operating income		147,851,583	133,162,180	49,508,319	44,270,150
Financial income	27.3	1,366,379	1,109,803	381,915	276,737
Finance costs	27.4	(22,997,009)	(19,818,875)	(7,881,303)	(7,252,153)
Share in the income (losses) of associates and joint ventures accounted for using the equity method	12 b)	2,275,669	1,967,083	910,915	598,072
Foreign exchange differences	27.4	(4,892)	(45,961)	(55,729)	(1,622)
Gain (loss) from indexed assets (liabilities)	27.4	(15,710,291)	(7,065,693)	(5,578,070)	991,943
Income before taxes		112,781,439	109,308,537	37,286,047	38,883,127
Income tax expense	9.1	(16,656,539)	(25,979,985)	(9,128,872)	(10,453,101)
Income		96,124,900	83,328,552	28,157,175	28,430,026
Income (loss) attributable to					
Income (loss) attributable to equity holders of the parent		89,795,670	80,042,787	26,922,298	27,302,073
Income (loss) attributable to non-controlling interests		6,329,230	3,285,765	1,234,877	1,127,953
Earnings (loss)		96,124,900	83,328,552	28,157,175	28,430,026
Earnings per share					
Basic earnings per share					
Basic earnings (loss) per share from continuing operations		\$ 45.81	\$ 40.84	\$ 13.74	\$ 13.93
Basic earnings (loss) per share		\$ 45.81	\$ 40.84	\$ 13.74	\$ 13.93
Diluted earnings per share					
Diluted earnings (loss) per share from continuing operations		\$ 45.81	\$ 40.84	\$ 13.74	\$ 13.93
Diluted earnings (loss) per share		\$ 45.81	\$ 40.84	\$ 13.74	\$ 13.93

The attached notes 1 to 34 are an integral part of these Interim Consolidated Financial Statements

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Interim Consolidated Statements of Comprehensive Income

Corresponding to the periods ended September 30, 2018 and 2017 (unaudited)

(In thousands of pesos)

Comprehensive Income Statement	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Income	96,124,900	83,328,552	28,157,175	28,430,026
Components of other comprehensive income that will not be reclassified to income for the period, before tax				
Components of other comprehensive income that will be reclassified to income for the period, before tax				
Exchange conversion difference				
Income (losses) from exchange conversion differences, before taxes	8,730,234	(1,210,867)	650,520	(2,439,026)
Other comprehensive income, before taxes, from foreign exchange conversion	8,730,234	(1,210,867)	650,520	(2,439,026)
Cash flow hedges				
Income (losses) from cash flow hedges, before tax	(2,704,816)	(515,357)	(1,183,403)	(744,267)
Other comprehensive income, before tax, on cash flow hedges	(2,704,816)	(515,357)	(1,183,403)	(744,267)
Other components of other comprehensive income, which will be reclassified to income for the period, before taxes	6,025,418	(1,726,224)	(532,883)	(3,183,293)
Income taxes related to components of other comprehensive income				
Income tax related to cash flow hedges in other comprehensive income	727,451	134,162	319,519	191,964
Income taxes related to components of other comprehensive income	727,451	134,162	319,519	191,964
Other comprehensive Income	6,752,869	(1,592,062)	(213,364)	(2,991,329)
Total Comprehensive Income	102,877,769	81,736,490	27,943,811	25,438,697
Comprehensive income attributable to				
Comprehensive income attributable to equity holders of the parent	96,457,233	78,592,792	26,914,624	24,433,275
Comprehensive income attributable to non-controlling interests	6,420,536	3,143,698	1,029,187	1,005,422
Total Comprehensive Income	102,877,769	81,736,490	27,943,811	25,438,697

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(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Interim Consolidated Statements of Cash Flows

Corresponding to the periods ended September 30, 2018 and 2017 (unaudited)

(In thousands of pesos)

Direct Cash Flow Statement	For the 9 months ended September 30	
	2018 ThCh\$	2017 ThCh\$
Cash flows from (used in) operating activities		
Classes of collections from operating activities:		
Collections from the sale of goods and provision of services	284,195,368	253,225,547
Payment types:		
Payments to suppliers for the supply of goods and services	(58,544,619)	(40,398,944)
Payments to and on behalf of employees	(20,055,911)	(19,628,371)
Other payments for operating activities	(36,599,589)	(35,202,024)
Income taxes reimbursed (paid)	(23,260,806)	(21,018,460)
Other cash inflow s (outflow s)	1,196,860	1,693,308
Net Cash Flows from (used in) operating activities	146,931,303	138,671,056
Cash flows from (used in) investing activities		
Cash flow s used in the purchase of non controlling interest	(85,380)	(294,692)
Payments for purchases of intangible assets	(785,135)	(352,516)
Payments for purchases of property, plant and equipment	(142,306)	(235,225)
Payments for purchases of other long-term assets - Investment Properties	(63,576,742)	(106,614,550)
Loans granted to related parties	6,200,000	(600,000)
Interest received	561,699	381,673
Other cash inflow s (outflow s)	(878,613)	(12,014,640)
Net cash flows from (used in) investing activities	(58,706,477)	(119,729,950)
Net cash flows from (used in) financing activities		
Proceeds from loans	31,947,890	79,573,629
Total proceeds from loans	31,947,890	79,573,629
Loan payments	(29,925,401)	(20,901,660)
Payments of finance lease liabilities for financial leases	(570,987)	(494,291)
Payments of public bonds obligations	(19,168,299)	(18,796,982)
Dividends paid	(43,452,380)	(37,427,325)
Interest paid	(23,650,478)	(23,201,117)
Other cash inflow s (outflow s)	1,743,762	1,947,697
Net cash flows from (used in) financing activities	(83,075,893)	(19,300,049)
Net Increase (Decrease) in Cash and Cash Equivalents	5,148,933	(358,943)
Effects of variation in the exchange rate on cash and cash equivalents	(142,924)	471,784
Cash and Cash Equivalents, Statement of Cash Flow , Initial Balance	28,040,367	21,736,409
Cash and Cash Equivalents, Statement of Cash Flow , Final Balance	33,046,376	21,849,250

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(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Interim Consolidated Statements of Changes in Shareholders' Equity

Corresponding to the periods ended September 30, 2018 and 2017 (unaudited)

(In thousands of pesos)

As of September 30, 2018	Capital in shares	Issuance premium				Total Other Reserves	Retained earnings (losses)	Net equity attributable to owners of the parent	Non-controlling interests	Changes in Equity, Total
			Conversion Reserves	Cash flow hedge reserves	Other Reserves					
Equity previously reported	175,122,686	123,573,274	(13,380,772)	(2,599,920)	(63,536,992)	(79,517,684)	1,403,579,345	1,622,757,621	120,862,174	1,743,619,795
Changes in Equity										
Comprehensive Income										
Income (loss)	-	-	-	-	-	-	89,795,670	89,795,670	6,329,230	96,124,900
Other comprehensive income	-	-	8,196,265	(1,534,702)	-	6,661,563	-	6,661,563	91,306	6,752,869
Comprehensive Income	-	-	8,196,265	(1,534,702)	-	6,661,563	89,795,670	96,457,233	6,420,536	102,877,769
Dividends	-	-	-	-	-	-	(10,640,558)	(10,640,558)	(459)	(10,641,017)
Increase (decrease) from transfers and other exchanges	-	-	-	-	1,391,356	1,391,356	(1,391,356)	-	1,298,494	1,298,494
Total increase (decrease) in equity	-	-	8,196,265	(1,534,702)	1,391,356	8,052,919	77,763,756	85,816,675	7,718,571	93,535,246
Final Balance Current Fiscal Period	175,122,686	123,573,274	(5,184,507)	(4,134,622)	(62,145,636)	(71,464,765)	1,481,343,101	1,708,574,296	128,580,745	1,837,155,041

As of September 30, 2017	Capital in shares	Issuance premium				Total Other Reserves	Retained earnings (losses)	Net equity attributable to owners of the parent	Non-controlling interests	Changes in Equity, Total
			Conversion Reserves	Cash flow hedge reserves	Other Reserves					
Equity previously reported	175,122,686	123,573,274	(5,664,649)	(2,160,924)	(63,796,071)	(71,621,644)	1,338,767,742	1,565,842,058	116,054,011	1,681,896,069
Changes in Equity										
Comprehensive Income										
Income (loss)	-	-	-	-	-	-	80,042,787	80,042,787	3,285,765	83,328,552
Other comprehensive income	-	-	(1,156,195)	(293,800)	-	(1,449,995)	-	(1,449,995)	(142,067)	(1,592,062)
Comprehensive Income	-	-	(1,156,195)	(293,800)	-	(1,449,995)	80,042,787	78,592,792	3,143,698	81,736,490
Dividends	-	-	-	-	-	-	(9,122,712)	(9,122,712)	(1,910)	(9,124,622)
Increase (decrease) from transfers and other exchanges	-	-	-	-	216,310	216,310	(207,616)	8,694	2,061,769	2,070,463
Total increase (decrease) in equity	-	-	(1,156,195)	(293,800)	216,310	(1,233,685)	70,712,459	69,478,774	5,203,557	74,682,331
Final Balance Previous Fiscal Period	175,122,686	123,573,274	(6,820,844)	(2,454,724)	(63,579,761)	(72,855,329)	1,409,480,201	1,635,320,832	121,257,568	1,756,578,400

The attached notes 1 to 34 are an integral part of these Interim Consolidated Financial Statements

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

1. ACTIVITY AND FINANCIAL STATEMENTS OF THE GROUP

The Interim Consolidated Financial Statements of Plaza S.A. for the periods ended September 30, 2018, were authorized for issuance by the Board of Directors on November 13, 2018.

Plaza S.A. ("Plaza" or "the Company" or "the Group") was incorporated in Chile as a stock Corporation on April 16, 2008, and was registered in the Securities Registry of the Commission for the Financial Market on April 30, 2009 under No. 1,028 and is consequently subject to its regulations.

Plaza S.A. is the holding company that comprises all the companies that own the malls that operate under the Mallplaza brand in Chile and Colombia and the businesses that operate under the Autoplaza and Motorplaza brands, in Chile and Peru, respectively. Currently, the Company operates 22 malls with a total a leasable area of 1,650,000 m², (more than 3,950 locations), distributed among its subsidiaries in Chile with 1,368,000 m², and Colombia with 79,000 m², and with its participation in Peru through the associate Mallplaza Peru S.A. with 203,000 m², which also operates under the Mallplaza brand.

Plaza S.A. develops, builds, administers, manages, exploits, leases and sublets premises and spaces in shopping centers of the "mall" type.

The business model of Plaza S.A. is characterized by delivering a comprehensive offering of goods and services in world-class malls designed as modern, welcoming and attractive public spaces, making them important shopping and socialization centers for the inhabitants of their areas of influence.

The main commercial operators present in each country, leaders in their categories, participate in Mall Plaza shopping centers with sizes and formats that optimize their commercial management, generating a portfolio of highly diversified real estate income.

The company address and the main offices of the Company are located in the city of Santiago at Avenida Américo Vespucio No. 1737, 9th floor, commune of Huechuraba.

Plaza S.A. is controlled by S.A.C.I. Falabella (Falabella) through its subsidiary Desarrollos Inmobiliarios S.A., which directly owns 59.28% of the shares of the Company.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

1. ACTIVITY AND FINANCIAL STATEMENTS OF THE GROUP (continued)

The interim consolidated financial statements include the following subsidiaries:

Subsidiary	Unique Tax Identification Number	Country	Functional Currency	Ownership Interest					
				As of September 30, 2018			As of December 31, 2017		
				Direct %	Indirect %	Total %	Direct %	Indirect %	Total %
Plaza SpA	76.034.238-6	Chile	Chilean peso	100	-	100	100	-	100
Plaza Vespucio SpA	96.538.230-5	Chile	Chilean peso	-	100	100	-	100	100
Administradora Plaza Vespucio S.A.	79.990.670-8	Chile	Chilean peso	-	99.95676	99.95676	-	99.95676	99.95676
Plaza La Serena SpA	96.795.700-3	Chile	Chilean peso	-	100	100	-	100	100
Plaza Oeste SpA	96.653.650-0	Chile	Chilean peso	99.99999	0.00001	100	99.99999	0.00001	100
Plaza Antofagasta S.A.	99.555.550-6	Chile	Chilean peso	-	100	100	-	100	100
Desarrollos e Inversiones Internacionales SpA	76.883.720-1	Chile	Chilean peso	-	100	100	-	100	100
Salón Motorplaza Perú S.A.	0-E	Perú	Peruvian Nuevo Sol	-	100	100	-	100	100
Inversiones Plaza Ltda.	76.299.850-5	Chile	Chilean peso	-	-	-	-	100	100
Autoplaza SpA	76.044.159-7	Chile	Chilean peso	-	100	100	-	100	100
Inmobiliaria Mall Calama SpA	96.951.230-0	Chile	Chilean peso	-	100	100	-	100	100
Nuevos Desarrollos S.A.	76.882.330-8	Chile	Chilean peso	-	77.50	77.50	-	77.50	77.50
Plaza Valparaíso S.A.	76.677.940-9	Chile	Chilean peso	-	77.50	77.50	-	77.50	77.50
Desarrollos Urbanos SpA	99.564.380-4	Chile	Chilean peso	-	77.50	77.50	-	77.50	77.50
Plaza Cordillera SpA	76.882.090-2	Chile	Chilean peso	-	77.50	77.50	-	77.50	77.50
Plaza del Trébol SpA	96.653.660-8	Chile	Chilean peso	99.99999	0.00001	100	99.99999	0.00001	100
Plaza Tobalaba SpA	96.791.560-2	Chile	Chilean peso	-	100	100	-	100	100
Mall Plaza Colombia S.A.S.	0-E	Colombia	Colombian peso	-	100	100	-	100	100
Centro Comercial El Castillo Cartagena S.A.S.	0-E	Colombia	Colombian peso	-	-	-	-	100	100
Centro Comercial Manizales S.A.S.	0-E	Colombia	Colombian peso	-	-	-	-	80	80
Centro Comercial Barranquilla S.A.S.	0-E	Colombia	Colombian peso	-	-	-	-	65	65
Patrimonio Autónomo Mallplaza Cali	0-E	Colombia	Colombian peso	-	100	100	-	100	100
Patrimonio Autónomo Centro Comercial Cartagena	0-E	Colombia	Colombian peso	-	100	100	-	-	-
Patrimonio Autónomo Centro Comercial Manizales Dos	0-E	Colombia	Colombian peso	-	80	80	-	-	-
Patrimonio Autónomo Centro Comercial Barranquilla	0-E	Colombia	Colombian peso	-	65	65	-	-	-
Mall Plaza Servicios S.A.S.	0-E	Colombia	Colombian peso	-	100	100	-	100	100
Fondo de Capital Privado Mallplaza de Colombia	0-E	Colombia	Colombian peso	-	100	100	-	-	-
Inmobiliaria Mall Las Américas S.A.	96.824.450-7	Chile	Chilean peso	-	76.15417	76.15417	-	76.15417	76.15417

On August 23, 2018, Centro Comercial El Castillo Cartagena S.A.S. and Compartimento Uno del Fondo de Capital Privado Mallplaza (FCP) signed a Contract for the Transfer of 100% of the Fiduciary Rights of the Autonomous Equity of Centro Comercial Cartagena in favor of Compartimento Uno Fondo de Capital Privado Mallplaza. Once the transfer of fiduciary rights to FCP was made, the merger of Centro Comercial Castillo Cartagena S.A.S. and Mall Plaza Colombia S.A.S. was carried out and the latter became the owner of the shares in Compartimento Uno del FCP. This merger operation was carried out on August 31, 2018.

On August 15, 2018, Centro Comercial Manizales S.A.S., Compartimento Uno and Compartimento Faro Inmobiliario del Fondo de Capital Privado Mallplaza signed a Contract for the Transfer of 80% of Fiduciary Rights of the Autonomous Equity of Centro Comercial Manizales Dos in favor of Compartimento Uno Fondo de Capital Privado Mallplaza and the Transfer of 20%

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

1. ACTIVITY AND FINANCIAL STATEMENTS OF THE GROUP (continued)

in favor of Compartimiento Faro Inmobiliario del Fondo de Capital Privado Mallplaza. Once this operation was made, the total division of the company Centro Comercial Manizales S.A.S. was carried out on August 31, 2018, delivering the respective shares in the FCP Compartimiento Uno and Faro inmobiliario to the shareholders of Faro Inmobiliario and Mall Plaza Colombia.

On August 2, 2018, in the Extraordinary Shareholder Meetings of Desarrollos Urbanos S.A and Plaza Cordillera S.A, there was an agreement to transform public limited companies into joint-stock companies.

On July 30, 2018, Centro Comercial Barranquilla S.A.S., Compartimiento Uno and Compartimiento A.S. Construcciones S.A. del Fondo de Capital Privado Mallplaza signed a Contract of Transfer of 65% of Fiduciary Rights of the Autonomous Equity of Centro Comercial Barranquilla in favor of Compartimiento Uno Fondo de Capital Privado Mallplaza and the Transfer of 35% in favor of Compartimiento A.S. Construcciones del Capital Privado Mallplaza. Once this operation was made, the total division of the company Centro Comercial Barranquilla S.A.S was made on August 31, 2018, delivering the respective shares in FCP Mallplaza Compartimiento Uno and Compartimiento A.S. Construcciones to the shareholders of A.S. Construcciones S.A. and Mall Plaza Colombia S.A.S.

On July 23, 2018, Mall Plaza Colombia S.A.S. and Compartimiento Uno del Fondo de Capital Privado Mallplaza signed a Contract of Transfer of 100% of Fiduciary Rights of the Autonomous Equity of Mallplaza Cali in favor of Compartimiento Uno Fondo de Capital Privado Mallplaza.

On June 21, 2018, the Centro Comercial Cartagena Trust was constituted by public deed to manage the entire project.

On June 21, 2018, the commercial trust contract was constituted, creating the Centro Comercial Manizales Dos Trust to manage the entire project.

On May 15, 2018, according to the commercial trust contract, the Centro Comercial Barranquilla Trust was modified to manage the entire project.

The Mall Plaza Private Capital Fund has a non-objection letter issued by the Financial Superintendence of Colombia on March 9 and April 27, 2018, and all necessary proceedings were moved forward to begin operations as of May 10, 2018.

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1. ACTIVITY AND FINANCIAL STATEMENTS OF THE GROUP (continued)

On February 22, 2018, the Extraordinary Shareholders Meeting of Inmobiliaria Mall Calama S.A., agreed to transform the corporation into joint-stock companies.

On January 12, 2018, the Extraordinary Shareholders' Meeting of Autoplaza S.A., agreed to transform the corporation into joint-stock companies.

On September 29, 2017, according to mercantile trust contract, the Patrimonio Autónomo Mall Plaza Cali is modified, so that it can administer the entire project.

On September 27, 2017, the company Mall Plaza Servicios S.A.S. was incorporated in Colombia.

On September 26, 2017, the subsidiary Nuevos Desarrollos S.A., purchased 228 shares of the Sociedad Inmobiliaria Mall Las Américas S.A., reaching a 98.2634% stake.

On August 2, 2017, the Extraordinary Shareholders' Meetings of Plaza La Serena S.A., Plaza Oeste S.A., Plaza Tobalaba S.A., Plaza del Trébol S.A., Plaza Vespuccio S.A. and Desarrollos e Inversiones Internacionales S.A., agreed to transform these corporations into joint-stock companies.

As of September 30, 2018 and December 31, 2017, the Group has the following number of employees:

	As of September 2018	As of December 31 2017
Chile	546	502
Colombia	62	56
Total employees	608	558
Principal Executives	33	30

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES

2.1 Basis of preparation and presentation

These Interim Consolidated Financial Statements of Plaza S.A. and subsidiaries includes the Interim Consolidated Financial Statements, the Consolidated Statements of Comprehensive Income, the Interim Consolidated Statements of Changes in Shareholders' Equity and the Interim Consolidated Statements of Cash Flows prepared using the direct method for the periods ended September 30, 2018 and 2017 and the fiscal year ended December 31, 2017, and their corresponding notes, which have been prepared and presented in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), being interim financial statements, have been based in accordance with IAS 34, considering additional information requirements of the Commission for the Financial Market (CMF), which does not contradict IFRS standards.

These Interim Consolidated Financial Statements have been prepared based on the accounting records maintained by Plaza S.A. and its subsidiaries.

The preparation of the Interim Consolidated Financial Statements in accordance with IFRS and additional information requirements of the Commission for the Financial Market (CMF) require the use of certain critical accounting estimates and also requires the Administration to exercise its judgment in the application process of the accounting policies in the Company. Note 3 discloses the areas that imply a higher degree of judgment or complexity or the areas where the assumptions and estimates are significant for the Consolidated Financial Statements.

Some items of the Financial Statements from the previous year have been reclassified or modified for the purpose of ensuring their comparability with the present year reporting. The reclassifications are not significant.

For the convenience of the reader, these financial statements and their accompanying notes have been translated from Spanish into English.

2.2 Basis of consolidation

The Interim Consolidated Financial Statements comprise the Financial Statements of Plaza S.A. and its subsidiaries as of September 30, 2018 and 2017, and as of December 31, 2017.

Subsidiaries are all the Companies of which Plaza S.A. has control in accordance with IFRS 10. To comply with the definition of control in IFRS 10 "Consolidated Financial Statements," three criteria must be met: (a) an investor has power over the relevant activities of an investee, (b) the investor has an exposure, or rights, or variable returns from its involvement in the investee, and (c) the investor has the ability to use its power over the investee to affect the amount of the investor's returns.

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.2 Basis of consolidation (continued)

The subsidiaries are fully consolidated from the date of acquisition, which is the date on which the Group obtains control, and continue to be consolidated until the date on which said control ceases.

The Financial Statements of the subsidiaries are prepared for the same reporting period as the controlling company, and the accounting policies have been applied consistently. All inter-company balances, transactions, revenues and expenses, profits and losses resulting from intra-group transactions have been eliminated.

The non-controlling interest represents the portion of profits or losses and net assets that are not owned by the Group and are presented separately in the Statements of Comprehensive Income and within the equity in the Consolidated Statements of Financial Position, separate from the equity of the controlling company.

Acquisitions of controlling interests are accounted for using the acquisition method of the controlling entity, where the excess of the acquisition cost over the fair value of the Company's share of the identifiable net assets acquired is recognized as goodwill.

2.3 Functional currency

The Consolidated Financial Statements are presented in thousands of Chilean pesos ("ThCh\$"), unless otherwise indicated, which is the functional currency of the primary economic environment in which Plaza S.A. operates and it is the presentation currency of Group. Chilean pesos are rounded to the nearest thousand pesos.

Each entity of Group has determined its own functional currency in accordance with the requirements of IAS 21 "Effects of changes in Foreign Currency Exchange Rates" and the items included in the Financial Statements of each entity are measured, using that functional currency. The functional currency of each of the companies is described in Note 1.

2.4 Translation of foreign currency

Transactions in foreign currencies are initially recorded at the exchange rate of the functional currency at the date of the transaction. Monetary assets and liabilities denominated in foreign currency are translated at the observed exchange rate of the functional currency at the closing date of the Statement of Financial Position. All translation differences are recognized in profit or loss for the fiscal period.

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.4 Translation of foreign currency (continued)

Non-monetary items that are measured at historical cost in foreign currency are translated using the exchange rates at the transaction date, and the monetary items that are measured at fair value in foreign currency are translated using the exchange rates on the date of the consolidated financial statement.

Any goodwill arising from the acquisition of a foreign operation and any adjustment to fair value in the carrying values of assets and liabilities arising from acquisitions are treated as assets and liabilities of the foreign operation and are translated at the closing date.

For purposes of translating the financial information of foreign operations whose functional currency differs from the functional currency of the controlling company into presentation currency, the assets and liabilities are presented in Chilean pesos translated at the exchange rate observed at the closing date of the Statement of Financial Position, while the Statement of Income is translated using the average exchange rate of each month.

The exchange rate differences that arise from the translation to presentation currency are recorded to a separate component of equity. At the time of disposal of the foreign entity, the accumulated deferred amount recognized in equity in relation to that particular foreign operation is recognized in the Statement of Income.

The exchange rates of the foreign currencies and the *Unidad de Fomento* (UF, Chilean monetary unit indexed to the inflation index) with respect to the Chilean peso as of September 30, 2018, 2017 and December 31, 2017, are as follows:

	As of September 2018	As of December 31 2017	As of September 2018
U.S. Dollar (US \$)	660.42	614.75	637.93
Peruvian nuevo sol (PEN)	200.22	189.68	195.45
Colombian peso (COP)	0.22	0.21	0.22
Unidad de Fomento (UF)	27,357.45	26,798.14	26,656.79

2.5 Classification of current and non-current balances

In the Interim Consolidated Statement of Financial Position, the balances are classified according to their maturities; i.e., as current, those with expiration equal to or less than twelve months and as non-current, those with maturities greater than twelve months.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.5 Classification of current and non-current balances (continued)

If there are obligations whose maturity is less than twelve months, but whose long-term refinancing is insured at the discretion of the Company, through unconditionally available credit agreements with a long-term maturity, they may be classified as non-current liabilities.

2.6 Statement of Cash Flows

The Interim Statement of Cash Flows considers the cash movements made during the year. In these Statements of Cash Flow, the following concepts are used as described below:

Cash Flows: cash inflows and outflows or other equivalent means, understood as short-term investments of less than three months of high liquidity, and low risk of changes in their value.

Operating Activities: these are the activities that constitute the main source of ordinary revenue and expenses of the Plaza Group, as well as the activities that cannot be classified as investment or financing.

The movements of the operating activities are determined by the direct method.

Investing Activities: the acquisition, sale or disposal by other means of non-current assets and other investments not included in cash and cash equivalents.

Financing Activities: activities that produce changes in the size and composition of equity and borrowings.

The Company considers cash and cash equivalents as cash balances held in cash and in current bank accounts, time deposits and other financial transactions that are set to be settled in less than 3 months, plus accrued interest at the end of each period.

2.7 Financial assets

a) Recognition, measurement and derecognition of financial assets

IFRS 9 “Financial Instruments” replaces IAS 39 “Financial Instruments: Recognition and Measurement” for annual periods beginning on or after January 1, 2018, which brings together the three aspects of accounting for financial instruments: classification and measurement; impairment; and hedge accounting. Financial assets are classified in their initial recognition as financial assets at fair value through the results, loans and accounts receivable, investments held to maturity or investments available for sale. Where it is permitted and appropriate, this designation is re-evaluated at the close of each financial period. When financial instruments are initially recognized, they are measured at fair value and the costs or income directly attributable to the transaction are recognized in income.

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.7 Financial assets (continued)

a) Recognition, measurement and derecognition of financial assets (continued)

Subsequently, financial assets are measured at fair value, except for loans and accounts receivable and investments classified as held-to-maturity, which are measured at the amortized cost using the effective rate method.

The adjustment of assets recorded at fair value is charged to income, except for investments available for sale whose market adjustment is recognized in a separate component of equity, net of deferred taxes applied to it.

Financial assets are derecognised when the rights to receive cash flows derived from them have expired or have been transferred, and the Group has substantially transferred all the risks and benefits derived from their ownership.

b) Impairment of financial assets

IFRS 9 requires the Group to record the expected credit losses of all its debt securities, loans and trade receivables, either on a 12-month or lifetime basis. Group applied the simplified model and recorded the expected losses in the lives of all trade debtors.

The Group has established a provision matrix that is based on the historical experience of the Group's credit losses, adjusted by specific prospective factors for the debtors and the economic environment.

The adoption of the requirements for impairment of expected credit losses of IFRS 9 resulted in increases in the impairment provisions of the financial assets of Group's debt, which are disclosed in Note 7.

The Company evaluates whether there is objective evidence of impairment for financial assets that are individually significant or collectively significant for financial assets that are not individually significant. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be objectively related to an event that occurs after recognition of the impairment, the previously recognized impairment loss is reversed. Any subsequent reversal of an impairment loss is recognized in the profit or loss, to the extent that the carrying value of the asset does not exceed its amortized cost on the reversal date.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.8 Financial liabilities

Recognition, measurement and derecognition of financial liabilities

All public bond and financial institution obligations are initially recognized at fair value, net of the costs incurred in the transaction. After the initial recognition, the obligations and loans that accrue interest are subsequently measured at amortized cost, recognizing in income any greater or lesser value in the placement on the amount of the respective debt through the effective interest rate method, unless designated as a fair value hedge.

Public bond obligations are presented at their nominal value plus interest, calculated in accordance with the effective interest rate method and the accrued readjustments.

Financial liabilities are classified as current liabilities unless the Controlling Company and its subsidiaries have an unconditional right to defer their settlement for at least 12 months after the date of the Consolidated Statement of Financial Position.

Financial liabilities are derecognized when the obligations specified in the contracts are canceled, expired or are forgiven.

2.9 Derivative contracts

Derivative instruments are recorded at the fair value on the date that the contract was executed and are subsequently revalued at the fair value at the closing date of the Financial Statements. The changes that are generated in the fair value are recorded to profit or loss, unless they qualify as hedging derivatives.

If the derivative instruments qualify as hedging derivatives, they are initially recognized at the contract value and subsequently revalued at their fair value at the closing date of the Financial Statements. Profits or losses resulting from the measurement of fair value are recognized within other comprehensive income for the effective portion, such as profits or losses for cash flow hedges of financial instruments. Once the derivative contract has been settled, the balances accumulated in other comprehensive income are reclassified to the statement of income.

The instruments currently utilized correspond to cross currency swaps. The Company uses valuation models that are applied to determine the market value of the derivatives. The valuation methodology used includes price models using present value calculations. These models require financial market data for their calculation and are obtained through public and private access information platforms. The information required for the calculation mainly includes spot and forward exchange rates and interest rate curves.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.10 Assets held for sale and discontinued operations

Non-current assets whose carrying value will be recovered through a sale transaction and not through their continuous use are classified as held for sale and discontinued operations. This condition is considered fulfilled only when the sale is highly probable and the asset is available for immediate sale in its current state.

The Company has made active arrangements for the sale of said assets and estimates that the sale will materialize within a period of less than one year.

These assets are valued at the lower of their carrying amount and fair value less costs to sell.

2.11 Property, plant and equipment

Property, plant and equipment are recorded at cost and are presented net of accumulated depreciation and accumulated impairment, except for land, which is not subject to depreciation.

The cost includes the purchase price and all costs directly related to placing the asset at the location and in the conditions necessary for it to operate as intended by Management, in addition to the initial estimate of the costs of dismantling, removal or partial or total removal of the asset, as well as the rehabilitation of the place where it is located, which constitute an obligation for the Company. For construction works, the cost includes directly related personnel expenses and others of an operational nature attributable to the construction, as well as financial expenses related to external financing accrued during the construction year. The interest rate used to capitalize financial expenses is that corresponding to the specific financing or, as the case may be, the average financing rate of the Company.

The costs of expansion, modernization or improvement that represent an increase in productivity, capacity or efficiency, and therefore an extension of the useful life of the assets, are capitalized as additional cost of the corresponding assets. Periodic maintenance, conservation and repair expenditures are recognized as an expense during the year in which they are incurred. An element of property, plant and equipment is derecognized at the time of its disposal or when future economic benefits of its use or disposal are not expected. Any gain or loss arising from the disposal of the asset (calculated as the difference between the net disposal value and the carrying value of the asset) is included in the Statement of Income in the fiscal year the asset is derecognized.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.11 Property, plant and equipment (continued)

Depreciation begins when the goods are available for use, that is, when they are in the location and under the conditions necessary to be able to operate in the manner intended by Management. Depreciation is calculated on a straight-line basis over the economic useful life of the assets, up to the amount of their residual value. The economic useful lives estimated by category are the following:

Category	Range (years)
Buildings	80
Facilities	5 a 25
Plant, equipment and accessories	3 a 8
Motor vehicles	7

2.12 Investment properties

In accordance with the provisions of IFRS 1, Plaza S.A. elected to value the investment properties at their fair value and use that value as the cost attributed to the re-convergence date as of January 1, 2015. The cost model has been applied since the conversion to IFRS.

Investment properties are immovable property held by the Group to obtain economic benefits derived from their lease, or to obtain capital appreciation for the fact of maintaining them, and are presented net of accumulated depreciation and accumulated impairment of value, except for land, which is not subject to depreciation. Investment property in the construction stage is recorded at cost that includes both disbursements directly attributable to the acquisition or construction of the asset, as well as financing interests directly related to certain qualified assets.

The carrying amount of the investment property is derecognized when the accounts have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected due to their disposition. Any profit or loss when withdrawing or disposing of an investment property is recognized in the Statement of Income in the fiscal year in which it is withdrawn or disposed of.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.12 Investment properties (continued)

The economic useful lives estimated for the main elements of the investment property are the following:

Category	Range (years)
Buildings (*)	80
Exteriors	8 a 30
Terminations	30
Facilities	5 a 25
Machinery and equipment	5 a 25
Furniture	8

* The Building of the Company Plaza Antofagasta S.A. is depreciated in 30 years according to the concession contract.

2.13 Intangible assets and goodwill

Intangible assets acquired separately are measured at cost on initial recognition. The cost of intangible assets acquired in a business combination is their fair value at the acquisition date.

After initial recognition, intangible assets are recorded at cost, less any accumulated amortization and any accumulated impairment loss. Intangible assets generated internally are capitalized as long as they meet the conditions of an identifiable asset, control over the resource in question, existence of future economic benefits, and are carried out during the development phase in accordance with the provisions of IAS 38 "Intangible Assets." If the aforementioned conditions are not met, the expense is reflected in the comprehensive income statement in the fiscal year the expense is incurred.

The useful lives of intangible assets are evaluated as finite or indefinite.

Intangible assets with finite useful lives are amortized on a straight-line basis over the economic useful life and their value is evaluated each time there is an indication that the intangible asset may be impaired. The exercise of amortization and the method of amortization of an intangible asset with a finite useful life is reviewed, at least, at the close of each financial year. Expected changes in useful life or future economic benefits included in the asset are treated as changes in accounting estimates. The amortization expense of intangible assets with finite lives is recognized in the Statement of Income as administrative expenses.

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.13 Intangible assets and goodwill (continued)

Intangible assets with indefinite useful lives are not amortized, but an annual impairment test is carried out individually or by cash-generating unit. The useful life of an intangible asset with an indefinite life is reviewed annually to determine if the indefinite life evaluation continues to be sustainable. If not, the change in the evaluation of useful life from indefinite to definite is made on a prospective basis.

Profits or losses when derecognizing an intangible asset are measured as the difference between the net disposal proceeds and the carrying value of the asset, and are recognized in the Statement of Income in the fiscal year in which the item is derecognized.

The intangibles identified by Plaza S.A. and its subsidiaries correspond to goodwill, commercial brands, IT projects and other, and licenses of acquired software.

a) Goodwill

At the date of the transition to IFRS, the Company took the option not to reissue the business combinations prior to that date, in line with the provisions of IFRS 1.

After adoption, goodwill represents the excess of the cost of an investment in a subsidiary or an associate over the Company's share of the fair value of the identifiable net assets on the acquisition date.

After initial recognition, goodwill is measured at cost less any accumulated impairment loss if appropriate.

Goodwill related to acquisitions of subsidiaries is subject to annual impairment tests. For purposes of impairment testing, goodwill is allocated to the cash-generating units (or groups of cash-generating units, or "CGUs") that are expected to benefit from the synergies of a business combination.

The Company has carried out the annual impairment test required by accounting regulations, and has not identified any impairment.

b) Trademarks

Currently, given that trademarks do not have an expiration date and can be, and are intended to be used indefinitely, the Company has determined to assign trademarks acquired in business combinations an indefinite useful life. If appropriate, the change in the evaluation of useful life from indefinite to definite is made on a prospective basis.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.13 Intangible assets and goodwill (continued)

b) Trademarks (continued)

Brands are presented at their historical cost, less any impairment loss. These assets are subject to impairment tests annually or when there are factors that indicate a possible loss of value.

c) IT projects and others

The implementation of computer and other projects are capitalized at the value of the costs incurred in their execution which are amortized during the period in it is estimated that they will produce future economic benefits (5 years).

d) IT programs

Computer program licenses acquired are capitalized at the value of the costs incurred in acquiring them and preparing them to use the specific programs. These costs are amortized over their estimated useful lives (3 to 5 years). Software maintenance costs are recognized as an expense in the period in which they are incurred.

The following is a summary of the policies applied to the Group's intangible assets:

Category	Goodwill	Trademarks	IT Projects and others	IT Programs
Useful Life	Indefinite	Indefinite	5 years	3 to 5 years
Amortization Method	-	-	Linear	Linear
Internally Generated or Acquired	Acquired	Acquired	Acquired	Acquired

2.14 Impairment of assets

Throughout the year, and principally at the end of each reporting period, it is evaluated if there is any indication that an asset could have suffered an impairment loss. If there is any indication, an estimate of the recoverable amount of said asset is made to determine, if applicable, the amount of the impairment. In the case of identifiable assets that do not generate cash flows independently, the recoverability of the cash-generating unit to which the asset belongs is estimated, understanding as such, the smallest identifiable assets group that generates independent cash inflows. In the case of cash-generating units to which purchased goodwill or intangible assets with an indefinite useful life have been assigned, the analysis of their recoverability is carried out systematically at the end of each fiscal period.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.14 Impairment of assets (continued)

The recoverable amount is the greater of the fair value less the costs necessary for its sale and the value in use, understood as the present value of the estimated future cash flows. For the calculation of the recovery value of the investment property and the intangible asset, the value in use is the criterion used by the Group in practically all cases.

In the case of the investment, the impairment is determined for the goodwill by evaluating the recoverable amount of the cash-generating unit (or group of cash-generating units) to which the investment relates. Where the recoverable amount of the cash-generating unit (or group of cash-generating units) is less than the carrying value of the cash-generating unit (or group of cash-generating units) to which goodwill has been assigned, an impairment loss is recognized. An impairment loss is first allocated to goodwill to reduce its carrying value and then to the other assets of the cash-generating unit.

Impairment losses related to goodwill cannot be reversed in future periods. The Group performed its annual impairment test as of December 31, 2017.

During the period, there have been no significant decreases in the market value or physical damage to the Group's assets.

2.15 Investments in associates

The Group's investment in its associate companies is accounted for using the equity method. An associate is an entity in which Plaza S.A. has a significant influence.

The equity method consists of recording the participation in the Statement of Financial Position for the proportion of its equity that the participation of Plaza S.A. represents in its capital, once the effect of the transactions carried out with the Group are adjusted, as the case may be, plus goodwill generated in the acquisition of the Company.

After applying the equity method, the Group determines whether it is necessary to recognize a loss of additional impairment in the investment in the Group's associate. The Group determines in each accounting year whether there is any objective evidence that the investment in the associate has deteriorated. If this is the case, the Group calculates the impairment amounts as the difference between the recoverable amount of the associate and the carrying value, and recognizes the amount in the comprehensive income statement.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.16 Business combinations and goodwill

At the date of transition to IFRS, the Company took the option not to re-issue the business combinations prior to that date, in line with the provisions of IFRS 1. After adoption, goodwill represents the excess of the sum of the value of the consideration transferred for the acquisition of an investment in a subsidiary or an associate, on the fair value of the net identifiable assets on the date of acquisition.

Business combinations are accounted for using the accounting method of acquisitions. The cost of an acquisition is measured as the fair value of the assets, equity instruments issued and liabilities incurred or assumed on the date of exchange. The assets and liabilities acquired and contingent liabilities assumed in a business combination are initially measured at fair value on the acquisition date, regardless of the scope of any non-controlling interest.

Goodwill is initially measured at cost, this being the excess of the cost of the business combination over the Group's share in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquisition. If the acquisition cost is less than the fair value of the net assets of the acquired subsidiaries, the difference is recognized directly in the Statement of Income. After initial recognition, goodwill is measured at cost less any accumulated impairment loss.

Where goodwill is part of a cash-generating unit (group of cash-generating units) and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying value of the transaction to determine the profits or losses due to the disposition of the operation. The surplus value transferred in this circumstance is measured based on the relative values of the transferred transaction and the retained portion of the cash-generating unit.

2.17 Deferred income

The income received at the beginning of an operating lease contract is deferred within the term of the respective contract, in accordance with the provisions of IAS 17 "Leases."

2.18 Leases

Financial leases, which substantially transfer all the risks and benefits inherent to the ownership of the leased item to the Company, are capitalized at the beginning of the contract at the fair value of the asset or, if lower, at the present value of the minimum lease payments. Financial lease assets are depreciated over the estimated economic useful life of the asset or the term of the contract if it is less, if there is no reasonable certainty that the Company will obtain the property at the end of the lease term and presented in the investment properties item of the Statement of Financial Position.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.18 Leases (continued)

Operating leases are those in which the lessor substantially retains all the risks and benefits inherent to the ownership of the leased asset. Operating lease payments are recognized as expenses in the Statement of Income during the term of the agreement, linearly, according to the duration of the lease agreements for the portion corresponding to the fixed income. Income of a contingent nature is recognized as an expense for the year in which its payment is probable.

2.19 Recognition of revenue and expenses

Ordinary income is recognized for an amount that reflects the consideration received or to receive that the entity has the right to transfer services to a customer. The entity has analyzed and taken into consideration all relevant facts and circumstances when applying each step of the model established by IFRS 15 to contracts with its customers (identification of the contract, identifying performance obligations, determining the price of the transaction, assigning the price, recognize the income)

Revenue and expenses are charged based on the accrual criterion, except for the minimum revenue arising from the lease of investment property, which is recognized linearly during the term of the lease contract, in accordance with IAS 17 "Leases."

Operating revenues correspond mainly to the leasing and administration of the malls and they are recognized whenever the benefits cause an increase in the net equity that is not related to the contributions of the owners of that equity and these benefits can be valued with reliability. Revenues are valued at the fair value of the consideration received, or receivable, deriving from them. Only revenues derived from the rendering of services are recognized when they can be reliably estimated based on the degree of completion of the provision of the service at the date of the Statement of Financial Position.

The expenses associated with the operation of the "malls" are billed and recovered from the lessees, mainly as a concept of other obligations arising from the contract (or "common expenses"), a lower percentage of which is assumed as a cost by the Company. Since this concept does not generate margin for the Company, only the unrecovered part of the expenses is recorded as operating cost. The recovered part will not be recorded as revenue, operating costs or administrative expenses.

2.20 Financial income

Financial income is recognized to the extent that the interest is accrued (using the effective interest rate method). Interest income is included in financial income in the Statement of Income.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.21 Provision for bad debts

IFRS 9 requires the Plaza Group to record expected credit losses for trade receivables, either on a 12-month or lifetime basis. The Group applied the simplified model and recorded the expected losses over the lives of all trade receivables.

The adoption of the requirements for impairment of expected credit losses of IFRS 9 resulted in increases in the impairment provisions of the financial assets of Group's debt amounted to ThCh\$ 69,644, which are disclosed in Note 7b).

The accounts receivable, corresponding to trade and documents receivable, are presented net of provisions for bad debts, which were determined based on the balances of trade receivables and documents receivable at the close of each period, whose collection is estimated unlikely.

Management estimates that these provisions are sufficient and that the net balances are recoverable.

The Company's policy is to provide a provision for those balances of doubtful recoverability determined on the basis of the age of the accounts receivable and an individual analysis of the delinquent debtors, which also include financial records, protests, historical payment behavior and guarantees received.

Once all the extrajudicial instances have been exhausted, or the termination of the trial has been declared, the account receivable is written off against the provision for uncollectible debtors constituted.

2.22 Provisions

The obligations existing at the date of the Financial Statements, arising as a result of past events which may result in probable losses for the Group, and whose amount or time of cancellation are uncertain, are recorded in the Statement of Financial Position as provisions for the present value of the most probable amount that is estimated that will have to be disbursed to cancel the obligation.

Provisions are quantified on the consequences of the event, taking into consideration the best information available at the date of the issuance of the Financial Statements, and are re-estimated at each subsequent accounting close.

2.23 Income tax

Tax assets and liabilities are measured at the amount that is expected to be recovered or paid to the tax authorities of each country. The tax rates and tax laws used to compute the amount are those promulgated as of the date of the Statement of Financial Position.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.23 Income tax (continued)

Deferred tax is presented using the liability method over temporary differences at the date of the Statement of Financial Position between the tax base of assets and liabilities and their carrying values for financial reporting purposes. Deferred tax assets are recognized for all deductible temporary differences, including tax losses, to the extent that it is probable that there will be taxable profits against which deductible temporary differences and carry forward of unused tax credits and unused tax losses may be recovered. Deferred tax related to items recognized directly in equity is recognized in equity and not in the statement of income.

The carrying value of deferred tax assets is reviewed at the date of the Statement of Financial Position and reduced to the extent that it is no longer probable that there will be sufficient taxable profits available to allow all or part of the deferred tax asset to be used.

2.24 Reclassification

The Company has made certain reclassifications in the Financial Statements previously reported as of September 30, 2017, which have been made only for presentation purposes.

Reclassifications in the Direct Cash Flow Statement	Balance as of	Balance reported as	Reclassification
	September 30, 2017	of September 30, 2017	
	ThCh\$	ThCh\$	ThCh\$
Loans granted to related parties	(600,000)	-	(600,000)
Net Cash Flows from (used in) Investing Activities	(600,000)	-	(600,000)
Loans granted to related parties	-	(600,000)	(600,000)
Net Cash Flows from (used in) Funding Activities	-	(600,000)	(600,000)

2.25 Dividends

Article No. 79 of the Chilean Corporations Law establishes that, unless the bylaws determine otherwise, corporations must distribute annually to their shareholders as a dividend in cash, pro rata of their shares or in the proportion they establish in the bylaws if there are preferred shares, at least 30% of the net profits of each year, except when appropriate to absorb accumulated losses from previous years. At the end of each year, the Company records a liability for 30% of the net distributable profits according to what is mentioned in note 24 e), which is recorded against the Retained Earnings (Losses) account in the Statement of Changes in Shareholders' Equity.

Interim and final dividends are recorded as a reduction to equity at the time of approval by the competent body, which, for interim dividends, is normally the Board of Directors of the Company, while, for final dividends, is the General Shareholders' Meeting.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.26 Financial information by operating segments

Segment information is reported in accordance with the provisions of IFRS 8 "Operating Segments," in a manner consistent with the internal reports that are regularly reviewed by the Group's Management and have been determined according to the main business activities that the Group develops and which are regularly reviewed by senior management, in order to measure performance, evaluate risks and allocate resources, and for which available information exists. In the process of determining reportable segments, certain segments have been grouped because they have similar economic characteristics.

The Company operates in the property segment through the leasing of premises and spaces of its malls, which corresponds to a single segment. There are no other significant segments to report, consistent with the definitions of the regulations.

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee)

As of the date of issuance of these Interim Consolidated Financial Statements, new standards, amendments, improvements and interpretations have been published to the existing standards, which have not entered into force, these are detailed below:

New Standards		Mandatory application date
IFRS 16	Leases	Jan 1, 2019
IFRIC 23	Uncertainty over income tax treatments	Jan 1, 2019
Conceptual Framework	Conceptual Framework (revised)	Jan 1, 2020
IFRS 17	Insurance Contracts	Jan 1, 2021

IFRS 16 "Leases"

In January 2016, the IASB issued IFRS 16 "Leases." IFRS 16 establishes the definition of a lease contract and specifies the accounting treatment of assets and liabilities arising from these contracts from the point of view of the lessor and lessee. The new Standard does not differ significantly from the one that precedes it, IAS 17 "Leases" with respect to the accounting treatment from the lessor's point of view. However, from the lessee's point of view, the new Standard requires the recognition of assets and liabilities for most lease contracts. IFRS 16 will be mandatory for annual periods beginning on or after January 1, 2019. Early application is permitted if it is adopted in conjunction with IFRS 15 "Revenue from Contracts with Clients."

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee) (continued)

IFRIC 23 "Treatment of uncertain tax positions"

In June 2017, the IASB issued Interpretation IFRIC 23, which clarifies the application of the recognition and measurement criteria required by IAS 12 Income Taxes when there is uncertainty about tax treatments. This interpretation is effective annual periods beginning on or after January 1, 2019.

Conceptual Framework (revised)

The IASB issued the Conceptual Framework (revised) in March 2018. This incorporates some new concepts, provides updated definitions and recognition criteria for assets and liabilities and clarifies some important concepts.

Changes to the conceptual framework may affect the application of IFRS when no standard applies to a particular transaction or event. The revised Conceptual Framework is effective for periods beginning on or after January 1, 2020.

IFRS 17 "Insurance contracts"

In May 2017, the IASB issued IFRS 17 Insurance Contracts, a new standard for comprehensive accounting for insurance contracts that covers recognition, measurement, presentation and disclosure. Once in effect, it will replace IFRS 4 Insurance Contracts issued in 2005. The new standard applies to all types of insurance contracts, regardless of the type of entity that issues them.

IFRS 17 is effective for reporting periods that begin on or after January 1, 2021, with required comparative figures, early application is permitted, provided that the entity also applies IFRS 9 and IFRS 15.

The Company is still in the process of evaluating the standards described above and estimates that they will not have a significant impact on the Interim Consolidated Financial Statements for the fiscal year in their first application and that they could only involve changes in the exposure of certain revenue items. The Company has not applied any of these rules in advance.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee) (continued)

Improvements and amendments		Mandatory application date
IFRS 3	Business combinations - interests previously held in a joint operation	Jan 1, 2019
IFRS 9	Financial instruments - payments with negative compensation	Jan 1, 2019
IFRS 11	Joint agreements - interests previously held in a joint operation	Jan 1, 2019
IAS 12	Income taxes - tax consequences of payments related to financial instruments classified as equity	Jan 1, 2019
IAS 23	Borrowing costs - loan costs eligible to be capitalized	Jan 1, 2019
IAS 28	Investments in associates - long-term investments in associates or joint ventures	Jan 1, 2019
IAS 19	Employee benefits - Modification, reduction or liquidation of the plan	Jan 1, 2019
IFRS 10 and IAS 28	Consolidated Financial Statements - sale or contribution of assets between an investor and its associate or joint venture	To be determined

IFRS 3 "Business combinations"

The amendments clarify that, when an entity obtains control of an entity that is a joint operation, it applies the requirements for a business combination in stages, including previously held interests on the assets and liabilities of a joint operation presented at fair value. Amendments must be applied to business combinations made after January 1, 2019. Early application is permitted.

IFRS 9 "Financial instruments - Payments with negative compensation"

A debt instrument can be measured at an amortized cost, a cost or fair value through other comprehensive income, provided that the contractual cash flows are only payments of principal and interest on the outstanding principal and the instrument is carried out within the business model for that classification. The amendments to IFRS 9 are intended to clarify that a financial asset meets the criteria, only principal payments plus interest, regardless of the event or circumstance that causes the early termination of the contract, or which party pays or receives reasonable compensation for early termination of the contract.

The amendments to IFRS 9 should be applied when the prepayment approaches the unpaid amounts of principal and interest in such a way that it reflects the change in the reference interest rate.

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee) (continued)

IFRS 9 "Financial instruments - Payments with negative compensation" (continued)

This implies that prepayments at fair value or for an amount that includes the fair value of the cost of an associated hedging instrument will normally satisfy the criterion, only principal payments plus interest, only if other elements of the change in fair value, such as the effects of credit risk or liquidity, are not representative. The application will begin on January 1, 2019 and will be done retrospectively with early adoption permitted.

IFRS 11 "Joint Agreements"

The amendment affects joint agreements on interests previously held in a joint operation. A party that participates but does not have joint control of a joint operation could obtain control if the activity of the joint operation constitutes a business as defined in IFRS 3. The amendments clarify that the interests previously held in that joint operation are not measured again at the time of the operation. The amendments must be applied to transactions in which joint control is acquired after January 1, 2019. Early application is permitted.

IAS 12 "Income Taxes"

The amendments clarify that the income tax on dividends generated by financial instruments classified as equity is linked more directly to past transactions or events that generated distributable profits than to distributions to owners. Therefore, an entity recognizes income tax on dividends in the income, other comprehensive income or equity, depending on where the entity originally recognized those transactions or past events. The amendments must be applied to dividends recognized after January 1, 2019.

IAS 23 "Borrowing Costs"

The amendments clarify that an entity treats, as a general loan, any indebtedness originally made to develop a qualified asset when substantially all the activities necessary to complete that asset for its use or sale are complete. Amendments must be applied as of January 1, 2019.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee) (continued)

IAS 28 "Investments in Associates"

The amendments clarify that an entity applies IFRS 9 Financial Instruments for long-term investments in associates or joint ventures for those investments that do not apply the equity method but that, in substance, form part of the net investment in the associate or joint venture. This clarification is relevant because it implies that the expected credit loss model, described in IFRS 9, is applied to these long-term interests.

The entities should apply the amendments retrospectively, with certain exceptions. The amendments are effective beginning January 1, 2019 with early application being permitted.

IAS 19 Employee Benefits – Modification, Reduction or liquidation of the plan

The amendments to IAS 19 address accounting when a modification, reduction or liquidation of the plan occurs during a reporting period.

The amendments specify that when a modification, reduction or liquidation of a plan occurs during the annual reporting period, the entity must:

- Determine the current cost of services for the rest of the period following the modification, reduction or liquidation of the plan, using the actuarial assumptions used to measure again the liability (asset) for defined benefits, net, reflecting the benefits offered under the plan and the assets of the plan after that event.
- Determine the net interest for the rest of the period after the modification, reduction or liquidation of the plan using: the liability (asset), net for defined benefits that reflects the benefits offered under the plan and the assets of the plan after that event; and the discount rate used to measure again the net (asset) liability for defined benefits.

The amendments clarify that an entity first determines any past service cost, or a gain or loss in the settlement, without considering the effect of the asset ceiling. This amount is recognized in results. Then, an entity determines the effect of the asset ceiling after the modification, reduction or liquidation of the plan. Any change in this effect, excluding the amounts included in the net interest, is recognized in other comprehensive income.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

2.27 New accounting pronouncements (IFRS and Interpretations of the IFRS Interpretation Committee) (continued)

IAS 19 Employee Benefits – Modification, Reduction or liquidation of the plan (continued)

This clarification establishes that the entities may have to recognize a past service cost, or a result in the settlement that reduces a surplus that was not recognized before. Changes in the effect of the asset ceiling are not offset by these amounts.

The amendments apply to changes, reductions or liquidations of the plan that occur on or after the beginning of the first annual reporting period beginning on or after January 1, 2019. Early application is allowed, which must be disclosed.

IAS 28 "Investments in Associates and Joint Ventures," IFRS 10 "Consolidated Financial Statements"

The amendments to IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" (2011) address a recognized inconsistency between the requirements of IFRS 10 and those of IAS 28 (2011) in the treatment of the sale or contribution of goods between an investor and its associate or joint venture.

The amendments, issued in September 2014, establish that, when the transaction involves a business (whether it is in a subsidiary or not), all the profit or loss generated is recognized. A partial profit or loss is recognized when the transaction involves assets that do not constitute a business, even when the assets are in a subsidiary.

The date of mandatory application of these amendments is yet to be determined as the IASB is waiting for the results of its investigation project on the equity method of accounting. These amendments must be applied retrospectively, and early application is allowed. The early application must be disclosed.

The Company is still in the process of evaluating the modifications described above and estimates that they will not have a significant impact on the Consolidated Financial Statements for the fiscal year in its first application. The Company has not applied any of these rules in advance.

New Standards, interpretations and amendments adopted by the Group.

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those applied in the preparation of the interim consolidated financial statements of the Group for the year ended December 31, 2017, except for the application of IFRS 9 and IFRS 15 that they were adopted by the Group as of January 1, 2018, which did not have significant impacts for the Group.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

3. ESTIMATES AND APPLICATION OF THE PROFESSIONAL CRITERIA

In the preparation of the Interim Consolidated Financial Statements, certain estimates and assumptions made by the Management of Plaza S.A. have been used to quantify certain assets, liabilities, revenue, expenses and commitments recorded in them. The Standards also require Management to exercise its judgment in the process of applying the Company's accounting policies.

Below are the areas that imply a higher degree of judgment or complexity or the areas where the assumptions and estimates are significant for the Interim Consolidated Financial Statements:

- Useful life of the investment property.
- Estimation of doubtful accounts of trade and other receivables.
- Estimation of recoverable and deferred taxes.
- Estimation of impairment of non-current assets.
- Calculation of executive bonuses.
- Hypotheses used to calculate the fair value of financial instruments and derivatives.
- Calculation of linearization of minimum income in lease agreements.

These estimates are based on the respective technical reports. These estimates have been made, based on the information available as of the date of issuance of these Interim Consolidated Financial Statements, so it is possible that events that may take place in the future, not detected as of this date, will force them to be modified in the next fiscal periods, which would be done prospectively, recognizing the effects of the change of estimate in the corresponding future Interim Consolidated Financial Statements.

4. FINANCIAL INSTRUMENTS

a) Composition of financial assets and liabilities

	As of September 30, 2018		As of December 31, 2017	
	Current	Non current	Current	Non current
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Cash and cash equivalents	33,046,376	-	28,040,367	-
Other financial assets	139,316	-	702,630	-
Trade and other receivables	43,978,457	2,848,210	46,725,128	3,392,767
Accounts receivable from related entities	33,166,425	-	38,605,680	-
Total financial assets	110,330,574	2,848,210	114,073,805	3,392,767
Bank obligations	73,967,918	299,371,878	66,619,450	308,811,109
Public bond obligations	16,786,631	454,135,271	22,756,394	454,679,744
Leasing obligations	850,155	2,832,702	822,206	2,977,034
Hedging derivatives	278,835	98,686,756	28,500	82,272,676
Total Other financial liabilities	91,883,539	855,026,607	90,226,550	848,740,563
Trade and other accounts payable	23,120,768	1,103,254	59,007,167	1,037,926
Accounts payable to related parties	351,751	-	4,530,805	-
Total financial liabilities	115,356,058	856,129,861	153,764,522	849,778,489

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

4. FINANCIAL INSTRUMENTS (continued)

b) Financial instruments by category

	As of September 30, 2018		As of December 31, 2017	
	Cash and cash equivalents, Loans and accounts receivable	Derivatives from cash flow hedges	Cash and cash equivalents, Loans and accounts receivable	Derivatives from cash flow hedges
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Assets				
Cash and cash equivalents	33,046,376	-	28,040,367	-
Other financial assets	-	139,316	-	702,630
Trade and other receivables	46,826,667	-	50,117,895	-
Accounts receivable from related parties	33,166,425	-	38,605,680	-
Total	113,039,468	139,316	116,763,942	702,630

	As of September 30, 2018		As of December 31, 2017	
	Derivatives from cash flow hedges	Financial liabilities measured at amortized cost	Derivatives from cash flow hedges	Financial liabilities measured at amortized cost
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Liabilities				
Bank obligations	-	373,339,796	-	375,430,559
Public bond obligations	-	470,921,902	-	477,436,138
Leasing obligations	-	3,682,857	-	3,799,240
Hedging derivatives	98,965,591	-	82,301,176	-
Total other financial liabilities	98,965,591	847,944,555	82,301,176	856,665,937
Trade and other accounts payable	-	24,224,022	-	60,045,093
Accounts payable to related parties	-	351,751	-	4,530,805
Total	98,965,591	872,520,328	82,301,176	921,241,835

5. CASH AND CASH EQUIVALENTS

The composition of cash and cash equivalents is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Cash	12,411	8,521
Bank balances	12,228,541	9,114,713
Time deposits	-	18,881,393
Mutual funds	20,805,424	35,740
Total cash and cash equivalents	33,046,376	28,040,367

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

5. CASH AND CASH EQUIVALENTS (continued)

Cash and cash equivalents by currency:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Unindexed pesos	25,338,315	23,316,047
American dollars	745,706	895,277
Colombian pesos	6,201,294	3,390,042
Peruvian nuevo soles	761,061	439,001
Total cash and cash equivalents	33,046,376	28,040,367

As of September 30, 2018, and December 31, 2017, the Company does not present cash and cash equivalent restrictions.

6. OTHER NON-CURRENT FINANCIAL ASSETS

The composition of the balance is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
VAT tax credit	29,820,604	29,952,330
Straight-line leasing asset (1)	4,662,234	3,724,191
Insurance policies	3,223,293	1,198,188
Others	1,047,742	628,133
Total	38,753,873	35,502,842

(1) Corresponding to the straight-line recognition of income derived from leases, as established by IAS 17 "leases" paragraph 50.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

7. TRADE AND OTHER ACCOUNTS RECEIVABLE

These balances correspond mainly to leases and guarantees of leases receivable from lessees.

a) The composition of debtors is as follows:

Trade and other accounts receivable	As of September 30, 2018			As of December 31, 2017		
	Assets before allowances	Trade receivables allowances	Net assets for trade receivables	Assets before allowances	Trade receivables allowances	Net assets for trade receivables
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Debtors for credit transactions	39,802,802	(3,162,136)	36,640,666	45,472,859	(3,388,266)	42,084,593
Notes receivable	5,427,944	(866,421)	4,561,523	3,318,639	(936,785)	2,381,854
Misc. debtors	2,776,268	-	2,776,268	2,258,681	-	2,258,681
Total Current	48,007,014	(4,028,557)	43,978,457	51,050,179	(4,325,051)	46,725,128
Refundable contributions	2,334,920	-	2,334,920	2,628,579	-	2,628,579
Notes receivable	534,540	(21,250)	513,290	634,789	(23,848)	610,941
Misc. debtors	-	-	-	153,247	-	153,247
Total Non-current	2,869,460	(21,250)	2,848,210	3,416,615	(23,848)	3,392,767

Promissory notes in UF corresponding to the long-term portion of lease guarantees receivable from operators and other rights receivable are included in non-current accounts receivable.

There is no risk associated with accounts receivable other than uncollectibility (UF variation or interest rate).

b) The movements in the allowance for bad debts were as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Beginning balance	4,348,899	5,114,920
Allowance portfolio not renegotiated (1)	1,003,776	2,037,861
Allowance portfolio renegotiated	35,213	163,933
Fiscal year write-offs	(328,665)	(1,516,974)
Recoveries for the fiscal year	(1,008,489)	(1,449,198)
Translation adjustment	(927)	(1,643)
Subtotal	(299,092)	(766,021)
Total Allowance	4,049,807	4,348,899

(1) Includes ThCh \$ 69,664 of expected credit loss corresponding to previous years by application of IFRS 9 “Financial Instruments”.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

7. TRADE AND OTHER ACCOUNTS RECEIVABLE (continued)

c) The protested and judicial collection portfolio is as follows:

Portfolio protested and in judicial collection	As of September 30, 2018			As of December 31, 2017		
	Notes receivable protested	Notes receivable in judicial collection	Total receivables protested and in judicial collection	Notes receivable protested	Notes receivable in judicial collection	Total receivables protested and in judicial collection
Number of Clients, portfolio protested or in judicial collection	22	103	125	21	101	122
Portfolio protested or in judicial collection (ThCh\$)	148,196	2,421,925	2,570,121	102,725	2,515,480	2,618,205

d) Composition of trade receivables that have past due balances, not collected and not provisioned according to the expiration date:

Balances as of	Total ThCh\$	Not due and not impaired ThCh\$	Due but not impaired				
			< 30 days ThCh\$	31-60 days ThCh\$	61-90 days ThCh\$	91-120 days ThCh\$	>120 days ThCh\$
09-30-2018	50,876,474	43,425,003	2,028,258	989,789	433,382	241,452	3,758,590
12-31-2017	54,466,794	47,893,581	1,733,242	695,875	307,864	203,639	3,632,593

8. RELATED PARTY DISCLOSURES

8.1 Current accounts receivable from related parties

The balances for this concept as of September 30, 2018, and December 31, 2017, are as follows:

Company	Unique Tax Identification Number	Country	Nature of the relationship	Currency type	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
S.A.C.I. Falabella (4)	90.749.000-9	Chile	Parent head office	Chilean peso	29,440,280	34,883,689
Sodimac S.A. (1)	96.792.430-K	Chile	Common Parent	Chilean peso	1,312,979	1,247,802
Hipermercados Tottus S.A. (1)	78.627.210-6	Chile	Common Parent	Chilean peso	167,224	560,871
Falabella Retail S.A. (1)	77.261.280-K	Chile	Common Parent	Chilean peso	26,983	410,464
Banco Falabella S.A.(1)	96.509.660-4	Chile	Common Parent	Chilean peso	401,138	386,305
Deportes Sparta Ltda. (1)	76.074.938-9	Chile	Other related parties	Chilean peso	288,528	329,735
Dercocenter S.A. (1)	82.995.700-0	Chile	Other related parties	Chilean peso	150,895	136,521
Darco S.A. (1)	94.141.000-6	Chile	Other related parties	Chilean peso	25,113	23,349
Adesa Ltda. (1)	77.612.410-9	Chile	Common Parent	Chilean peso	52,515	14,445
Promotora Chilena de Café Colombia S.A. (1)	76.000.935-0	Chile	Common Parent	Chilean peso	1,453	7,736
Viajes Falabella Ltda. (1)	78.997.060-2	Chile	Common Parent	Chilean peso	1,900	-
Comercial Monse Ltda. (1)	77.072.750-2	Chile	Common Parent	Chilean peso	9,347	4,659
Administradora CMR Falabella Ltda. (1)	79.598.260-4	Chile	Common Parent	Chilean peso	2,172	4,541
Sociedad Comercializadora de Vehículos S.A. (1)	76.762.660-6	Chile	Other related parties	Chilean peso	2,789	2,789
Industria Automotriz Francomecánica S.A. (1)	93.061.000-3	Chile	Other related parties	Chilean peso	-	1,565
Servicios Generales el Trébol Ltda. (1)	78.625.160-5	Chile	Common Parent	Chilean peso	169	125
Red Televisiva Megavisión S.A. (1)	79.952.350-7	Chile	Other related parties	Chilean peso	257	-
Falabella de Colombia S.A. (1)	0-E	Colombia	Common Parent	Colombian peso	159,878	901
Banco Falabella S.A. (Colombia) (1)	0-E	Colombia	Common Parent	Colombian peso	486	424
Sodimac Colombia S.A. (1)	0-E	Colombia	Common Parent	Colombian peso	62,758	209
Mall Plaza Perú S.A. (*) (2)	0-E	Perú	Associate	American dollar	864,478	570,033
Mall Plaza Inmobiliaria S.A. (2)	0-E	Perú	Associate	American dollar	7,108	18,568
Gamma Negocios SAC (2)	0-E	Perú	Associate	American dollar	9,100	949
Inversiones Avenida Borgoño Ltda. (1)	79.566.150-6	Chile	Other related parties	Chilean peso	88,288	-
Rentas Tissa Ltda. (1)	76.271.008-0	Chile	Other related parties	Chilean peso	72,470	-
Inversiones Amal Limitada (1)	76.011.129-5	Chile	Other related parties	Chilean peso	18,117	-
Total					33,166,425	38,605,680

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

8. RELATED PARTY DISCLOSURES (continued)

8.2 Current accounts payable to related parties

The balances for this concept as of September 30, 2018, and December 31, 2017, are as follows:

Company	Unique Tax Identification Number	Country	Nature of the relationship	Currency type	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Falabella Retail S.A. (3)	77.261.280-K	Chile	Common Parent	Chilean peso	134,369	3,240,451
Mall Plaza Perú S.A. (*) (2)	0-E	Perú	Associate	American dollar	59,103	16,797
Mall Plaza Perú S.A. (*) (2)	0-E	Perú	Associate	Peruvian nuevo sol	4,670	714
Administradora CMR Falabella Ltda. (3)	79.598.260-4	Chile	Common Parent	Chilean peso	8,365	8,963
Radio Carolina S.A. (3)	96.773.200-1	Chile	Common Parent	Chilean peso	4,032	-
Gift Corp SpA (3)	76.142.721-0	Chile	Common Parent	Chilean peso	-	97
Falabella de Colombia S.A. (3)	0-E	Colombia	Common Parent	Colombian peso	-	271
Adesa Ltda. (3)	77.612.410-9	Chile	Common Parent	Chilean peso	14,998	6,190
Sodimac S.A. (3)	96.792.430-K	Chile	Common Parent	Chilean peso	-	870,441
Hipermercados Tottus S.A. (3)	78.627.210-6	Chile	Common Parent	Chilean peso	-	336,332
Falabella Inversiones Financieras S.A. (3)	76.046.433-3	Chile	Common Parent	Chilean peso	113,792	40,104
Alto S.A. (3)	99.594.430-8	Chile	Other related parties	Chilean peso	11,425	10,445
Red Televisiva Megavisión S.A. (3)	79.952.350-7	Chile	Other related parties	Chilean peso	535	-
S.A.C.I. Falabella (3)	90.749.000-9	Chile	Parent head office	Chilean peso	462	-
Total					351,751	4,530,805

(*) On November 24, 2017, the associate Aventura Plaza S.A. changed its corporate name to Mall Plaza Perú S.A.

The conditions of the balances receivable and payable with related companies are detailed below:

(1) They correspond to leases, common expenses, miscellaneous expenses and / or consultancy provided between related parties. These transactions do not generate interest and their condition of payment is generally 30 days.

(2) They correspond to transactions of the business line agreed in foreign currency, covered by a service contract. These transactions are presented at the closing exchange rate.

(3) They correspond to advertising services, software maintenance, purchase of assets and others. These operations do not generate interest and their payment condition is generally 30 days.

(4) They correspond to loans granted to S.A.C.I. Falabella according to the contract, at a spread rate of 0.4% plus nominal daily TAB.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

8. RELATED PARTY DISCLOSURES (continued)

8.3 Transactions

The effects on the statement of income of transactions with related entities that have not been consolidated in the periods ended September 30, 2018 and 2017 are as follows:

Company	Unique tax Identification Number	Nature of the relationship	Country	Description of the transaction	Currency type	As of September 30, 2018		As of September 30, 2017	
						Amount ThCh\$	Income effect ThCh\$	Amount ThCh\$	Income effect ThCh\$
Adessa Ltda.	77.612.410-9	Common Parent	Chile	Miscellaneous expenses	Chilean peso	44,517	(32,504)	34,220	(29,028)
Adessa Ltda.	77.612.410-9	Common Parent	Chile	Leases and others	Chilean peso	49,026	41,198	-	-
Administradora CMR Falabella Ltda.	79.598.260-4	Common Parent	Chile	Leases and others	Chilean peso	57,909	51,751	59,747	53,257
Administradora CMR Falabella Ltda.	79.598.260-4	Common Parent	Chile	Miscellaneous expenses	Chilean peso	27,108	(22,311)	27,549	(23,223)
Alto S.A.	99.594.430-8	Other related parties	Chile	Miscellaneous expenses	Chilean peso	113,951	(113,951)	86,739	(86,739)
Banco Falabella S.A.	96.509.660-4	Common Parent	Chile	Leases and others	Chilean peso	2,927,670	2,683,996	3,168,097	2,858,491
Voxline Serigrafía Ltda.	78.034.110-6	Other related parties	Chile	Miscellaneous expenses	Chilean peso	41,350	(34,748)	-	-
Radio Carolina S.A.	96.773.200-1	Other related parties	Chile	Miscellaneous expenses	Chilean peso	28,096	(24,001)	-	-
Comercial Monse Ltda.	77.072.750-2	Common Parent	Chile	Miscellaneous expenses	Chilean peso	231,071	194,204	182,083	153,117
Deportes Sparta Ltda.	76.074.938-9	Other related parties	Chile	Leases and others	Chilean peso	2,012,225	1,691,685	1,712,993	1,440,731
Deportes Sparta Ltda.	76.074.938-9	Other related parties	Chile	Miscellaneous expenses	Chilean peso	8,894	(7,474)	-	-
Derco S.A.	94.141.000-6	Other related parties	Chile	Leases and others	Chilean peso	219,001	184,053	220,370	185,229
Dercocenter S.A.	82.995.700-0	Other related parties	Chile	Leases and others	Chilean peso	1,375,772	1,156,368	1,311,905	1,102,667
Falabella Inversiones Financieras S.A.	76.046.433-3	Common Parent	Chile	Miscellaneous expenses	Chilean peso	113,792	(101,679)	-	-
Falabella Retail S.A.	77.261.280-K	Common Parent	Chile	Leases and others	Chilean peso	26,554,380	22,315,891	24,886,164	20,914,260
Falabella Retail S.A.	77.261.280-K	Common Parent	Chile	Miscellaneous expenses	Chilean peso	9,528	(7,930)	2,621,010	(2,616,969)
Falabella Retail S.A.	77.261.280-K	Common Parent	Chile	Advertising	Chilean peso	1,744,862	(980,437)	956,979	(780,723)
Falabella Retail S.A.	77.261.280-K	Common Parent	Chile	Assets purchase	Chilean peso	13,277	-	75,602	-
Hipermercados Tottus S.A.	78.627.210-6	Common Parent	Chile	Leases and others	Chilean peso	5,423,325	4,429,640	5,062,480	4,254,185
Hipermercados Tottus S.A.	78.627.210-6	Common Parent	Chile	Miscellaneous expenses	Chilean peso	142	(119)	281,668	(281,632)
Industria Automotriz Francomecánica S.A.	93.061.000-3	Common Parent	Chile	Leases and others	Chilean peso	-	-	3,169	2,663
Promotora Chilena de Café Colombia S.A.	76.000.935-0	Common Parent	Chile	Leases and others	Chilean peso	275,643	231,714	209,105	175,776
Red Televisiva Megavisión S.A.	79.952.350-7	Common Parent	Chile	Advertising	Chilean peso	-	-	4,278	(3,595)
Rentas Hoteleras SPA	76.201.304-5	Common Parent	Chile	Miscellaneous expenses	Chilean peso	-	-	2,569	(2,159)
S.A.C.I. Falabella	90.749.000-9	Parent head office	Chile	Current account renewable energy	Chilean peso	3,943,409	756,591	1,264,357	664,357
S.A.C.I. Falabella	90.749.000-9	Matriz de matriz	Chile	Miscellaneous expenses	Chilean peso	462	-	-	-

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

8. RELATED PARTY DISCLOSURES (continued)

8.3 Transactions (continued)

The effects on the statement of income of transactions with related entities that have not been consolidated in the periods ended September 30, 2018 and 2017, are as follows:

Company	Unique tax Identification Number	Nature of the relationship	Country	Description of the transaction	Currency type	As of September 30, 2018		As of September 30, 2017	
						Amount ThCh\$	Income effect ThCh\$	Amount ThCh\$	Income effect ThCh\$
Seguros Falabella Corredores Ltda.	77.099.010-6	Common Parent	Chile	Leases and others	Chilean peso	-	-	24,739	20,789
Servicios Generales El Trébol Ltda.	78.625.160-5	Common Parent	Chile	Leases and others	Chilean peso	756	756	741	741
Sodimac S.A.	96.792.430-K	Common Parent	Chile	Leases and others	Chilean peso	11,607,678	9,815,827	10,992,731	9,297,356
Sodimac S.A.	96.792.430-K	Common Parent	Chile	Miscellaneous expenses	Chilean peso	9,064	(7,617)	731,237	(731,008)
Sodimac S.A.	96.792.430-K	Common Parent	Chile	Assets purchase	Chilean peso	221,710	-	-	-
Tecno Fast S.A.	76.320.186-4	Other related parties	Chile	Miscellaneous expenses	Chilean peso	133	(112)	-	-
Globe Consulting SPA	76.214.336-4	Common Parent	Chile	Miscellaneous expenses	Chilean peso	18,295	(15,374)	-	-
Inversiones Avenida Borgoño Ltda.	79.566.150-6	Other related parties	Chile	Services collected	Chilean peso	41,444	-	-	-
Rentas Tissa Ltda.	76.271.008-0	Other related parties	Chile	Services collected	Chilean peso	34,018	-	-	-
Inversiones Amal Limitada	76.011.129-5	Other related parties	Chile	Services collected	Chilean peso	8,505	-	-	-
Producciones Megavisión Ltda.	79.952.350-7	Other related parties	Chile	Advertising	Chilean peso	849	(799)	-	-
Viajes Falabella Ltda.	78.997.060-2	Common Parent	Chile	Leases and others	Chilean peso	16,771	14,397	-	-
Banco Falabella S.A.S.	0-E	Common Parent	Colombia	Leases and others	Colombian peso	62,388	49,933	54,005	42,222
Falabella de Colombia S.A	0-E	Common Parent	Colombia	Leases and others	Colombian peso	509,843	424,805	501,055	427,297
Falabella de Colombia S.A	0-E	Common Parent	Colombia	Miscellaneous expenses	Colombian peso	-	-	3,150	(2,716)
Sodimac Colombia S.A.	0-E	Common Parent	Colombia	Leases and others	Colombian peso	532,555	447,525	512,979	431,074
Sodimac Colombia S.A.	0-E	Common Parent	Colombia	Miscellaneous expenses	Colombian peso	1,140	(958)	279	(235)
Gemma Negocios SAC	0-E	Associate	Perú	Services collected	Peruvian nuevo sol	9,382	9,382	8,431	8,431
Mall Plaza Inmobiliaria S.A.	0-E	Associate	Perú	Services collected	American dollar	40,346	40,346	-	-
Mall Plaza Perú S.A. (*)	0-E	Associate	Perú	Services collected	American dollar	904,254	899,755	907,771	904,164
Mall Plaza Perú S.A. (*)	0-E	Associate	Perú	Leases and others	American dollar	552,197	(470,586)	511,592	(433,524)
Mall Plaza Perú S.A. (*)	0-E	Associate	Perú	Leases and others	American dollar	506	(506)	16,204	(16,204)
Viajes Falabella S.A.C.	0-E	Common Parent	Perú	Miscellaneous expenses	Peruvian nuevo sol	8	-	8	-
Sodimac Perú S.A.	0-E	Common Parent	Perú	Leases and others	Peruvian nuevo sol	-	-	22	(19)

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

8. DISCLOSURES OF RELATED PARTIES (continued)

8.4 Compensation of key personnel of the Group

Key personnel is defined as those persons who possess the authority and responsibility with respect to the planning, direction and control of the Group's activities. The composition of remunerations and benefits received by key personnel of the Company corresponds to the following:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Remunerations received by management	6,808,673	6,466,795	2,435,306	4,221,290
Directors' allowances	241,141	269,940	81,847	93,799
Total compensation paid to key personnel	7,049,814	6,736,735	2,517,153	4,315,089

9. INCOME TAXES AND DEFERRED TAXES

9.1 Income taxes

a) The main components of the income tax expense are the following:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Income tax:				
Income tax charge	(25,287,343)	(20,183,318)	(8,094,849)	(7,333,360)
Other charges or credits (1)	15,276,901	(431,005)	(6,332)	(323,449)
Deferred tax:				
Associated with origin and reversal of temporary differences (2)	(7,780,709)	(5,855,459)	(1,752,826)	(2,047,577)
Result from tax losses	1,134,612	489,797	725,135	(748,715)
Total expense for income tax	(16,656,539)	(25,979,985)	(9,128,872)	(10,453,101)

(1) Includes recoverable tax credit associated with Law N°19.420 ThCh\$15,585,034.

(2) Includes deferred taxes associated with Law N°19.420 ThCh\$4,207,959.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

9. INCOME TAXES AND DEFERRED TAXES (continued)

9.1 Income taxes (continued)

b) The reconciliation of the expense (benefit) for income taxes at the statutory rate with respect to the effective rate as of September 30, 2018 and 2017, is composed as follows:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Profit / (loss) before tax from continuing operations	112,781,439	109,308,537	37,286,047	38,883,127
Profit before income tax	112,781,439	109,308,537	37,286,047	38,883,127
At the statutory income tax rate of Plaza S.A. of 27% year 2018 (25.5% year 2017)	(30,450,989)	(27,873,677)	(10,067,233)	(9,915,197)
Effect on the tax rate of other jurisdictions	195,210	(35,378)	2,859	(52,336)
Non-taxable income	614,431	501,606	245,947	152,508
Non-deductible expenses	(99,021)	(41,356)	(22,170)	(11,264)
Prior year tax expense	(308,133)	(431,005)	(6,332)	(323,449)
Other increases (decreases) (*)	13,391,963	1,899,825	718,057	(303,363)
At the effective income tax rate of 9.97% (22.05% as of June 30, 2017)	(16,656,539)	(25,979,985)	(9,128,872)	(10,453,101)
Income tax expense reported in the Statement of income	(16,656,539)	(25,979,985)	(9,128,872)	(10,453,101)
Income tax	(16,656,539)	(25,979,985)	(9,128,872)	(10,453,101)

(*) Includes recoverable tax credit according to Law No. 19,420 in the amount of ThCh\$11,377,075 net of deferred taxes.

On September 29, 2014, Law N° 20,780 was published in the Official Journal, which introduces several changes to the current tax system in Chile (Tax Reform Law).

The Tax Reform Law considered a progressive increase in the First Category Income Tax rate for the commercial years 2014, 2015, 2016, 2017 and 2018, changing from the current rate of 20.0% to 21.0%, 22.5%, 24.0%, 25.5% and 27.0%, respectively, in the event that the Partially Integrated System is applied; or alternatively, for the commercial years 2014, 2015, 2016 and 2017 onwards, increasing the tax rate to 21.0%, 22.5%, 24.0% and 25.0%, respectively, in the case that the application of the Attributed Income System is chosen.

On February 8, 2016, Law No. 20,899 was published in the Official Journal, which introduces changes in the current tax system and modifies Law No. 20,780 in some aspects.

Law No. 20,899 establishes that the Company will be subject to the Partially Integrated System, as it is a corporation, and does not allow the option of choosing the Attributed Income System, as previously established by Law No. 20,780.

During December 2016, in Colombia, Law No. 1,819 unified income tax and income tax for equity (CREE) by establishing a tax rate of 34% for 2017, and 33% for the following years. In addition, the surcharge to CREE was eliminated (this surcharge amounted to 8% and 9% for the years

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

9. INCOME TAXES AND DEFERRED TAXES (continued)

9.1 Income taxes (continued)

2017 and 2018, respectively), and a surcharge to the income tax of 6% and 4% for the years 2017 and 2018, respectively, was created.

In December 2016, in Peru, the Law Decree No. 1,261 modified the income tax rate by increasing it by 29.5% as of 2017.

In accordance with the provisions of IAS 12 "Income taxes," deferred tax assets and liabilities must be measured using the tax rates expected to be applied in the year in which the asset is realized or the liability is settled, based on the rates (and Tax Laws) that at the end of the period, have been approved or practically finished the approval process. For these purposes, and in accordance with the aforementioned, the Company has applied the rates established and in force for the Partially Integrated System.

9.2 Deferred taxes

a) Deferred tax balances by category are presented below:

Concepts - Statement of Financial Position	As of September 30, 2018		As of December 31, 2017	
	Asset deferred tax ThCh\$	Liability deferred tax ThCh\$	Asset deferred tax ThCh\$	Liability deferred tax ThCh\$
Intangibles	-	708,701	-	715,184
Valuation and depreciation of investment properties	-	438,449,679	-	435,187,878
Prepayments	-	1,168,617	-	397,697
Deferred income	1,458,952	-	1,292,257	-
Tax loss carryforward	16,255,234	-	15,120,622	-
Provision for uncollectibility	1,054,502	-	1,153,381	-
Staff vacations	312,779	-	283,862	-
Derivative contracts	-	-	10,545	-
Linear income to be amortized	-	7,673,960	-	5,628,640
Losses to be recovered	-	52,464	-	59,709
Provision for EPV concession contract termination (see note 30 e))	-	-	1,721,447	-
Others	55,335	-	106,642	-
Totals	19,136,802	448,053,421	19,688,756	441,989,108
Net balance		428,916,619		422,300,352

Deferred taxes are reflected in the Financial Statements as follows:

	As of September of 2018 M\$	As of December of 2017 M\$
Deferred tax assets	12,828,039	10,842,550
Deferred tax liabilities	(441,744,658)	(433,142,902)
Deferred income net balance	(428,916,619)	(422,300,352)

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

9. INCOME TAXES AND DEFERRED TAXES (continued)

9.2 Deferred taxes (continued)

b) Deferred taxes related to items charged or paid directly to equity accounts are the following:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Fair value result cash flow hedge	29,830	(5,280)	(1,908)	(6,967)
Total (charge) credit to equity	29,830	(5,280)	(1,908)	(6,967)

10. CURRENT TAXES ASSETS

The composition of current tax assets is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Income tax to be recovered	4,821,245	5,999,566
Obligatory M.P.Ps (net balance of income tax)	1,408,891	2,359,220
Credit for donations	603,750	624,538
Credit for training	-	42,359
Other taxes to be recovered (*)	15,889,179	3,895
Total	22,723,065	9,029,578
Total current assets	11,726,184	9,029,578
Total non-current assets	10,996,881	-
Balance at closing	22,723,065	9,029,578

(*) Includes recoverable tax credit according to Law No. 19,420 in the amount of ThCh\$4,588,153 (current) and ThCh\$10,996,881 (non-current), which will be recovered in the subsequent commercial years.

11. OTHER NON-CURRENT NON-FINANCIAL ASSETS

The composition of the other non-current non-financial assets is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Linearization of lease contract minimum income (1)	24,117,602	17,250,592
Prepayment option (2)	21,648,000	14,464,800
EPV concession rights	-	784,022
Provision term contract EPV concession (see note)	-	(784,022)
EPA concession rights	656,541	689,552
Total	46,422,143	32,404,944

(1) Correspond to the straight-line recognition of income from leases, as established by "Leases" Paragraph 50.

(2) Corresponds to a purchase option contract in a project of a subsidiary, which they have delivered advances for future business.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

12. INVESTMENT IN ASSOCIATES

As of September 30, 2018, and December 31, 2017, Plaza S.A. maintains an indirect investment in Mall Plaza Perú S.A., where it owns 33.33%. Mall Plaza Peru S.A. is a private entity, dedicated to the administration of malls domiciled in the Republic of Peru.

The functional currency of the investment is the Peruvian Nuevo sol.

The following table illustrates the summarized financial information of the investment in Mall Plaza Perú S.A.

a) Investment detail in associate companies:

	As of September of 2018	As of December of 2017
Summary information of the Statement of Financial Position of the associate company:	ThCh\$	ThCh\$
Current assets	18,822,838	16,725,881
Non-current assets	252,573,279	237,656,990
Current liabilities	(7,205,104)	(14,315,221)
Non-current liabilities	(79,119,143)	(71,423,596)
Net assets	185,071,870	168,644,054

	As of September of 2018	As of December of 2017
Summary information of the income of the associate company:	ThCh\$	ThCh\$
Ordinary revenue	17,424,269	22,384,537
Period's income	6,827,690	8,017,497

	As of September of 2018	As of December of 2017
	ThCh\$	ThCh\$
Participation Value	61,684,454	56,209,063
Lower value generated for implicit sale of 20.00% stake (*)	19,163,828	18,155,004
Book value of the investment	80,848,282	74,364,067

(*) Generated in the corporate reorganization process on July 6, 2016, through the non-prorate partial division between the divided company and Ripley Aventura S.A., as the beneficiary, in the amount of ThCh\$19,273,899, which is recorded in the functional currency of the country of origin (Peruvian sols).

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

12. INVESTMENT IN ASSOCIATES (continued)

b) Movements of investment participation:

The movement of participation in associated companies during the year is as follows:

	As of September of 2018	As of December of 2017
	ThCh\$	ThCh\$
Movements:		
Beginning balance	74,364,067	75,775,674
Share in ordinary income	2,275,669	2,672,232
Conversion difference	4,208,546	(4,083,839)
Period Movements:	6,484,215	(1,411,607)
Balance at closing	80,848,282	74,364,067

13. INTANGIBLE ASSETS AND GOODWILL

a) The composition of intangible assets and goodwill is as follows:

	As of September 2018	As of December 2017
	ThCh\$	ThCh\$
Trademarks	891,578	891,578
IT programs	1,638,030	169,591
IT programs and others	1,394,257	2,888,176
Total Intangibles	3,923,865	3,949,345
Goodwill	357,778	357,778
Total Intangibles and Goodwill	4,281,643	4,307,123

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PLAZA S.A. AND SUBSIDIARIES

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13. INTANGIBLE ASSETS AND GOODWILL (continued)

b) The movements of the period of intangible assets and goodwill are the following:

	Trademarks	IT Programs	IT Programs and others	Total Intangibles	Goodwill
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
As of September 30, 2018					
Initial Balance					
Cost	891,578	1,771,744	6,814,601	9,477,923	357,778
Accumulated amortization	-	(1,602,153)	(3,926,425)	(5,528,578)	-
Total starting balance	891,578	169,591	2,888,176	3,949,345	357,778
Movements from the Fiscal year					
Additions	-	56,254	493,184	549,438	-
Transfer (to) / from other items	-	1,616,489	(1,616,489)	-	-
Effect of conversion differences of the period	-	(1,984)	14,322	12,338	-
Amortization	-	(202,320)	(384,936)	(587,256)	-
Total movements from the fiscal year	-	1,468,439	(1,493,919)	(25,480)	-
Cost	891,578	3,442,503	5,705,618	10,039,699	357,778
Accumulated amortization	-	(1,804,473)	(4,311,361)	(6,115,834)	-
Total as of september 30, 2018	891,578	1,638,030	1,394,257	3,923,865	357,778
As of December 31, 2017					
Initial Balance					
Cost	891,578	1,773,529	5,365,437	8,030,544	357,778
Accumulated amortization	-	(1,540,162)	(3,348,835)	(4,888,997)	-
Total starting balance	891,578	233,367	2,016,602	3,141,547	357,778
Movements from the Fiscal year					
Additions	-	483	1,206,319	1,206,802	-
Transfer (to) / from other items	-	-	247,501	247,501	-
Effect of conversion differences of the period	-	(2,268)	(4,656)	(6,924)	-
Amortization	-	(61,991)	(577,590)	(639,581)	-
Total movements from the fiscal year	-	(63,776)	1,119,075	1,055,299	-
Cost	891,578	1,771,744	6,814,601	9,477,923	357,778
Accumulated amortization	-	(1,602,153)	(3,926,425)	(5,528,578)	-
Total as of december 31, 2017	891,578	169,591	2,888,176	3,949,345	357,778

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

14. PROPERTY, PLANT AND EQUIPMENT

The movements of property, plant and equipment are the following:

	Ongoing projects	Buildings	Plant, equipment and accessories	Facilities	Motor Vehicles	Total property, plant and equipment
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
As of September 30, 2018						
Beginning balance						
Cost	850,497	1,688,340	1,016,624	630,911	80,067	4,266,439
Accumulated depreciation	-	(163,817)	(567,655)	(464,852)	(47,451)	(1,243,775)
Total starting balance	850,497	1,524,523	448,969	166,059	32,616	3,022,664
Movements from the fiscal year						
Additions	77,776	-	49,228	654	-	127,658
Depreciation from the fiscal year	-	(58,365)	(149,840)	(8,849)	(3,439)	(220,493)
Transfer (to) / from other items	(744,514)	632,677	111,837	-	-	-
Effect of conversion difference of the fiscal year	939	1,462	3,691	2,192	-	8,284
Total movements from the fiscal year	(665,799)	575,774	14,916	(6,003)	(3,439)	(84,551)
Cost	184,698	2,322,479	1,181,380	633,757	80,067	4,402,381
Accumulated depreciation	-	(222,182)	(717,495)	(473,701)	(50,890)	(1,464,268)
Total as of september 30, 2018	184,698	2,100,297	463,885	160,056	29,177	2,938,113
As of December 31, 2017						
Beginning balance						
Cost	734,774	1,688,340	801,394	645,106	80,067	3,949,681
Accumulated depreciation	-	(134,374)	(462,376)	(455,724)	(42,945)	(1,095,419)
Total starting balance	734,774	1,553,966	339,018	189,382	37,122	2,854,262
Movements from the fiscal year						
Additions	288,824	-	130,020	3,355	-	422,199
Depreciation from the fiscal year	-	(29,443)	(105,279)	(9,128)	(4,506)	(148,356)
Transfer (to) / from other items	(43,660)	-	85,210	(17,550)	-	24,000
Effect of conversion difference of the fiscal year	(129,441)	-	-	-	-	(129,441)
Total movements from the fiscal year	115,723	(29,443)	109,951	(23,323)	(4,506)	168,402
Cost	850,497	1,688,340	1,016,624	630,911	80,067	4,266,439
Accumulated depreciation	-	(163,817)	(567,655)	(464,852)	(47,451)	(1,243,775)
Total as of december 31, 2017	850,497	1,524,523	448,969	166,059	32,616	3,022,664

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives, defined in Note 2.11.

The detail of the accumulated depreciation is as follows:

	As of September 30 2018 ThCh\$	As of December 31 2017 ThCh\$
Beginning accumulated depreciation	1,243,775	1,095,419
(+) Depreciation from the fiscal year	220,493	148,356
Final accumulated depreciation	1,464,268	1,243,775

As of September 30, 2018, the amount of property, plant and equipment that is in use and fully depreciated is not significant.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

15. INVESTMENT PROPERTIES

The evolution of the items that make up the group is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Cost		
Beginning balance	3,050,650,571	2,929,075,162
Movements of the period / fiscal year		
Additions	66,049,567	141,763,954
Withdraw als and derecognitions (*)	(6,009,020)	(547,990)
Provision for termination of SVE concession contract (see note 30e))	-	(5,899,081)
Transfer (to) / from other items	-	(8,015,859)
Effect of conversion difference	6,055,288	(5,725,615)
Total cost	3,116,746,406	3,050,650,571
Depreciation		
Beginning balance	(125,834,601)	(87,989,265)
Movements of the period / fiscal year		
Depreciation	(33,369,106)	(37,833,742)
Accumulated depreciation of withdraw als and derecognitions	125,007	(138,306)
Effect of conversion difference	(210,038)	126,712
Total Depreciation	(159,288,738)	(125,834,601)
Final balance at the close of the period / fiscal year	2,957,457,668	2,924,815,970

Investment Properties include malls, works in progress, and land available for future malls.

The approximate fair value of the Investment Properties as of September 30, 2018, is UF 141,139,000 (UF 135,854,000 as of December 31, 2017).

Investment properties are depreciated on a straight-line basis over their estimated useful lives, defined in Note 2.12.

Interest costs capitalized in Investment Property as of September 30, 2018, were ThCh\$ 3,275,423 (ThCh\$ 10,872,137 as of December 31, 2017), with an average capitalization rate of UF + 3.41% for Chile (UF + 3.43% as of December 2017).

(*) On May 3, 2018, Empresa Portuaria de Valparaíso (EPV) delivered to Plaza Valparaíso S.A. the amount in pesos equivalent to that date of UF 215,787 for the regulation of the effects of the Anticipated Term of the Concession Contract of the Puerto Barón Project, corresponding to the value of the works, constructions, expenses, permits, fees and rent advances, studies and projects that are related to the Modified Project and which were acquired by EPV, as the case may be.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

15. INVESTMENT PROPERTIES (continued)

The land without use and in which construction of malls is not being carried out as of September 30, 2018 amounts to ThCh\$ 53,812,004. There are no relevant maintenance expenses associated with these, nor are there any restrictions on the realization of real estate investments, the collection of income derived from them, or the resources obtained through their sale or disposal by other means.

As of September 30, 2018, the contractual obligations to purchase, construct, repair, maintain and develop Investment Properties amount to ThCh\$ 14,512,226 (ThCh\$ 10,692,635 as of December 31, 2017).

As of December 31, 2017, the Company carried out impairment tests for its Investment Properties, and did not determine any impairment thereof.

The Group has contracted financial leases for the development of its activities. The detail of the assets under financial leasing, included as part of the Investment Property balances, is as follows:

Description of Asests Under Financial Leasing	As of September 30, 2018		
	Minimum Payments	Accumulated Depreciation	Net Value
	ThCh\$	ThCh\$	ThCh\$
Plant and Equipment	2,657,599	(1,111,781)	1,545,818
Fixed installations and accessories	2,972,216	(485,672)	2,486,544
Total	5,629,815	(1,597,453)	4,032,362

Description of Asests Under Financial Leasing	As of December 31, 2017		
	Minimum Payments	Accumulated Depreciation	Net Value
	ThCh\$	ThCh\$	ThCh\$
Plant and Equipment	2,228,470	(976,829)	1,251,641
Fixed installations and accessories	2,972,216	(369,207)	2,603,009
Total	5,200,686	(1,346,036)	3,854,650

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

15. INVESTMENT PROPERTIES (continued)

The following table details the minimum payments associated with finance lease contracts and the present value thereof, presented in the Statement of Financial Position as Other Financial Liabilities (Note 17):

Description	As of September 30, 2018		
	Minimum Payments	Interest	Present Value
	ThCh\$	ThCh\$	ThCh\$
Until one year	971,949	(121,794)	850,155
From one year to five years	2,249,819	(207,193)	2,042,626
More than five years	830,001	(39,925)	790,076
Total	4,051,769	(368,912)	3,682,857

Description	As of December 31, 2017		
	Gross value	Interest	Present Value
	ThCh\$	ThCh\$	ThCh\$
Until one year	975,385	(153,179)	822,206
From one year to five years	2,398,478	(253,665)	2,144,813
More than five years	880,038	(47,817)	832,221
Total	4,253,901	(454,661)	3,799,240

16. LEASES

Group as lessor - Operational Leasing

The subsidiaries of Plaza S.A. lease to third parties under operational leasing contracts, premises that are part of their Investment Properties. The lease contracts establish the term of the leases, the lease fee and the calculation method, the characteristics of the leased property and other obligations related to the promotion, services and the proper functioning of the various locations.

The rights receivable for minimum leases under non-cancelable operational lease contracts as of September 30, 2018, and December 31, 2017, are as follows:

Minimum payments	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Until one year	186,800,355	173,863,709
From one year to five years	506,168,161	457,804,506
More than five years	780,836,665	636,226,923
Total	1,473,805,181	1,267,895,138

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

16. LEASES (continued)

Group as lessor - Operational Leasing (continued)

Variable income from operating leases for the period ended September 30, 2018, recognized as revenue from ordinary activities, amounted to ThCh\$ 8,442,956 (ThCh\$ 12,748,239 as of December 31, 2017). The variable incomes are generally related to percentages of sales of the lessees linked to the leased spaces.

Group as a lessee - Operational Leasing

The Company leases certain assets under operational leasing contracts in the development of its activities. The obligations of minimum lease payments under operational leasing contracts that cannot be canceled as of September 30, 2018 and December 31, 2017 are as follows:

Minimum payments	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Until one year	869,956	890,520
From one year to five years	3,270,571	3,415,213
More than five years	18,114,051	18,365,435
Total	22,254,578	22,671,168

The fees for operating leases and subleases recognized as expenses in the period are as follows:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Minimum lease expense	630,660	616,727	212,713	206,372
Variable lease expenses	699,294	727,013	222,254	228,247
Total charged to income	1,329,954	1,343,740	434,967	434,619

17. OTHER FINANCIAL LIABILITIES

The balances of other current and non-current financial liabilities classified by type of obligation are the following:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Obligations with banks	373,339,796	375,430,559
Obligations with the public	470,921,902	477,436,138
Hedging derivatives	98,965,591	82,301,176
Obligations for Leasing	3,682,857	3,799,240
Total	946,910,146	938,967,113
Current	91,883,539	90,226,550
Non-current	855,026,607	848,740,563
Balance at closing	946,910,146	938,967,113

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

17. OTHER FINANCIAL LIABILITIES (continued)

The following are the obligations with banks, public bonds and through leasing as of September 30, 2018, and December 31, 2017:

As of September 30, 2018 (in ThCh\$):

Unique Tax Identification Number of debtor entity	Debtor entity name	Debtor company country	Unique Tax Identification Number of creditor entity	Name of creditor entity	Creditor entity country	Currency type	Amortization type	Nominal rate	effective rate	1 to 90 days	more than 90 days to 1 year	From 1 to 3 years	From 3 to 5 years	More than 5 years	TOTAL
Obligations with banks															
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	0.01%	0.02%	2,211,572	-	-	-	-	2,211,572
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	0.01%	0.02%	2,007,389	-	-	-	-	2,007,389
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	0.01%	0.02%	2,107,758	-	-	-	-	2,107,758
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	0.01%	0.01%	3,011,076	-	-	-	-	3,011,076
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	0.01%	0.80%	3,010,281	-	-	-	-	3,010,281
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	2.60%	2.66%	314,563	-	26,080,761	-	-	26,395,324
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	2.64%	2,205,651	-	-	-	-	2,205,651
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.61%	2.61%	2,003,021	-	-	-	-	2,003,021
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.61%	2.61%	9,990,368	-	-	-	-	9,990,368
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	2.64%	1,307,878	-	-	-	-	1,307,878
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	3.44%	902,180	-	-	-	-	902,180
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	3.44%	2,205,031	-	-	-	-	2,205,031
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	3.44%	2,305,253	-	-	-	-	2,305,253
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	CLP	At maturity	2.64%	3.44%	3,804,733	-	-	-	-	3,804,733
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.25%	-	19,422	-	5,357,343	-	5,376,765
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.28%	-	19,797	-	5,390,451	-	5,410,248
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.28%	-	9,958	-	2,711,475	-	2,721,433
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.34%	-	10,252	-	2,724,930	-	2,735,182
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.36%	-	10,369	-	2,723,677	-	2,734,046
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.38%	-	15,857	-	4,140,867	-	4,156,724
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.39%	-	10,498	-	2,725,326	-	2,735,824
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.40%	2.40%	72,784	-	-	11,489,921	-	11,562,705
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	CLP	Biannual	4.04%	4.04%	-	79,027	28,197,992	-	-	28,277,019
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	CLP	Biannual	3.66%	3.66%	-	8,831,266	4,374,643	-	-	13,205,909
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.006.000-6	Banco de Crédito e Inversic	Chile	UF	At maturity	2.26%	2.26%	197,506	-	-	31,461,066	-	31,658,572
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.006.000-6	Banco de Crédito e Inversic	Chile	UF	At maturity	2.37%	2.37%	68,139	-	-	10,350,173	-	10,418,312
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpanca	Chile	UF	At maturity	2.58%	2.61%	223,704	-	-	-	27,315,836	27,539,540
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado	Chile	UF	At maturity	2.42%	2.46%	-	-	-	54,631,192	-	54,647,327
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado	Chile	CLP	Biannual	5.13%	5.23%	-	4,131,011	4,130,027	-	-	12,645,507
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado	Chile	CLP	monthly	7.05%	7.19%	-	15,354,226	7,607,069	-	-	22,961,295
0-E	Patrimonio Autónomo Centro Comercial Cartagena	Colombia	0-E	Itaú CorpBanca Colombia S	Colombia	COP	At maturity	8.56%	8.99%	912,341	1,588,104	5,484,969	5,504,810	7,162,103	20,652,327
0-E	Patrimonio Autónomo Centro Comercial Manzanas Dos	Colombia	0-E	Itaú CorpBanca Colombia S	Colombia	COP	At maturity	8.12%	8.12%	280,711	-	782,222	6,257,778	21,120,000	28,440,711
0-E	Patrimonio Autónomo Centro Comercial Barranquilla	Colombia	0-E	Banco Davivienda S.A	Colombia	COP	At maturity	8.73%	8.73%	145,588	-	-	2,810,254	18,836,993	21,792,835
Subtotal										43,671,996	30,295,922	76,657,683	148,279,263	74,434,932	373,339,796
Obligations with the public															
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 584 (Serik	Chile	UF	Biannual	4.50%	4.72%	1,601,142	-	14,429,040	14,647,791	51,756,084	82,434,057
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 583 (Serik	Chile	UF	At maturity	3.85%	4.00%	1,414,091	-	-	-	80,523,340	81,937,431
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 584 (Serik	Chile	UF	At maturity	3.85%	3.99%	941,446	-	-	-	53,731,471	54,672,917
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 670 (Serik	Chile	UF	At maturity	3.50%	3.50%	974,126	-	-	-	65,159,476	66,133,602
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 670 (Serik	Chile	UF	At maturity	3.90%	3.92%	1,092,284	-	-	-	81,483,497	82,575,781
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 766 (Serik	Chile	UF	Biannual	3.50%	3.34%	-	10,369,093	10,268,761	-	-	20,637,854
76.017.019-4	Plaza S.A.	Chile	-	Bono - Reg. SVS 767 (Serik	Chile	UF	At maturity	3.80%	3.76%	-	394,449	-	-	82,135,811	82,530,260
Subtotal										6,023,089	10,763,542	24,697,801	14,647,791	414,789,679	470,921,902
Obligations for leasing															
79.990.670-8	Administradora Plaza Vespucio S.A.	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	18,130	40,678	71,481	-	-	130,289
96.653.650-0	Plaza Oeste SpA	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	75,466	168,451	296,010	-	-	539,926
96.653.660-0	Plaza Trébol SpA	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	15,732	35,315	64,711	-	-	115,758
96.791.560-2	Plaza Tobalaba SpA	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	6,253	14,037	24,667	-	-	44,957
96.795.700-3	Plaza La Serena SpA	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	6,327	14,181	24,919	-	-	45,427
99.555.550-6	Plaza Antofagasta S.A.	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	9,039	22,685	35,539	-	-	67,264
96.951.230-0	Inmobiliaria Malt Calama SpA	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	7,257	16,200	28,150	-	-	51,427
76.882.330-8	Nuevos Desarrollos S.A.	Chile	95.714.000-9	Claro Servicios Empresaria	Chile	UF	Monthly	5.42%	5.42%	18,881	39,859	74,367	-	-	133,107
76.882.330-8	Nuevos Desarrollos S.A.	Chile	76.182.576-3	Termika Holding S.A.	Chile	UF	Monthly	4.81%	4.81%	56,748	122,453	348,443	382,769	33,549	943,962
76.882.330-8	Nuevos Desarrollos S.A.	Chile	76.182.576-3	Termika Holding S.A.	Chile	UF	Monthly	2.44%	2.44%	30,628	93,012	256,514	269,339	554,449	1,203,942
99.555.550-6	Plaza Antofagasta S.A.	Chile	76.182.576-3	Termika Holding S.A.	Chile	UF	Monthly	2.44%	2.44%	9,662	29,341	80,869	84,848	202,078	406,798
Subtotal										254,122	596,032	1,305,670	736,956	790,076	3,682,852
Total										49,949,207	41,655,496	102,661,154	163,664,010	490,014,687	847,944,555

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

17. OTHER FINANCIAL LIABILITIES (continued)

The following are the obligations with banks, public bonds and through leasing as of September 30, 2018, and December 31, 2017:

As of December 31, 2017 (in ThCh\$):

Unique Tax Identificati on Number of debtor entity	Debtor entity name	Debtor company country	Unique Tax Identificati on Number of creditor entity	Name of creditor entity	Creditor entity country	Currency type	Amortizati on type	Nominal rate	effective rate	1 to 90 days	more than 90 days to 1 year	From 1 to 3 years	From 3 to 5 years	More than 5 years	TOTAL
Bank Obligations															
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpbanca	Chile	UF	At maturity	138%	2.06%	9,977,553	-	-	-	-	9,977,553
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpbanca	Chile	UF	At maturity	15%	2.87%	1,301,899	-	-	-	-	1,301,899
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpbanca	Chile	\$	At maturity	2.63%	3.38%	2,003,176	-	-	-	-	2,003,176
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpbanca	Chile	\$	At maturity	2.72%	3.47%	2,203,626	-	-	-	-	2,203,626
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	2.81%	4.26%	2,205,198	-	-	-	-	2,205,198
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	2.81%	4.26%	2,001,603	-	-	-	-	2,001,603
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	2.56%	4.0%	2,101,420	-	-	-	-	2,101,420
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	2.74%	3.48%	3,002,954	-	-	-	-	3,002,954
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	2.74%	3.49%	898,840	-	-	-	-	898,840
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	\$	At maturity	4.83%	2,999,230	-	-	-	-	-	2,999,230
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.032.000-8	BBVA	Chile	UF	At maturity	2.60%	2.60%	-	140,228	25,547,552	-	-	25,687,780
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.25%	49,203	-	-	5,247,804	-	5,297,007
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.28%	50,140	-	-	5,278,807	-	5,328,947
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.28%	25,221	-	-	2,655,317	-	2,680,538
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.34%	25,951	-	-	2,667,129	-	2,693,080
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.36%	26,241	-	-	2,665,220	-	2,691,461
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.38%	40,125	-	-	4,051,476	-	4,091,601
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.25%	2.39%	26,560	-	-	2,666,151	-	2,692,711
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	UF	At maturity	2.40%	2.40%	-	3,002	-	11,254,991	-	11,257,993
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	\$	At maturity	4.2%	4.2%	385,827	-	28,197,968	-	-	28,583,795
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.004.000-5	Banco de Chile	Chile	\$	At maturity	3.98%	3.99%	4,744,711	4,373,864	13,123,151	-	-	22,241,706
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.006.000-6	de Crédito e Inversiones	Chile	UF	At maturity	2.26%	2.26%	-	17,412	-	30,817,859	-	30,835,271
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.006.000-6	de Crédito e Inversiones	Chile	UF	At maturity	2.37%	2.37%	-	6,007	-	-	10,138,569	10,144,576
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.023.000-9	Itaú Corpbanca	Chile	UF	At maturity	2.58%	2.6%	-	32,962	-	-	26,754,113	26,787,075
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado (Chile)	Chile	UF	At maturity	2.42%	2.46%	547,369	-	-	-	53,497,293	54,044,662
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado (Chile)	Chile	\$	Other	7.05%	7.19%	8,536,331	7,592,811	22,806,448	-	-	38,935,590
76.882.330-8	Nuevos Desarrollos S.A.	Chile	97.030.000-7	Banco Estado (Chile)	Chile	\$	ecial Semi-ann	5.13%	5.23%	-	8,371,621	7,227,824	10,333,214	-	16,332,659
0-E	Centro Comercial el Castillo S.A.S.	Colombia	0-E	Corpbanca	Colombia	COP	At maturity	9.19%	9.6%	989,854	-	5,166,821	5,245,902	8,593,568	15,299,145
0-E	Centro Comercial Manizales S.A.S.	Colombia	0-E	Corpbanca	Colombia	COP	At maturity	8.79%	8.79%	-	-	-	-	2,195,1468	2,195,1468
0-E	Mall Plaza Colombia S.A.S.	Colombia	0-E	Bancolombia	Colombia	COP	At maturity	12.40%	12.40%	89,906	-	-	-	-	89,906
0-E	Centro Comercial Barranquilla S.A.S.	Colombia	0-E	Banco Davivienda S.A	Colombia	COP	At maturity	9.39%	9.39%	75,999	-	-	-	12,222,484	12,298,483
Subtotal										44,308,210	22,311,240	102,069,744	73,583,870	133,157,495	375,430,559
Public Obligations															
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 584 (Serie	Chile	UF	Other	4.50%	4.72%	-	612,212	10,476,334	14,335,108	-	79,713,743
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 583 (Serie	Chile	UF	At maturity	3.85%	4.00%	-	587,058	-	-	78,832,869	79,419,927
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 584 (Serie	Chile	UF	At maturity	3.85%	3.99%	-	390,850	-	-	52,604,885	52,995,735
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 670 (Serie	Chile	UF	At maturity	3.50%	3.90%	-	317,668	-	-	63,746,576	64,064,244
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 669 (Serie	Chile	UF	Other	3.50%	3.74%	-	8,949,765	-	-	-	8,949,765
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 670 (Serie	Chile	UF	At maturity	3.90%	3.92%	-	269,619	-	-	79,804,732	80,074,351
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 767 (Serie	Chile	UF	At maturity	3.80%	3.76%	1,150,132	-	-	-	80,459,156	81,609,288
76.017.019-4	Plaza S.A.	Chile	-	ono - Reg. SVS 766 (Serie	Chile	UF	Other	3.50%	3.34%	5,429,936	5,040,094	20,129,935	-	-	30,600,025
Subtotal										6,589,128	16,167,266	30,606,329	14,335,108	#####	477,436,138
Leasing Obligations															
79.990.670-8	Administradora Plaza Vespucio S.A.	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	22,121	38,280	109,866	-	-	170,267
96.653.650-0	Plaza Oeste SpA	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	5,1486	58,600	454,965	-	-	665,051
96.653.660-8	Plaza Trébol SpA	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	3,974	33,250	95,381	-	-	12,605
96.791560-2	Plaza Tobalaba SpA	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	4,290	13,216	37,913	-	-	55,419
96.795.700-3	Plaza La Serena SpA	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	4,334	13,352	38,301	-	-	55,987
99.555.550-6	Plaza Antofagasta S.A.	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	6,182	19,042	54,624	-	-	79,848
96.951230-0	Immobiliza Mall Calama SpA	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	4,896	15,093	43,268	-	-	63,247
76.882.330-8	Nuevos Desarrollos S.A.	Chile	95.714.000-9	Servicios Empresariales	Chile	UF	Monthly	5.42%	5.42%	13,287	39,846	114,294	-	-	167,427
76.882.330-8	Nuevos Desarrollos S.A.	Chile	76.882.576-3	Termika Holding S.A.	Chile	UF	Monthly	4.8%	4.8%	87,146	16,197	329,502	361,963	177,162	1,072,020
76.882.330-8	Nuevos Desarrollos S.A.	Chile	76.882.576-3	Termika Holding S.A.	Chile	UF	Monthly	2.44%	2.44%	78,747	89,277	246,213	258,523	654,609	1,327,369
Subtotal										286,463	535,743	1,524,327	620,486	832,221	3,799,240
Total										51,183,801	39,014,249	134,200,400	88,539,464	#####	856,665,937

(Translation of consolidated financial statements originally issued in Spanish)

PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

17. OTHER FINANCIAL LIABILITIES (continued)

On October 3, 2013, the Company placed two Series of bonds in the domestic market. Series M for UF 1,500,000 at a placement rate of 3.50% annual interest for a term of 7 years, with eight equal semi-annual capital repayments as of 2017, and Series N for UF 3,000,000 at a placement rate of 3.80% annual interest for a term of 22 years with a single principal payment at the maturity of said term.

On September 7, 2012, the Company placed two series of bonds in the domestic market. Series I for UF 1,000,000 at a rate of 3.5% annual interest for a term of 6 years, with three equal annual payments of principal from 2016, and Series K for UF 3,000,000 at a rate of 3.9% annually for a term of 22 years with a single payment of principal at the maturity of said term.

On September 7, 2011, the Company placed two series of bonds in the domestic market. Series G for UF 1,000,000 at a rate of 3% annual interest for a term of 5 years, with a single payment of principal at maturity of the term, and Series H for UF 2,500,000 at a rate of 3.5 % of annual interest and a term of 22 years, with principal payments beginning in 2032.

On October 26, 2010, the Company placed two series of bonds for a term of 21 years in the domestic market: Series D for an amount of UF 3,000,000, and Series E for an amount of UF 2,000,000, both series at a rate of 3.85% annual interest, with equal principal payments in the years 2030 and 2031.

On May 19, 2009, the Company placed the Series C for UF 3,000,000 at a 4.5% annual rate and a term of 21 years, with principal payments beginning in 2019.

The movement of the period of the other current and non-current financial liabilities is as follows:

	As of December 31, 2017	Cash Flow	Interest	Other non- monetary movements	As of September 30, 2018
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Bank obligations	375,430,559	(10,331,300)	9,924,052	(1,683,515)	373,339,796
Public bond obligations	477,436,138	(30,464,988)	14,191,722	9,759,030	470,921,902
Hedging derivatives	82,301,176	-	-	16,664,415	98,965,591
Leasing obligations	3,799,240	(570,987)	113,568	341,036	3,682,857
Total	938,967,113	(41,367,275)	24,229,342	25,080,966	946,910,146

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PLAZA S.A. AND SUBSIDIARIES

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18. OTHER CURRENT NON-FINANCIAL LIABILITIES

The balances that make up other current non-financial liabilities correspond to:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
VAT tax debit	4,281,923	4,227,867
Deferred income (see note 23)	1,035,434	869,267
Others	247,619	1,761,799
Total	5,564,976	6,858,933

19. TRADE AND OTHER ACCOUNTS PAYABLE

The balance corresponds mainly to obligations with providers as a result of the normal activity of the operations of the malls, the construction of new malls and the expansion of some malls.

a) Trade and other current accounts payable

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Accounts payable	22,859,332	25,875,937
Notes payable	190,085	83,293
Misc. current creditors	64,580	229,803
Dividends payable	6,771	32,818,134
Total	23,120,768	59,007,167

Terms and conditions of these liabilities:

- ▶ Accounts payable do not accrue interest and are normally settled within 30 days from the date of receipt of the invoice.
- ▶ Documents payable correspond mainly to guarantee certificates from construction companies and expired checks from providers.

b) Non-current accounts payable

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Notes payable	1,103,254	1,345,301
Provision for EPV concession rights payable	-	(307,375)
Total	1,103,254	1,037,926

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

19. TRADE AND OTHER ACCOUNTS PAYABLE (continued)

c) Stratification of suppliers and accounts payable

c.1) Suppliers with daily payments

As of September 30, 2018:

Supplier type	Amounts according to terms of payment						Total ThCh\$
	Up to 30 days ThCh\$	31-60 days ThCh\$	61-90 days ThCh\$	91-120 days ThCh\$	121-365 days ThCh\$	366 or more days ThCh\$	
Goods	5,665,067	-	-	-	-	-	5,665,067
Services	17,193,145	-	-	-	-	-	17,193,145
Total	22,858,212	-	-	-	-	-	22,858,212

As of December 31, 2017:

Supplier type	Amounts according to terms of payment						Total ThCh\$
	Up to 30 days ThCh\$	31-60 days ThCh\$	61-90 days ThCh\$	91-120 days ThCh\$	121-365 days ThCh\$	366 or more days ThCh\$	
Goods	10,717,675	-	-	-	-	-	10,717,675
Services	14,950,182	-	-	-	-	-	14,950,182
Total	25,667,857	-	-	-	-	-	25,667,857

c.2) Suppliers with expired deadlines

As of September 30, 2018:

Supplier type	Amounts according to terms of payment						Total ThCh\$
	Up to 30 days ThCh\$	31-60 days ThCh\$	61-90 days ThCh\$	91-120 days ThCh\$	121-180 days ThCh\$	181 or more days ThCh\$	
Goods	-	-	-	-	-	-	-
Services	-	1,120	-	-	-	-	1,120
Total	-	1,120	-	-	-	-	1,120

As of December 31, 2017:

Supplier type	Amounts according to terms of payment						Total ThCh\$
	Up to 30 days ThCh\$	31-60 days ThCh\$	61-90 days ThCh\$	91-120 days ThCh\$	121-180 days ThCh\$	181 or more days ThCh\$	
Goods	-	-	-	69,480	-	-	69,480
Services	-	14,359	-	124,241	-	-	138,600
Total	-	14,359	-	193,721	-	-	208,080

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

19. TRADE AND OTHER ACCOUNTS PAYABLE (continued)

d) Main suppliers

Here are the top 10 suppliers in terms of the amount of purchases made during the period ended September 30, 2018:

Supplier name	Percentage of purchases
Enel Distribución Chile S.A.	9.2%
A.S. Construcciones Limitada	6.1%
Consorcio Mall Plaza Arica SpA	5.6%
Constructora Parque Central S.A.	5.0%
Termika Servicios Multitecnicos S.A.	4.9%
Ggp Servicios Industriales SpA	2.9%
Falabella Retail S.A.	2.7%
Chubb Seguros Chile S.A	2.5%
Claro Servicios Empresariales S.A.	2.4%
Est. Cen. Parking System Chile S.A.	2.3%

The average term of payment to suppliers from the date of receipt of the invoice is as follows:

Concept / days	As of September 2018	As of December 31 2017
Goods	23	25
Services	22	25
Otros	25	27

20. CURRENT TAX LIABILITIES

The composition of current tax liabilities is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Current income tax provision	24,544,383	29,245,454
Obligatory M.P.P.s paid (Less)	(20,607,510)	(23,093,848)
Others	105,813	105,813
Total	4,042,686	6,257,419

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

21. EMPLOYEE BENEFIT PROVISIONS

a) The balances that make up the employee benefit provisions correspond to:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Vacation provision	1,226,434	1,099,834
Profit sharing and bonuses	8,235,318	8,710,722
Withholdings	482,929	390,222
Total	9,944,681	10,200,778
Current	8,752,553	9,033,022
Non-current	1,192,128	1,167,756
Balance at closing	9,944,681	10,200,778

b) The following is the detail of the expenses for employee benefits included in the Statement of Comprehensive Income:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Remuneration and other benefits	(14,167,379)	(13,024,890)	(4,943,909)	(4,605,873)
Bonuses and incentives	(4,180,215)	(3,292,329)	(1,391,071)	(1,112,021)
Severance provisions	(327,222)	(314,796)	(40,677)	(104,702)
Provision for staff vacations	(143,309)	(54,932)	(106,244)	(72,333)
Total expenses for benefits to employees	(18,818,125)	(16,686,947)	(6,481,901)	(5,894,929)

22. OTHER NON-CURRENT NON-FINANCIAL LIABILITIES

The composition of the other non-current non-financial liabilities is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Guarantees received	15,037,304	14,120,354
Deferred income (see note 23)	4,368,091	3,916,870
Total	19,405,395	18,037,224

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PLAZA S.A. AND SUBSIDIARIES

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23. DEFERRED INCOME

The composition of the deferred income balances is as follows:

	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
At the beginning of the year	4,786,137	5,157,689
Received during the fiscal year	1,018,396	1,065,167
Recognized in the Income Statement	(401,008)	(1,436,719)
Total	5,403,525	4,786,137

Deferred income is presented within the Statement of Financial Position forming part of the other non-financial liabilities, classified according to the following:

	As of September 2018 ThCh\$	As of December 2017 ThCh\$
Current (see note 18)	1,035,434	869,267
Non-current (see note 22)	4,368,091	3,916,870
Total	5,403,525	4,786,137

24. CAPITAL ISSUED

a) Shares

The Company has issued a single series of ordinary shares, which enjoys the same voting rights, without any preference.

	As of September of 2018	As of December of 2017
Ordinary shares without par value	1,960,000,000	1,960,000,000
Total Shares	1,960,000,000	1,960,000,000

b) Common shares issued and fully paid

	Shares	ThCh\$
As of January 1, 2017	1,960,000,000	175,122,686
Movements made between 01-01-2017 and 12-31-2017	-	-
As of December 31, 2017	1,960,000,000	175,122,686
As of January 1, 2018	1,960,000,000	175,122,686
Movements made between 01-01-2018 and 09-30-2018	-	-
As of September 30, 2018	1,960,000,000	175,122,686

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

24. CAPITAL ISSUED (continued)

b) Common shares issued and fully paid (continued)

Basic earnings per share is calculated by dividing net income for the fiscal year attributable to ordinary equity holders of the controlling company by the weighted average number of ordinary shares outstanding during the year.

The Company has not carried out any type of operation with a potential dilutive effect that results in diluted earnings per share, different from the basic earnings per share.

c) Summary financial information of the subsidiary with non-controlling interests:

The following is the financial information of the subsidiary that has relevant non-controlling interests for Plaza S.A., before eliminations and other consolidation adjustments:

Nuevos Desarrollos S.A. Consolidated	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Non-controlling percentage	22.50%	22.50%
Current assets	66,163,277	61,657,731
Non-current assets	933,882,673	920,271,517
Current liabilities	(82,150,397)	(89,161,445)
Non-current liabilities	(406,233,370)	(406,799,186)
Net assets	511,662,183	485,968,617
Carrying value of non-controlling interests	115,123,991	109,342,939

Nuevos Desarrollos S.A. Consolidated	As of September of 2018 ThCh\$	As of September of 2017 ThCh\$
Revenue	61,242,167	48,513,403
Profit (loss)	27,670,919	14,438,026
Total comprehensive income	27,670,919	14,438,026
Profit (loss) attributable to non-controlling interests	6,225,957	3,248,556
Cash flow from operating activities	41,282,425	30,096,044
Cash flow from investing activities	(15,975,394)	(62,145,807)
Cash flow from financing activities, before dividends paid to non-controllers	(21,498,111)	(30,307,398)
Cash flow from financing activities, cash dividends to non-controllers	(1,018,380)	(1,167,325)

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

24. CAPITAL ISSUED (continued)

d) Other reserves:

The movement of the other reserves is detailed below:

Other reserves	As of September 30, 2018 ThCh\$	As of September 30, 2018 ThCh\$
Reserves for investment differences (1)	(65,262,934)	(65,262,934)
Conversion reserves	(5,184,507)	(6,820,844)
Capital adjustment for price-level restatement (2)	3,973,339	3,973,339
Cash flow hedge reserves	(4,134,622)	(2,454,724)
Decrease due to changes in the participation of subsidiaries (3)	(2,619,633)	(2,619,633)
Constitution of legal reserve in associates	1,565,951	131,826
Other reserves	197,641	197,641
Total movements from the fiscal year	(71,464,765)	(72,855,329)

(1) Correspond to the difference between the value of the investment and carrying value of the investment at moment of the initial adoption of IFRS.

(2) Effect generated by the conversion to IFRS only once as a result of the obligation to apply CPI for local purposes.

(3) Effect generated by acquisition of additional participation in a subsidiary

e) Dividend policy

The dividend policy of Plaza S.A. consists of annually distributing, at least 40% of the company's profits for each period.

On January 25, 2017, the Board of Directors of the Company agreed that, based on the results of 2016, the Liquid and Distributable Profit will be that appearing in the Annual Financial Statements in the "Income attributable to equity holders of the parent" excluding:

i. The income that is the result of valuations at fair value, both of assets and liabilities, that have not been monetized or realized, and that arise as a result of business combinations, including affiliates (subsidiaries) and associates; those that will be reinstated at the time of their monetization or realization; and,

ii. The income not monetized or realized by revaluation at fair value of investment properties; those that will be reintegrated into the net income at the time of their monetization or realization.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

24. CAPITAL ISSUED (continued)

e) Dividend Policy (continued)

The effects of deferred taxes associated with the concepts indicated in paragraphs i and ii above will follow the same fate as the items that originate them.

As of September 30, 2018 and December 31, 2017, no results have been generated that imply adjustments to the results obtained as of said dates.

25. DIVIDENDS PAID AND PROPOSED

The following is the detail of the dividends paid and proposed as of September 30, 2018, and December 31, 2017:

	As of September 2018 ThCh\$	As of December 31 2017 ThCh\$
Provisioned, declared and paid during the period:		
Definitive Dividend 2017 paid on 04-27-2018	42,434,000	-
Definitive Dividend 2016 paid on 04-27-2017	-	36,260,000
Total	42,434,000	36,260,000
Minimum dividend reserve	-	31,793,442
Dividend per share	21.65	18.50

26. REVENUE

The composition of revenue for ordinary activities for each year is as follows:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Lease revenue (premises, advertising space)	212,741,622	190,391,475	72,653,543	64,353,614
Other revenue (commissions, fines, commercial indemnities and others)	11,357,500	12,183,705	4,280,145	4,405,360
Total	224,099,122	202,575,180	76,933,688	68,758,974

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

27. OTHER INCOME AND EXPENSES

27.1 Other income, by function

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
EPV concession contract termination (see note 30e))	792,571	-	-	-
Recovery of write-offs	458	105,675	458	-
Profit from the sale of plant and equipment properties	19,290	-	2,495	-
Expropriation of exterior land and bridges mallplaza Copiapó	1,219,083	-	-	-
Other income	110,551	237,588	1,227	119,771
Total income, by function	2,141,953	343,263	4,180	119,771

27.2 Costs and expenses

The sale costs and administration expenses grouped according to their nature are included below:

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Depreciation	(33,589,599)	(27,549,140)	(11,808,040)	(9,666,897)
Amortization	(587,256)	(501,375)	(239,234)	(148,090)
Salaries (see note 21.b)	(18,818,125)	(16,686,947)	(6,481,901)	(5,894,929)
Provision for uncollectible receivables	(30,500)	(393,276)	(129,019)	(140,890)
Service Contracts	(14,909,113)	(11,520,237)	(5,137,936)	(4,327,213)
Patents and taxes	(4,187,513)	(3,607,947)	(1,456,027)	(1,223,278)
Leases and concessions	(1,237,715)	(1,233,706)	(401,343)	(398,157)
Others	(3,562,623)	(8,100,757)	(1,335,254)	(2,757,040)
Total costs and expenses	(76,922,444)	(69,593,385)	(26,988,754)	(24,556,494)

Includes net income, costs and expenses related to "common expenses" according to what is mentioned in Note 2.19.

27.3 Financial income

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Financial income obtained in financial investments	561,664	381,702	155,280	95,200
Related company interest (see note 8.1(4))	756,591	664,357	208,137	157,357
Others	48,124	63,744	18,498	24,180
Total financial income	1,366,379	1,109,803	381,915	276,737

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27. OTHER REVENUE AND EXPENSES (continued)

27.4 Financial costs

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Interest on debts and loans	(22,913,953)	(19,682,647)	(7,852,763)	(7,334,095)
Bank charges and fees	(83,056)	(136,228)	(28,540)	81,942
Subtotal	(22,997,009)	(19,818,875)	(7,881,303)	(7,252,153)
Result for indexation units	(15,710,291)	(7,065,693)	(5,578,070)	991,943
Exchange differences	(4,892)	(45,961)	(55,729)	(1,622)
Total financial costs	(38,712,192)	(26,930,529)	(13,515,102)	(6,261,832)

27.5 Other expenses, by function

	For the 9 months ended September 30		For the 3 months ended September 30	
	2018 ThCh\$	2017 ThCh\$	2018 ThCh\$	2017 ThCh\$
Loss on investment property and intangible assets disposals	(769,896)	(2,210)	(268,020)	(2,210)
Deductible claims	-	(57,843)	-	(14,871)
Taxes, fines and interest	(576,668)	(42,038)	(174,483)	(13,433)
Others	(120,484)	(60,787)	1,708	(21,587)
Total Other expenses, by function	(1,467,048)	(162,878)	(440,795)	(52,101)

27.6 Research and development costs

The Company has not made significant disbursements related to research and development activities during the periods ended September 30, 2018, and December 31, 2017.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

28. TRANSACTIONS IN FOREIGN CURRENCY

The composition of the assets and liabilities in foreign currency as of September 30, 2018, and December 31, 2017, is as follows:

Assets	Foreign currency	Functional currency	As of September 2018 ThCh\$	As of December 31 2017 ThCh\$
Current assets				
Cash and cash equivalents	American dollar	Chilean peso	244,451	453,532
	American dollar	Peruvian nuevo sol	501,255	441,745
Trade and other accounts receivable	American dollar	Peruvian nuevo sol	-	196,635
Accounts receivable from related parties	American dollar	Chilean peso	880,686	570,982
Total current assets			1,626,392	1,662,894
Non-current assets				
Investments accounted for using the equity method	Peruvian nuevo sol	Chilean peso	80,848,282	74,364,067
Total non-current assets			80,848,282	74,364,067
Total assets			82,474,674	76,026,961
Liabilities	Foreign currency	Functional currency	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Current liabilities				
Trade and other accounts payable	American dollar	Chilean peso	129,696	125,403
Notes and accounts payable current related parties	American dollar	Peruvian nuevo sol	59,103	16,797
Total current liabilities			188,799	142,200
Non-current liabilities				
Non-current trade accounts payable	American dollar	Chilean peso	-	323,095
Other current non-financial liabilities	American dollar	Peruvian nuevo sol	92,694	87,924
Total non-current liabilities			92,694	411,019
Total liabilities			281,493	553,219

29. FINANCIAL INFORMATION BY OPERATING SEGMENTS

The operating segments of the Company have been determined according to the main business activities that the Plaza Group develops and that are regularly reviewed by the senior management, in order to measure performance, evaluate risks and allocate resources, and for which there is information available. Because the Company develops a single business, the real estate, the Company has made the segmentation by geographical area. The information that the Company's Management regularly examines, corresponds to the results of Chile and the results abroad.

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29. FINANCIAL INFORMATION BY OPERATING SEGMENTS (continued)

The management reports and those that emanate from the accounting of the Company, use in their preparation the same policies described in the accounting criteria note and there are no differences total level between the measures of the results, the assets and liabilities of the segments, respect of the accounting criteria applied.

Below is the information by segment described above:

	For the 9 months ended September 30						For the 3 months ended September 30					
	2018			2017			2018			2017		
	Chile ThCh\$	Others ThCh\$	Total business ThCh\$	Chile ThCh\$	Others ThCh\$	Total business ThCh\$	Chile ThCh\$	Others ThCh\$	Total business ThCh\$	Chile ThCh\$	Others ThCh\$	Total business ThCh\$
Revenue	217,186,831	6,912,291	224,099,122	196,491,923	6,083,257	202,575,180	74,007,448	2,926,240	76,933,688	66,386,388	2,372,586	68,758,974
Cost of sales	(50,364,254)	(2,483,682)	(52,847,936)	(42,228,657)	(2,156,127)	(44,384,784)	(17,133,951)	(991,557)	(18,125,508)	(14,057,038)	(863,295)	(14,920,333)
Administrative expenses	(20,201,484)	(3,873,024)	(24,074,508)	(21,932,429)	(3,276,172)	(25,208,601)	(7,005,641)	(1,857,605)	(8,863,246)	(8,019,758)	(1,616,403)	(9,636,161)

	As of September 30 2018			As of December 31 2017		
	Chile	Others	Total business	Chile	Others	Total business
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Intangible assets other than goodwill	3,516,396	407,469	3,923,865	3,540,407	408,938	3,949,345
Property, plant and equipment	2,787,262	150,851	2,938,113	2,854,575	168,089	3,022,664
Investment Properties	2,797,424,008	160,033,660	2,957,457,668	2,794,755,347	130,060,623	2,924,815,970
Other financial liabilities	876,024,273	70,885,873	946,910,146	882,829,278	56,137,835	938,967,113

There is only one Grupo Plaza customer that represents more than 10% of the income from ordinary activities, which is detailed by segment below:

	For the 9 months ended September 30						For the 3 months ended September 30					
	2018			2017			2018			2017		
	Chile M\$	Otros M\$	Total Negocio M\$	Chile M\$	Otros M\$	Total Negocio M\$	Chile M\$	Otros M\$	Total Negocio M\$	Chile M\$	Otros M\$	Total Negocio M\$
Revenue	26,394,149	737,664	27,131,813	26,321,381	759,813	27,081,194	9,064,526	330,729	9,395,255	8,354,176	240,571	8,594,747

The information disclosed is presented net of the corresponding eliminations to transactions and results among the companies that comprise it. The results and transactions between the different consolidated entities are eliminated at the aggregate level, forming part of the final consolidated Plaza Group. This form of presentation is the same used by Management in the processes Periodic review of the performance of the Company.

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PLAZA S.A. AND SUBSIDIARIES

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30. COMMITMENTS, RESTRICTIONS AND CONTINGENCIES

a) Direct Guarantees:

The Company does not currently have direct guarantees to secure obligations of third parties.

b) Indirect Guarantees:

The Company has not created indirect guarantees to secure obligations of third parties.

c) Judgments:

On September 23, 2011, the company Inversiones Accionarias Limitada filed a claim against Plaza Oeste SpA, requesting the restitution of an area of land of approximately 1,005.80 square meters, located on the southern boundary of the land on which Mallplaza Norte is built, in addition to asking for the payment of mutual benefits, damages and restitution. The amount of the lawsuit is indeterminate. Currently, in the trial judgment of first instance pronounced, it was partially granted the claim of the claimant company since it ordered the restitution of 895.43 square meters and rejected the actions relative to the return of the natural and civil restitution, and response to the damages since the arbitrator considered that Mallplaza acted in good faith. In opposition to the aforementioned ruling, a recourse in cassation was filed in the form of an appeal.

The Group has various types of lawsuits that are recorded according to the amount of the trial and its probability of adverse judgment, which is estimated by the legal advisors as probable, unlikely or remote. As of September 31, 2018, the detail of the judgments are as follows:

Nature of judgments	Number of judgments	Amount from judgments	Amount provisioned as of September 30, 2018	Amount provisioned as of December 31, 2017
		ThCh\$	ThCh\$	ThCh\$
Consumer	20	3,835,173	35,589	173,464
Civil	83	789,567	293,719	262,524
Others	32	2,053,301	100,037	1,351
		6,678,041	429,345	437,339

The Company and its subsidiaries have established provisions to cover any adverse effects arising from these contingencies. Management considers that they are sufficient, given the current state of the trials.

d) Other Restrictions:

As of September 30, 2018, the Company has financial restrictions established in contracts for the issuance of public bonds and / or financing with financial institutions:

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

30. COMMITMENTS, RESTRICTIONS AND CONTINGENCIES (continued)

d) Other Restrictions (continued)

1. Public bonds

The main covenants regarding the D Bond Series, issued with charge to the Line of Bonds No. 583 registered in the Securities Registry dated April 30, 2009; regarding the C and E Bond Series issued with charge to Line of Bonds No. 584 registered in the Securities Registry dated April 30, 2009; with respect to the I Bond Series issued with charge to the Line of Bonds No. 669 registered in the Securities Registry dated May 30, 2011; with respect to the H and K Bond Series issued with charge to the Line of Bonds No. 670 registered in the Securities Registry dated May 30, 2011; and with respect to the M and N Bond Series issued with charge to Line of Bonds 766 and 767 respectively, both registered in the Securities Registry dated September 23, 2013, are the following:

I) Level of indebtedness

As of March 31, 2010, to maintain at the close of each quarter of the Financial Statements of the issuer, a Debt Level defined as the sum of the Other Current Financial Liabilities and Other Non-Current Financial Liabilities, divided by the value of the UF at the closing date of the Consolidated Financial Statements of the Issuer less than or equal to the value established by the formula.

The detail of the calculation of the Maximum Indebtedness Level established in Clause Ten, number One, of the Bond Issuance Contracts by Line of Debt Securities at 10 years and 30 years, and their modifications, are presented.

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

30. COMMITMENTS, RESTRICTIONS AND CONTINGENCIES (continued)

d) Other Restrictions (continued):

1. Public bonds (continued)

I) Level of indebtedness (continued)

Maximum Debt According to Bond Covenant Lines 583, 584, 669, 670, 766 and 767 as of September 30, 2018.

	Currency	As of September 30, 2018	As of June 30, 2018	Information source
Period _i		30-09-2018	30-06-2018	
Period _{i-1}		30-06-2018	31-03-2018	
UF _i	\$/UF	27,357.45	27,158.77	
UF _{i-1}	\$/UF	27,158.77	26,966.89	
Cash and cash equivalents of the Period _i	ThCh\$	33,046,376	29,015,205	Statement of Financial Position period i
Cash and cash equivalents of the Period _{i-1}	ThCh\$	29,015,205	47,580,188	Statement of Financial Position period i-1
Cash Variation _i	ThCh\$	4,031,171	(18,564,983)	
Cash Variation_i	MUF	147	(684)	
Guarantees to third parties	There is none	-	-	
Total Equity _i	ThCh\$	1,837,155,041	1,808,828,159	Statement of Financial Position period i
Dividends Payable _i	ThCh\$	6,771	6,771	Note 19 - Financial Statements period i
Total Equity _{i-1}	ThCh\$	1,808,828,159	1,775,460,363	Statement of Financial Position period i-1
Dividends Payable _{i-1}	ThCh\$	6,771	32,818,134	Note 19 - Financial Statements period i-1
Equity Variation _i	ThCh\$	28,326,882	556,433	
Equity Variation_i	MUF	1,035	20	
Investment Properties i-1 a	ThCh\$	2,796,694,564	2,798,328,666	Statement of Financial Position period i-1
Investment Properties Deferred Interest i-1 b	ThCh\$	437,881,871	431,555,513	Note 9.2 - Financial Statements period i-1
Adjustment for initial revaluation of Investment Prop. to IFRS c	ThCh\$	874,483,983	874,483,983	Note 4 - 4.1 - Financial Statements as of 12.31.2010
Deferred taxes for initial revaluation of Inv. Prop. d	ThCh\$	148,662,277	148,662,277	
Adjustment for initial revaluation of Investment Prop. to IFRS e	ThCh\$	454,824,534	454,824,534	
Deferred taxes for initial revaluation of Inv. Prop. f	ThCh\$	122,799,513	122,799,513	
Percentage variation UF e	ThCh\$	0.73%	0.71%	
Monetary Correction Investment Properties Chile i-1	ThCh\$	9,517,217	9,313,525	
Monetary Correction Investment Properties Chile i-1	MUF	348	343	
Adjust for Investment Properties outside of Chile i-1	MUF	80	454	
Maximum Debt i-1	MUF	96,846	95,894	
Maximum Debt i	MUF	99,921	96,846	

^a Net accumulated depreciation Investment Properties in Chile

^b Associated with Investment Properties in Chile

^c From Investment Property as of December 31, 2009

^d Associated with the initial revaluation adjustment IFRS Investment Properties as of December 31, 2009. It represents 17% of the initial revaluation adjustment to IFRS

^e From the Investment Properties as of December 31, 2016 by re-adoption of IFRS

^f Associated with the revaluation adjustment of the due to the re-adoption of the IFRS of the Investment Properties as of December 31, 2016. It represents 27% of the revaluation adjustment due to the re-adoption of the IFRS

^g Percentage variation between the values of UF_i and UF_{i-1}

As of September 30, 2018, the Maximum Allowable Debt amounts to ThUF 99,921 according to the contracts of the government bonds in force. The outstanding debt as of September 30, 2018, amounts to MUF 34,322.

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

30. COMMITMENTS, RESTRICTIONS AND CONTINGENCIES (continued)

d) Other Restrictions (continued):

1. Public bonds (continued)

II) Essential assets

Assets corresponding to five hundred thousand square meters of leasable area in Chile that are directly owned by the Issuer or through subsidiary or related companies, or in respect of which the Issuer or any of its subsidiaries or related companies are concession holders under concession agreements whose term of validity is equal to or greater than the term of maturity of

the current bonds issued with charge to the lines. For these purposes, in order to determine the leasable square meters in Chile that are owned by subsidiaries or related companies of the Issuer, or of which they are concessionaires according to the aforementioned, only the amount resulting from multiplying (i) all the leasable square meters in Chile that are owned by each subsidiary or related company, or that they have in concession, will be considered; by (ii) the percentage of direct or indirect ownership of the Issuer in the respective subsidiary or related company.

2. Financial institutions

Plaza S.A., as of September 30, 2018, has contracted financing with several financial institutions, which have the following financial restrictions:

Company	Covenant	Required Level	Level at September.30,2	Observation	Detail
Nuevos Desarrollos S.A.	Consolidated Current Liabilities + Consolidated Non-Current Liabilities / Total Consolidated Equity	<= 2.00 veces	<= 0.95 veces	In compliance	Quarterly calculation measured on consolidated Financial Statements of the company for each period
Patrimonio Autónomo Centro Comercial Cartagena	(EBITDA + BOX) / Debt Service	<= 1.10 veces	<= 1.40 veces	In compliance	Semi-annual calculation measured on the Financial Statements of the company of each semester
	Net Financial Debt <Maximum Indebtedness Level	MM COP 370.661	MM COP 101.333	In compliance	Semi-annual calculation measured on the Financial Statements of the company of each semester
Patrimonio Autónomo Centro Comercial Manizales Dos	Net Financial Debt / Equity	<= 2.30 veces	<= 1.37 veces	In compliance	Annual calculation measured on the Financial Statements of the company year end

As of the date of these Interim Consolidated Financial Statements, all the agreements established in the debt contracts have been complied with.

e) Term of the Project Mall Plaza Barón

On May 3, 2018, the subsidiary Plaza Valparaíso S.A. and Empresa Portuaria Valparaíso decided on the early termination of the Concession Contract and the Barón Port Project Lease, and the parties proceeded to perform the respective obligations.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS

Plaza S.A. is exposed to certain risks that could impact, to a greater or lesser extent, its business and results in an adverse manner. Given this, the Company has developed a series of actions for the identification, evaluation, mitigation and supervision of the risks it faces, under the COSO ERM (Enterprise Risk Management) risk management model, and risk control segmentation methodology known as Three Defense Barriers. This model is applied in the three countries where Mallplaza participates. Periodically, the first and second defense barriers, composed of those responsible for each process and senior management, perform an assessment of the Company's risks, in line with the value and operational chains of the business, in such a way that keeps the risks that could impact the development or objectives of Plaza S.A. and its subsidiaries updated. In addition, the Company recognizes its third defense barrier in the Internal Audit area, whose objective is to verify independently from Management, the compliance with the policies and procedures, and has a direct dependency on the Directors' Committee of the Company.

A. INHERENT RISKS OF THE ACTIVITY

1. Financial risks

The main risks to which Plaza S.A. is subject are (i) market risk, (ii) liquidity risk and (iii) credit risk. The Board of Directors of Plaza S.A. has approved centralized policies and procedures to manage and minimize exposure to risks that may affect the Company's profitability. Likewise, procedures have been established to evaluate the evolution of said risks, so that the policies and procedures are continually reviewed to adapt to the changing scenario of the businesses and markets in which the Company operates.

(i) Market risk

Based on the aforementioned policies and the possibilities offered by the financial markets where it operates, the Group may contract derivative instruments for the sole purpose of mitigating the effects of these risks and in no case shall it conduct derivative transactions for speculative purposes.

The main market risks to which Plaza S.A. is exposed are the exchange rate, interest rates and inflation.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

A. INHERENT RISKS OF THE ACTIVITY (continued)

1. Financial risks (continued)

(i) Market risk (continued)

Exchange rate risk

The Company is exposed to two sources of risk of adverse movements in the price of currencies. The first corresponds to the financial debt issued in currencies other than the functional currency of the business, while the second corresponds to investments abroad.

Given the foregoing, the Company only bases its financing on the currencies of the business in each country, and if this is not possible, hedging derivatives are used. As of September 30, 2018, 89.9% of the consolidated financial debt after hedges was expressed in UF, 2.6% expressed in Chilean pesos and 7.4% in Colombian pesos. This way, it is possible to affirm that the exchange rate does not imply a significant risk on the consolidated debt of the Company.

Interest rate risk

Plaza S.A. has 96% of its financial debt after currency hedges, at a fixed interest rate, in order to avoid exposure to fluctuations that may occur in variable interest rates and that may increase financial expenses. An increase in interest rates of 0.5% could affect both the refinancing of current financial debt and that portion of debt subject to a variable rate, and its annualized effect on the Company's results is estimated at approximately ThCh\$ 513,211.

Inflation risk

The majority of the Company's revenue is adjusted by the respective inflation in Chile, Peru and Colombia. In the case of Chile, the main source of income, these are denominated in *Unidades de Fomento* (UF) and considering that most of the consolidated financial debt after hedges is indexed to the same indexation unit, it is possible to establish that the Company maintains a natural economic hedge that protects it from the risk of inflation present in the consolidated debt after hedges (revenue indexed to the UF).

On the other hand, due to the fact that accounting standards do not contemplate the accounting of this type of hedge, it is possible to foresee that an increase of 3% in the value of the UF in the horizon of one year would generate a negative impact on the annual results of the Company of approximately ThCh\$ 25,259,196, considering both the readjustments of the debt instruments and the revenue in UF.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited).

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

A. INHERENT RISKS OF THE ACTIVITY (continued)

1. Financial risks (continued)

(ii) Liquidity risk

The Company is not significantly exposed to liquidity risk, due to the maintenance of sufficient cash and cash equivalents to meet the necessary disbursements in its normal operations.

Additionally, Plaza S.A. and its main subsidiaries have financing alternatives available, such as overdraft lines and bank loans. The breakdown of financial liabilities is detailed below, as well as the expected maturities of these financial liabilities.

Plaza S.A. monitors its liquidity risk with an adequate planning of its future cash flows, considering its main commitments as operational cash flows, debt payments, interest payments, dividend payments, tax payments, among others, which are financed with due anticipation and taking into consideration potential volatilities in the financial markets.

The following table summarizes the maturity profile of the financial liabilities of Plaza S.A. and subsidiaries as of September 30, 2018, and December 31, 2017, based on contractual financial obligations of payment.

As of September 30, 2018	Up to one year ThCh\$	More than 1 year and up to 2 years ThCh\$	More than 2 year and up to 3 years ThCh\$	More than 3 year and up to 4 years ThCh\$	More than 4 year and up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$
Principal	82,947,452	63,586,711	39,656,600	82,922,760	81,225,664	496,856,842	847,196,029
Interest	32,750,893	29,749,201	27,498,880	25,996,120	22,997,895	160,469,866	299,462,855
Totales	115,698,345	93,335,912	67,155,480	108,918,880	104,223,559	657,326,708	1,146,658,884

As of December 31, 2017	Up to one year ThCh\$	More than 1 year and up to 2 years ThCh\$	More than 2 year and up to 3 years ThCh\$	More than 3 year and up to 4 years ThCh\$	More than 4 year and up to 5 years ThCh\$	More than 5 years ThCh\$	Total ThCh\$
Principal	83,473,091	48,757,591	85,938,131	13,892,602	75,001,208	550,721,997	857,784,620
Interest	28,318,413	25,686,273	22,820,312	20,462,718	19,322,452	153,086,695	269,696,863
Totales	111,791,504	74,443,864	108,758,443	34,355,320	94,323,660	703,808,692	1,127,481,483

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited).

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

A. INHERENT RISKS OF THE ACTIVITY (continued)

1. Financial risks (continued)

(iii) Credit risk

Credit risk is the risk of loss for Plaza S.A. in the event that a client or other counterparty does not comply with its contractual obligations.

Plaza S.A. does not have significant concentrations of credit risk, as it has a significant fragmentation of its Clients and, in accordance with current lease agreements, guarantees sufficient to cover the risks of non-collection.

The debtors are presented at net value that is, discounted by the doubtful accounts estimates. These estimates are given by a centralized process through a model that associates the Client by term and type of delinquency of their accounts receivable and guarantees established in favor of the Company.

Through its Credit and Collections area the Finance Department is responsible for minimizing the risk of accounts receivable, by assessing the risk of the lessees and the management of accounts receivable.

Plaza S.A. has a centralized process for the risk assessment of its clients, determining a classification for each of them, which is governed by the Commercial Risk Policies and the Risk Analysis Procedure. In this process, the financial position of the client is analyzed in order to determine the level of associated risk, thus establishing the constitution of guarantees if necessary.

The Company requests the constitution of guarantees from its clients based on the risk analysis carried out by the Finance Department. The guarantees received by the Company are:

Guarantees	As of September of 2018 ThCh\$	As of December 31 of 2017 ThCh\$
Receipts	41,581,375	38,231,765
Cash	14,983,862	13,856,456
Total	56,565,237	52,088,221

During the year, no significant guarantees have been executed as a result of late payment of Clients.

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

A. INHERENT RISKS OF THE ACTIVITY (continued)

1. Financial risks (continued)

(iii) Credit risk (continued)

The credit quality of trade receivables that have not yet matured and that have not suffered impairment loss is evaluated based on the credit rating granted by the financial area through internal Company indexes.

Internal credit rating	% Maturing debt	As of September of 2018 ThCh\$	As of December of 2017 ThCh\$
Group A	Greater than or equal to 70%	40,045,442	45,783,450
Group B	Less than 70% and greater to 40%	2,836,814	1,597,588
Group C	Less than 40% and greater to 10%	439,433	450,564
Group D	Less than 10%	103,314	61,979
		43,425,003	47,893,581

Non-matured and non-impaired balances include accounts whose conditions have been renegotiated for the following amounts and which, to date, present adequate payment compliance:

	ThCh\$
As of September 30, 2018	269,273
As of December 31 of 2017	53,089

Also, Plaza S.A. limits its exposure to credit risk by investing exclusively in products with a high liquidity and credit rating, for which it has policies that limit the type of investment instruments and the credit quality of its counterparts.

Plaza S.A. performs all hedging derivative transactions with counterparties that have a minimum of an AA- risk rating level, according to local risk classification, who are also subject to a credit analysis prior to entering any operation.

2. Real estate market conditions

The local conditions of the real estate market in each country, such as excessive supply or the reduction of the demand for commercial space, could affect the leasing of the Company's premises. Plaza S.A. mitigates this risk through the signing of long-term leases and, in the case of the start of a new mall or extensions, through a thorough analysis of the market involved and binding agreements with relevant operators prior to their execution.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

A. INHERENT RISKS OF THE ACTIVITY (continued)

3. Changes in current laws and regulations

A possible change in the current regulatory framework could affect the revenues or costs of Plaza S.A. For example, a change in labor regulations could restrict the opening hours of malls on holidays. Furthermore, its profitability could be affected by a negative change in the regulations associated with land or construction.

4. Environmental risks

As real estate owners, they could face liabilities due to contamination within the communities where the malls are located, for which Plaza S.A. has established policies and procedures to ensure compliance with current environmental regulations and also to ensure a sustainable operation of its urban centers based on best practices.

5. Financial instruments

The main financial instruments of Plaza S.A. arise either directly from its operations or from its financing activities, which include, among others, bank loans and overdrafts, debt instruments with the public, trade receivables, lease agreements, short term placements and loans granted.

The carrying value of assets and liabilities approximates their fair value due to their short-term nature. The market value of the instruments is determined using future cash flows discounted at current market rates at the close of the Financial Statements.

6. Derivatives

The Company uses derivative financial instruments such as forward contracts, swaps and cross currency swaps with the objective of minimizing the risk generated by the volatility of currencies and rates other than the UF. The role of these derivatives is that the instruments used cover the cash flows committed to by the Company.

As of September 30, 2018, Plaza S.A. and Subsidiaries have the following derivative contracts:

Debtor	Unique Tax Identification	Counterparty	Bank pays CLP (Contracted)	Rate CLP (*)	Bank receives UF	Rate UF	Start date	End date
Nuevos Desarrollos S.A.	76.882.330-8	Banco Estado	45,673,700,000	7.05%	2,000,000.00	4.090%	02-27-2013	02-27-2020
Nuevos Desarrollos S.A.	76.882.330-8	Banco de Chile	48,124,107,791	TNA + 1.15% (4.66%)	2,000,046.04	2.380%	07-30-2014	01-30-2020
Nuevos Desarrollos S.A.	76.882.330-8	Banco de Chile	28,198,029,500	TNA + 1.52% (4.98%)	1,145,000.00	2.820%	01-05-2015	03-05-2020
Nuevos Desarrollos S.A.	76.882.330-8	Banco Estado	49,617,620,000	5.13%	2,000,000.00	2.455%	05-11-2015	05-11-2021
Totals			171,613,457,291		7,145,046.04			

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

B. GENERAL MARKET RISKS

1. Economic cycle

In general, the sales of malls are highly correlated with the evolution of gross domestic product and consumption. The fall in the disposable income of people, caused by the economic contraction that affects the income of the operators (lessees), could eventually affect the occupancy rate of the premises. However, the commercial policy of Plaza S.A. is mostly focused on fixed charges not associated with the sales of its lessees, so the revenues of Plaza S.A. are less sensitive to the economic cycle of the income obtained by the commercial premises generated by their sales. In addition, the lease income of the Company comes from different types of operators, among whose business cycles there is an inverse correlation between them such as: supermarkets, home improvement, service premises, specialized premises, medical and health buildings, offices, education and entertainment centers (cinemas and restaurants), among others

2. Restrictions on credit to people

Related to the previous point, the lower access to consumer loans granted by banks and trading houses, due to greater credit restrictions caused by economic cycles, could generate a lower sale of the stores, affecting the variable part of revenues that Plaza S.A. receives on behalf of their lessees. Plaza S.A. mitigates this risk with its trade policy, whose objective is to maximize the proportion of fixed income.

3. Risks of nature

This type of risk is outsourced by the Company through the contracting of insurance policies that broadly cover the operational risks of all its investment properties (malls in operation and construction) and the income flows associated with these, through first-rate insurance companies.

4. Computer and technological security risks

There are potential risks associated with digital security breaches, whether through cyber-attacks, malware, computer viruses, file attachments to emails, among others. In this regard, Plaza S.A. manages the security and integrity of its IT networks and related systems to minimize the effect of a possible interruption in the continuity of the systems, relying on companies specialized in these risks.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

B. GENERAL MARKET RISKS (continued)

5. Competition

According to studies carried out in homes and in different shopping centers, the main players that compete with Plaza S.A., are the shopping centers in their different formats, such as malls, power centers, strip centers, the centers of each city and the traditional commerce located in the areas of influence where mallplaza malls are located.

6. Land availability

An important variable for future growth is the availability of adequate land to develop mall projects. In this aspect, Plaza S.A. already owns a group of land plots that will allow it to develop commercial projects over the next few years.

These projects will only be developed when the Company considers that there is sufficient associated demand and that they are profitable.

On the other hand, considering the lower availability of suitable land in densely populated areas, the Company has managed to develop vertical projects, such as Mallplaza Alameda, which occupy a smaller area, optimizing its investment, profitability and flexibility to adapt to smaller land areas.

7. Capital management

Plaza S.A. maintains adequate capital ratios in order to support and give continuity and stability to its business. Additionally, the Company continuously monitors its capital structure and those of its subsidiaries, with the objective of maintaining an optimal structure that allows it to reduce the cost of capital and maximize the economic value of the Company. Plaza S.A. monitors capital using a consolidated net financial debt index on equity. As of September 30, 2018, the aforementioned index was 0.50 times.

The Company maintains a credit rating with Humphreys and Fitch Ratings, which have granted it the following classification:

	Humphreys	Fitch Ratings
Bonds and Lines of Bonds	AA+	AA
Commercial papers	Level 1+ / AA+	N1+ / AA

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

31. ADMINISTRATION OF FINANCIAL RISKS (continued)

B. GENERAL MARKET RISKS (continued)

7. Capital management (continued)

On December 6, 2012, the SVS, today the CMF, made the registration in the securities registry of line No. 94 of Effects of Commerce of Plaza S.A., for a maximum amount of UF 1,500,000, which does not contemplate any type of financial agreement covenant or guarantees. As of September 30, 2018, there are no current placements.

32. REASONABLE VALUE OF FINANCIAL INSTRUMENTS

Fair value is defined as the price that would be received for selling an asset or paid for transferring a liability in an orderly transaction between market participants on the measurement date.

When a financial instrument is traded in a liquid and active market, its market price stipulated in a real transaction provides the best evidence of its fair value. When the price stipulated in the market is not available or it cannot be an indication of the fair value of the instrument, to determine said fair value, the market value of another substantially similar instrument the analysis of discounted cash flows or other applicable techniques can be used, which are affected significantly by the assumptions used. Although Management has used its best judgment in estimating the fair values of its financial instruments, any technique to make such an estimate entails a certain level of inherent fragility. As a result, the fair value cannot be indicative of the net realization or liquidation value of the financial instruments.

The following methods and assumptions were used to estimate the fair values:

a) Financial instruments whose fair value is similar to the carrying value

For financial assets and liabilities that are liquid or have short-term maturities (less than three months), such as cash and cash equivalents, accounts receivable, accounts payable and other current liabilities, the carrying value is considered to be similar at fair value.

b) Fixed rate financial instruments

The fair value of financial assets and liabilities that are at fixed rates and at an amortized cost is determined by comparing the market interest rates at the time of initial recognition with the current market rates related to similar financial instruments. The estimated fair value of interest bearing deposits is determined by discounted cash flows using market interest rates in the prevailing currency with similar maturities and credit risks.

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

32. REASONABLE VALUE OF FINANCIAL INSTRUMENTS (continued)

c) Hierarchies of reasonable values

Plaza S.A. classifies the instruments recorded at fair value as follows:

Level 1 Price quoted (not adjusted) in an active market for identical assets and liabilities.

Level 2 Different input from quoted prices that are included in Level 1 and that are observable for assets and liabilities, either directly (that is, as a price) or indirectly (that is, derived from a price).

Level 3 Inputs for assets or liabilities that are not based on observable market information (unobservable inputs).

The following table presents the classes of financial instruments that are measured at fair value as of September 30, 2018, and December 31, 2017, according to the level of information used in the valuation:

Financial instruments measured at fair value	As of September 30, 2018		
	Level 1 ThCh\$	Level 2 ThCh\$	Level 3 ThCh\$
Other financial assets	-	139,316	-
Total financial assets at fair value	-	139,316	-
Other financial liabilities	-	887,267,161	-
Hedging derivatives	-	98,965,591	-
Total financial liabilities at fair value	-	986,232,752	-

Financial instruments measured at fair value	As of December 31, 2017		
	Level 1 ThCh\$	Level 2 ThCh\$	Level 3 ThCh\$
Other financial assets	-	702,630	-
Total financial assets at fair value	-	702,630	-
Other financial liabilities	-	938,655,039	-
Hedging derivatives	-	82,301,176	-
Total financial liabilities at fair value	-	1,020,956,215	-

33. ENVIRONMENT

In relation to the provisions of Circular No. 1,901 of the Superintendency of Securities and Insurance (now CMF), the following are the disbursements that Plaza S.A. and its subsidiaries as of September 30, 2018, have made or expect to make, linked to the protection of the environment:

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Nuevos Desarrollos S.A.	Noise control	Acoustic measurement	Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	2,189	01-04-2019	In process
			Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	2,572	01-07-2019	In process
			Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	2,791	01-01-2019	In process
	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	55	01-10-2018	In process
			Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	465	01-02-2019	In process
			Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	985	Fourth Quarter of 2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	189,367	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	241,440	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	69,186	01-10-2018	In process
	Collection Point	Enabling Collection Point	Asset	Installation of infrastructure to operate CP, includes improvements such as chock painting and graphics.	2,900	Fourth Quarter of 2018	In process
			Expense	Operators and monitor that operate the Collection Point.	16,962	Monthly	In process
	Waste treatment	Waste Compost	Expense	Improvement of the composting sector, installation of acrylic to fence and protect equipment and plants.	1,204	01-12-2018	In process
			Expense	Internal audit on the use and consumption of Mall water.	985	Monthly	In process
	Recycling equipment for bottles and cans	Ecoven Team	Expense	Automatic recycling machine for PET bottles and aluminum cans, for each recycling, the user earns discounts at the Mall.	4,377	Monthly	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2, and 3) through external audit.	1,148	Fourth Quarter of 2018	In process
	ISO Certification	Application in Seal of Energetic Efficiency 2017	Expense	Recognition of the Ministry of Energy (Chile) and the Chilean Agency of Energy Efficiency, to the responsible companies with the energy. PEG is awarded with the EE Seal category gold.	2,845	Fourth Quarter of 2018	In process
		ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	654	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	576	Fourth Quarter of 2018	In process
	Expense		Certification of energy management system, based on the efficient use of energy	576	Fourth Quarter of 2018	In process	
	Organic digester	Lease of organic digester	Expense	Biodegradation system of organic waste from food court premises to generate fertilizer for landscaping	11,162	Monthly	In process
Enabling and irrigation canalization		Asset	Construction and canalization of the area where the fertilizer will be stored in the water treatment plant that is derived from hannover landscaping	3,228	Fourth Quarter of 2018	In process	
Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	5,026	01-01-2019	In process	

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PLAZA S.A. AND SUBSIDIARIES

Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Inmobiliaria Mall Calama SpA	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	1,122	01-03-2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	65,260	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	21,175	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	8,716	01-10-2018	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scpoe 1, 2 and 3), through external audit.	164	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	109	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	192	Fourth Quarter of 2018	In process
Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	718	01-01-2019	In process	

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza Antofagasta S.A.	Noise control	Acoustic measurement	Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	958	01-08-2019	In process
	Hazardous waste control	Items for hazardous waste warehouse	Expense	Containers and landmarks for hazardous waste storage	356	01-12-2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	41,728	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	44,073	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	9,726	01-10-2018	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	164	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	109	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	192	Fourth Quarter of 2018	In process
Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, safety and occupational health.	718	01-01-2019	In process	

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33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza del Trébol SpA	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	629	01-02-2019	In process
			Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	465	01-01-2019	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	56,328	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	76,348	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	18,713	01-10-2018	In process
	Waste treatment	Waste Compost	Expense	Clearance and removal of waste compost sector debris	301	01-12-2018	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	328	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	218	Fourth Quarter of 2018	In process
			Expense	Certification of energy management system, based on the efficient use of energy	384	Fourth Quarter of 2018	In process
	Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	1,436	01-01-2019	In process

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33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza La Serena SpA	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	821	01-12-2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	30,911	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	23,391	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	8,421	01-10-2018	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	164	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	109	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	192	Fourth Quarter of 2018	In process
Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	718	01-01-2019	In process	

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Notes to the Interim Consolidated Financial Statements as of September 30, 2018 (unaudited)

33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza Oeste SpA	Noise control	Acoustic measurement	Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	684	01-08-2019	In process
	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	356	01-10-2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	60,683	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	112,568	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	23,896	01-10-2018	In process
	Waste treatment	Recycling of organic waste	Expense	Collection of organic waste from the landscaping area (weeds, trimmings, prunings, etc.) in special compactor, waste is disposed of at Reciclajes Industriales' Armony plant for generation of industrial compost.	5,690	Monthly	In process
		Water resources consultancy	Expense	Internal audit on the use and consumption of Mall water.	1,970	Monthly	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	328	Fourth Quarter of 2018	In process
	ISO Certification	Lead Auditor Course	Expense	Lead Auditor Course in integrated standards ISO 14.001 and ISO 50.001	2,517	Fourth Quarter of 2018	In process
		Acrylics Politics	Expense	Framing of environmental and energy policy	465	Fourth Quarter of 2018	In process
		ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	218	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	384	Fourth Quarter of 2018	In process
	Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	1,436	01-01-2019	In process

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PLAZA S.A. AND SUBSIDIARIES

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33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza Tobalaba SpA	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	465	01-12-2018	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	14,882	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	13,952	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	9,947	01-10-2018	In process
	Waste treatment	Water resources consultancy	Expense	Internal audit on the use and consumption of Mall water.	985	Monthly	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	164	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	109	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	192	Fourth Quarter of 2018	In process
	Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, and occupational safety and health.	718	01-01-2019	In process

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33. ENVIRONMENT (continued)

Identification of the parent or subsidiary	Name of the project to which the disbursement is associated	Disbursement concept	Asset or Expense	Description of the asset or item of Expense	Amount of the disbursement ThCh\$	Certain or estimated date in which the future disbursements will be made	The project is in process or finished
Plaza Vespucio SpA	Noise control	Acoustic measurement	Expense	External acoustic measurement, noise that affects the neighbors of the Mall and is complemented by an acoustic modeling study which estimates the noise level according to the source.	1,286	01-07-2019	In process
	Hazardous waste control	Withdrawal of hazardous waste	Expense	Withdrawal of hazardous waste collected in the warehouse for hazardous waste from the Mall.	520	01-02-2019	In process
	Control and treatment of liquid industrial waste (LIW) and sewage	Sanitary control of the treatment of liquid industrial waste (LIW) and sewage	Expense	Preventive and corrective service for the industrial treatment of LIW (liquid industrial waste) according to current environmental regulations	33,202	01-05-2020	In process
	Comprehensive management of waste	Integrated management from collection to final disposal	Expense	Comprehensive management considers disposable - recyclable and organic residential-like waste. Hazardous waste and debris will be treated at the request of Mall Plaza	157,701	January to August 2018	In process
	Pest control program	Prevention and control of pests (ex: mice) and control of flying insects	Expense	Fumigation, sanitization and rat extermination	14,379	01-10-2018	In process
	Waste treatment	Water resources consultancy	Expense	Internal audit on the use and consumption of Mall water.	985	Monthly	In process
	Carbon footprint	Carbon Footprint Measurement	Expense	Verification and validation of the data entered into the Carbon Footprint calculator (scope 1, 2 and 3) through external audit.	164	Fourth Quarter of 2018	In process
	ISO Certification	ISO 14.001 Audit	Expense	Certification of environmental management system, based on environmental care policies and processes.	109	Fourth Quarter of 2018	In process
		ISO 50.001 Audit	Expense	Certification of energy management system, based on the efficient use of energy	192	Fourth Quarter of 2018	In process
Matrix of legal requirements regarding environment, energy, and occupational safety and health	Lifting of legal requirements	Expense	Lifting of regulations applicable to malls and compliance analysis in environmental matters, energy, safety and occupational health.	718	01-01-2019	In process	

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34. SUBSEQUENT EVENTS

Except for the foregoing, there are no other subsequent events that occurred between September 30, 2018 and the date of issuance of these Interim Consolidated Financial Statements.

