

CHEMICAL & MINING CO OF CHILE INC
Form 6-K
April 01, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16 UNDER THE
SECURITIES EXCHANGE ACT OF 1934

For the month of April 2015.

Commission File Number 33-65728

CHEMICAL AND MINING COMPANY OF CHILE INC.

(Translation of registrant's name into English)

El Trovador 4285, Santiago, Chile (562) 2425-2000

(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F: Form 40-F:

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

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Las Condes, Santiago, Chile
Tel: (56 2) 2425 2000
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Santiago, Chile, April 1, 2015 – Sociedad Química y Minera de Chile S.A. (SQM), reports the translation of the financial statements that were filed with the Chilean Securities and Insurance Commission (*Superintendencia de Valores y Seguros de Chile*) for the year ended December 31, 2014.

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CONSOLIDATED FINANCIAL STATEMENTS

For the year ended

December 31, 2014

Sociedad Química y Minera de Chile S.A. and Subsidiaries

In Thousands of United States Dollars

This document includes:

- Report of Independent Register Public Accounting Firm
- Consolidated Classified Statements of Financial Position
- Consolidated Statements of Income by Function
- Consolidated Statements of Comprehensive Income
- Consolidated Statements of Cash Flows
- Consolidated Statements of Changes in Equity
- Notes to the Consolidated Financial Statements

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Sociedad Química y Minera de Chile S.A. and Subsidiaries

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Classified Statements of Financial Position**

| Assets | Note | As of December 31, 2014 ThUS\$ | As of December 31, 2013 ThUS\$ |
|---|------|---|---|
| Current assets | | | |
| Cash and cash equivalents | 7.1 | 354,566 | 476,622 |
| Other current financial assets | 10.1 | 670,602 | 460,173 |
| Other current non-financial assets | 25 | 43,736 | 44,230 |
| Trade and other receivables, current | 10.2 | 340,830 | 330,992 |
| Trade receivables due from related parties, current | 9.5 | 134,506 | 128,026 |
| Current inventories | 8 | 919,603 | 955,530 |
| Current tax assets | 28.1 | 47,975 | 59,476 |
| Total current assets | | 2,511,818 | 2,455,049 |
| Non-current assets | | | |
| Other non-current financial assets | 10.1 | 427 | 95 |
| Other non-current non-financial assets | 25 | 32,171 | 36,505 |
| Trade receivables, non-current | 10.2 | 2,044 | 1,282 |
| Investments in associates | 11.1 | 49,723 | 51,075 |
| Investments in joint ventures | 12.3 | 26,055 | 25,943 |
| Intangible assets other than goodwill | 13.1 | 114,735 | 104,363 |
| Goodwill | 13.1 | 38,388 | 38,388 |
| Property, plant and equipment | 14.1 | 1,887,954 | 2,054,377 |
| Deferred tax assets | 28.4 | 340 | 531 |
| Total non-current assets | | 2,151,837 | 2,312,559 |
| Total assets | | 4,663,655 | 4,767,608 |

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Classified Statements of Financial Position (continued)**

| Liabilities and Equity | Note | As of December 31, 2014 ThUS\$ | As of December 31, 2013 ThUS\$ |
|--|------|--------------------------------------|---|
| Liabilities | | | |
| Current liabilities | | | |
| Other current financial liabilities | 10.4 | 213,172 | 401,426 |
| Trade and other payables, current | 10.5 | 145,160 | 150,960 |
| Trade payables due to related parties, current | 9.6 | 231 | - |
| Other current provisions | 18.1 | 27,747 | 17,953 |
| Current tax liabilities | 28.2 | 28,983 | 31,707 |
| Provisions for employee benefits, current | 15.1 | 18,384 | 25,236 |
| Other current non-financial liabilities | 18.3 | 90,010 | 95,353 |
| Total current liabilities | | 523,687 | 722,635 |
| Non-current liabilities | | | |
| Other non-current financial liabilities | 10.4 | 1,574,225 | 1,417,390 |
| Other non-current provisions | 18.1 | 8,890 | 8,633 |
| Deferred tax liabilities | 28.4 | 223,349 | 154,295 |
| Provisions for employee benefits, non-current | 15.1 | 33,801 | 32,414 |
| Total non-current liabilities | | 1,840,265 | 1,612,732 |
| Total liabilities | | 2,363,952 | 2,335,367 |
| Equity | | | |
| | 17 | | |
| Share capital | | 477,386 | 477,386 |
| Retained earnings | | 1,775,612 | 1,909,725 |
| Other reserves | | (13,162 |) (10,491) |
| Equity attributable to owners of the Parent | | 2,239,836 | 2,376,620 |
| Non-controlling interests | | 59,867 | 55,621 |
| Total equity | | 2,299,703 | 2,432,241 |
| Total liabilities and equity | | 4,663,655 | 4,767,608 |

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Income by Function**

| | | January to December | |
|--|------|---------------------|-------------|
| | Note | 2014 | 2013 |
| | | ThUS\$ | ThUS\$ |
| Revenue | 20 | 2,014,214 | 2,203,140 |
| Cost of sales | 27.2 | (1,431,242) | (1,481,690) |
| Gross profit | | 582,972 | 721,450 |
| Other income | 27.3 | 24,055 | 96,716 |
| Administrative expenses | 27.4 | (96,532) | (105,189) |
| Other expenses by function | 27.5 | (57,107) | (49,397) |
| Other gains (losses) | 27.6 | 4,424 | (11,391) |
| Profit (loss) from operating activities | | 457,812 | 652,189 |
| Finance income | | 16,142 | 12,696 |
| Finance costs | 22 | (63,373) | (58,608) |
| Share of profit of associates and joint ventures accounted for using the equity method | | 18,116 | 18,786 |
| Foreign currency translation differences | 23 | (16,545) | (11,954) |
| Profit (loss) before taxes | | 412,152 | 613,109 |
| Income tax expense, continuing operations | 28.4 | (108,382) | (138,539) |
| Profit (loss) from continuing operations | | 303,770 | 474,570 |
| Profit for the year | | 303,770 | 474,570 |
| Profit attributable to | | | |
| Owners of the Parent | | 296,381 | 467,113 |
| Non-controlling interests | | 7,389 | 7,457 |
| Profit for the year | | 303,770 | 474,570 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Income by Function (continued)**

| | | January to December | |
|--|------|---------------------|--------|
| | Note | 2014 | 2013 |
| | | US\$ | US\$ |
| Earnings per share | | | |
| Common shares | | | |
| Basic earnings per share (US\$ per share) | 21 | 1.1261 | 1.7748 |
| Basic earnings per share (US\$ per share) from continuing operations | | 1.1261 | 1.7748 |
| Diluted common shares | | | |
| Diluted earnings per share (US\$ per share) | 21 | 1.1261 | 1.7748 |
| Diluted earnings per share (US\$ per share) from continuing operations | | 1.1261 | 1.7748 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Comprehensive Income**

| | January to December | |
|--|---------------------|----------|
| | 2014 | 2013 |
| | ThUS\$ | ThUS\$ |
| Consolidated Statements of comprehensive income | | |
| Profit for the year | 303,770 | 474,570 |
| Components of other comprehensive income before taxes and foreign currency translation differences | | |
| Gain (loss) from foreign currency translation differences, before taxes | (4,016) | (3,559) |
| Other comprehensive income before taxes and foreign currency translation differences | (4,016) | (3,559) |
| Cash flow hedges | | |
| (Gain) loss from cash flow hedges before taxes | 2,196 | 15,779 |
| Other comprehensive income before taxes and cash flow hedges | 2,196 | 15,779 |
| Other comprehensive income before taxes and actuarial gains (losses) from defined benefit plans | (672) | 1,012 |
| Other miscellaneous reserves | - | - |
| Other components of other comprehensive income before taxes | (2,492) | 13,231 |
| Income taxes associated with components of other comprehensive income | | |
| Income taxes associated with cash flow hedges in other comprehensive income | (311) | (3,023) |
| Income taxes associated with components of other comprehensive income | (311) | (3,023) |
| Other comprehensive income | (2,803) | 10,209 |
| Total comprehensive income | 300,967 | 484,779 |
| Comprehensive income attributable to | | |
| Owners of the Parent | 293,710 | 477,394 |
| Non-controlling interests | 7,257 | 7,385 |
| Total comprehensive income | 300,967 | 484,779 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Cash Flows**

| Consolidated statements of cash flows | January to December | |
|---|---------------------|----------------|
| | Note 2014 ThUS\$ | 2013 ThUS\$ |
| Cash flows from (used in) operating activities | | |
| Types of receipts from operating activities | | |
| Cash receipts from sales of goods and rendering of services | 1,944,072 | 2,392,696 |
| Types of payments | | |
| Cash payments to suppliers for the provision of goods and services | (1,179,413) | (1,496,053) |
| Cash payments to and on behalf of employees | (42,218) | (48,033) |
| Other payments related to operating activities | (9,770) | (24,774) |
| Dividends received | 11,817 | 16,423 |
| Interest paid | (83,592) | (87,018) |
| Interest received | 16,142 | 12,696 |
| Reimbursed (paid) income taxes | (76,810) | (119,107) |
| Other incomes (outflows) of cash | 10,816 | 4,883 |
| Net cash generated from (used in) operating activities | 591,044 | 651,713 |
| Cash flows from (used in) investing activities | | |
| Cash receipts from the loss of control of subsidiaries and other businesses | 5,000 | - |
| Other cash payments made to acquire interest in joint ventures | 4,223 | (69) |
| Proceeds from the sale of property, plant and equipment | 156 | 216 |
| Proceeds from sales of intangible assets | 15,431 | 86,157 |
| Acquisition of intangible assets | - | - |
| Acquisition of property, plant and equipment | (112,143) | (386,495) |
| Cash advances and loans granted to third parties | (2,470) | 528 |
| Other incomes (outflows) of cash (*) | (221,561) | (187,722) |
| Net cash generated from (used in) investing activities | (311,364) | (487,385) |

(*) Includes other cash receipts (payments), investments and redemptions of time deposits and other financial instruments, which do not qualify as cash and cash equivalents in accordance with IAS 7.7 as they record a maturity date from their date of origin greater than 90 days.

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Cash Flows (continued)**

| | January to December | |
|--|---------------------|-----------|
| Note | 2014 | 2013 |
| | ThUS\$ | ThUS\$ |
| Cash flows from (used in) financing activities | | |
| Proceeds from long-term borrowings | 250,000 | 300,000 |
| Proceeds from short-term borrowings | 180,000 | 160,000 |
| Total proceeds from borrowings | 430,000 | 460,000 |
| Repayment of borrowings | (230,000) | (176,485) |
| Dividends paid | (379,044) | (279,668) |
| Other cash receipts (payments) | (208,991) | (6,132) |
| Net cash generated from (used in) financing activities | (388,035) | (2,285) |
| Net increase (decrease) in cash and cash equivalents before the effect of changes in the exchange rate | (108,355) | 162,043 |
| Effects of exchange rate fluctuations on cash held | (13,701) | (9,774) |
| Net (decrease) increase in cash and cash equivalents | (122,056) | 152,269 |
| Cash and cash equivalents at beginning of period | 476,622 | 324,353 |
| Cash and cash equivalents at end of period | 354,566 | 476,622 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries

Consolidated Statements of Changes in Equity

| 2014 | Share capital | Foreign currency translation difference reserves | Cash flow hedge reserves | Actuarial gains (losses) from defined benefit plans | Other miscellaneous reserves | Other reserves | Retained earnings | Equity attributable to owners of the Parent | Non-controlling interests | Controlling Total |
|---|---------------|--|--------------------------|---|------------------------------|----------------|-------------------|---|---------------------------|-------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Equity at beginning of the year | 477,386 | (3,817) | (3,766) | (1,231) | (1,677) | (10,491) | 1,909,725 | 2,376,620 | 55,621 | 2,432,241 |
| Profit for the year | - | - | - | - | - | - | 296,381 | 296,381 | 7,389 | 303,770 |
| Other comprehensive income | - | (3,884) | 1,885 | (672) | - | (2,671) | - | (2,671) | (132) | (2,803) |
| Comprehensive income | - | (3,884) | 1,885 | (672) | - | (2,671) | 296,381 | 293,710 | 7,257 | 300,967 |
| Dividends | - | - | - | - | - | - | (378,190) | (378,190) | (5,280) | (383,470) |
| Increase (decrease) in transfers and other changes (*) | - | - | - | - | - | - | (52,304) | (52,304) | - | (52,304) |
| Increase (decrease) due to changes in interests in subsidiaries | - | - | - | - | - | - | - | - | 2,269 | 2,269 |
| Increase (decrease) in equity | - | (3,884) | 1,885 | (672) | - | (2,671) | (134,113) | (136,784) | 4,246 | (132,538) |
| Equity as of December 31, 2014 | 477,386 | (7,701) | (1,881) | (1,903) | (1,677) | (13,162) | 1,775,612 | 2,239,836 | 59,867 | 2,299,703 |

(*) Mainly corresponds to the effect of tax rate (see note 28).

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Changes in Equity**

| 2013 | Share capital | Foreign currency translation difference reserves | Cash flow hedge reserves | Actuarial gains (losses) from defined benefit plans | Other (miscellaneous) reserves | Other reserves | Retained earnings | Equity attributable to owners of the Parent | Non-controlling interests | Total |
|--|---------------|--|--------------------------|---|--------------------------------|----------------|-------------------|---|---------------------------|------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Equity at beginning of the year | 477,386 | (330) | (16,522) | (2,243) | (1,677) | (20,772) | 1,676,169 | 2,132,783 | 54,663 | 2,187,446 |
| Profit for the year | - | - | - | - | - | - | 467,113 | 467,113 | 7,457 | 474,570 |
| Other comprehensive income | - | (3,487) | 12,756 | 1,012 | - | 10,281 | - | 10,281 | (72) | 10,209 |
| Comprehensive income | - | (3,487) | 12,756 | 1,012 | - | 10,281 | 467,113 | 477,394 | 7,385 | 484,779 |
| Dividends | - | - | - | - | - | - | (233,557) | (233,557) | (6,427) | (239,984) |
| Increase (decrease) in transfers and other changes (*) | - | - | - | - | - | - | - | - | - | - |
| Increase (decrease) in equity | - | (3,487) | 12,756 | 1,012 | - | 10,281 | 233,556 | 243,837 | 958 | 244,795 |
| Equity as of December 31, 2013 | 477,386 | (3,817) | (3,766) | (1,231) | (1,677) | (10,491) | 1,909,725 | 2,376,620 | 55,621 | 2,432,241 |

(*) Mainly corresponds to the effect of tax rate (see note 28).

The accompanying notes form an integral part of these consolidated financial statements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and activities of the Company and Subsidiaries

1.1 Historical background

Sociedad Química y Minera de Chile S.A. "SQM" is an open stock corporation organized under the laws of the Republic of Chile, Tax Identification No. 93.007.000-9.

The Company was incorporated through a public deed dated June 17, 1968 by the notary public of Santiago Mr. Sergio Rodríguez Garcés. Its existence was approved by Decree No. 1,164 of June 22, 1968 of the Ministry of Finance, and it was registered on June 29, 1968 in the Registry of Commerce of Santiago, on page 4,537 No. 1,992. SQM's headquarters are located at El Trovador 4285, Fl. 6, Las Condes, Santiago, Chile. The Company's telephone number is +56 2 2425-2000.

The Company is registered with the Securities Registry of the Chilean Superintendence of Securities and Insurance (SVS) under No. 0184 dated March 18, 1983 and is subject to the inspection of the SVS.

1.2 Main domicile where the Company performs its production activities

The Company's main domiciles are: Calle Dos Sur plot No. 5 - Antofagasta; Arturo Prat 1060 - Tocopilla; Administración Building w/n - Maria Elena; Administración Building w/n Pedro de Valdivia - María Elena, Anibal Pinto 3228 - Antofagasta, Kilometer 1378 Ruta 5 Norte Highway - Antofagasta, Coya Sur Plant w/n - Maria Elena, kilometer 1760 Ruta 5 Norte Highway - Pozo Almonte, Salar de Atacama, potassium chloride plant s/n - San Pedro de Atacama, potassium sulfate plant at Salar de Atacama s/n - San Pedro de Atacama, mining works at Salar de Ascotán Region II of Chile, Minsal Mining Camp s/n CL Plant CL, Potassium - San Pedro de Atacama.

1.3 Codes of main activities

The codes of the main activities as established by the Chilean Superintendence of Securities and Insurance are as follows:

-1700 (Mining)

-2200 (Chemical products)

-1300 (Investment)

1.4 Description of the nature of operations and main activities

Our products are mainly derived from mineral deposits found in northern Chile. We mine and process caliche ore and brine deposits. The caliche ore in northern Chile contains the only known nitrate and iodine deposits in the world and is the world's largest commercially exploited source of natural nitrates. The brine deposits of the Salar de Atacama, a salt-encrusted depression within the Atacama Desert in northern Chile, contain high concentrations of lithium and potassium as well as significant concentrations of sulfate and boron.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and Subsidiaries (continued)

1.4 Description of the nature of operations and main activities, continued

From our caliche ore deposits located in the north of Chile, we produce a wide range of nitrate-based products used for specialty plant nutrients and industrial applications, as well as iodine and iodine derivatives. At the Salar de Atacama, we extract brines rich in potassium, lithium, sulfate and boron in order to produce potassium chloride, potassium sulfate, lithium solutions, boric acid and bischofite (magnesium chloride). We produce lithium carbonate and lithium hydroxide at our plant near the city of Antofagasta, Chile, from the solutions brought from the Salar de Atacama. We market all of these products through an established worldwide distribution network.

We sell our products in over 100 countries worldwide through our global distribution network and generate our revenue mainly from abroad.

Our products are divided into six categories: specialty plant nutrition, iodine and its derivatives, lithium and its derivatives, industrial chemicals, potassium and other products and services, described as follows:

Specialty plant nutrition: SQM produces and sells four types of specialty plant nutrition in this line of business: potassium nitrate, sodium nitrate, sodium potassium nitrate, and specialty blends. This business is characterized by being closely related to its customers for which it has specialized staff who provide expert advisory in best practices for fertilization according to each type of crop, soil and climate. Within this type of business, potassium derivative products and especially potassium nitrate have had a leading role given the contribution they make to develop crops, thereby ensuring longer post-harvest crop duration, in addition to improving fruit quality, flavor and color. Potassium nitrate, which is sold in multiple formats and as a part of other specialty blends, is complemented by sodium nitrate, potassium sodium nitrate, and more than 200 fertilizer blends.

Iodine: The Company is a major producer of iodine at worldwide level. Iodine is widely used in the pharmaceutical industry, technology and nutrition. Additionally, iodine is used as X ray contrast media and polarizing film for LCD displays.

Lithium: the Company's lithium is mainly used for manufacturing rechargeable batteries for cell phones, cameras and notebooks. Through the manufacturing of lithium-based products, SQM provides significant materials to face great challenges such as the efficient use of energy and raw materials. Lithium is not only used for rechargeable batteries and in new technologies for vehicles propelled by electricity, but is also used in industrial applications to lower melting temperature and to help saving costs and energy.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and Subsidiaries (continued)

1.4 Description of the nature of operations and main activities, continued

Industrial Chemicals: Industrial chemicals are products used as supplies for a number of production processes. SQM has operated in this market for more than 30 years producing sodium nitrate, potassium nitrate, boric acid and potassium chloride. Industrial nitrates have increased their importance over the last few years due to their use as storage means for thermal energy at solar energy plants, which are widely used in countries such as Spain and the United States, which seek to decrease their CO₂ emissions.

Potassium: Potassium is one of the three macronutrients that a plant needs to develop. Although potassium does not form part of a plant's structure, it is essential to the development of its basic functions, validating the quality of a crop, increasing post-crop life, improving the crop's flavor, vitamin content and physical appearance. Within this business line, SQM sells potassium chloride and potassium sulfate, both extracted from the Salar de Atacama.

Other products and services: This business line includes revenue from commodities, services, interests, royalties and dividends.

1.5 Other background

Staff

As of December 31, 2014 and December 31, 2013, staff was detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|-----------------|-------------------|-------------------|
| Permanent staff | 4,800 | 4,792 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and subsidiaries (continued)**1.5 Other background, continued****Main shareholders**

The table below establishes certain information about the beneficial property of Series A and Series B shares of SQM as of December 31, 2014 and December 31, 2013. In respect to each shareholder which has interest of more than 5% of outstanding Series A or B shares. The information below is taken from our records and reports controlled in the Central Securities Depository and reported to the Superintendence of Securities and Insurance (SVS) and the Chilean Stock Exchange, whose main shareholders are as follows:

| Shareholder as of December 31, 2014 | No. of Series A shares owned | % of Series A shares | No. of Series B shares owned | % of Series B shares | % of total shares |
|--|------------------------------|----------------------|------------------------------|----------------------|-------------------|
| The Bank of New York Mellon, ADRs | - | - | 61,894,725 | 51.42 % | 23,52 % |
| Sociedad de Inversiones Pampa Calichera S.A.(*) | 44,803,531 | 31.37 % | 7,007,688 | 5.82 % | 19,69 % |
| Inversiones El Boldo Limitada | 29,330,326 | 20.54 % | 17,963,546 | 14.92 % | 17,97 % |
| Inversiones RAC Chile Limitada | 19,200,242 | 13.44 % | 2,202,773 | 1.83 % | 8,13 % |
| Potasios de Chile S.A.(*) | 18,179,147 | 12.73 % | - | - | 6,91 % |
| Inversiones PCS Chile Limitada | 15,526,000 | 10.87 % | - | - | 5,90 % |
| Inversiones Global Mining (Chile) Limitada (*) | 8,798,539 | 6.16 % | - | - | 3,34 % |
| Banco de Chile on behalf of non-resident third parties | - | - | 5,795,818 | 4.81 % | 2,20 % |
| Banco Itau on behalf of investors | 20,950 | 0.01 % | 5,412,076 | 4.50 % | 2,06 % |
| Inversiones La Esperanza Limitada | 3,711,598 | 2.60 % | - | - | 1,41 % |

(*) Total Pampa Group 29.94%

| Shareholder as of December 31, 2013 | No. of Series A shares owned | % of Series A shares | No. of Series B shares owned | % of Series B shares | % of total shares |
|---|------------------------------|----------------------|------------------------------|----------------------|-------------------|
| The Bank of New York Mellon, ADRs | - | - | 56,302,367 | 46.77 % | 21.39 % |
| Sociedad de Inversiones Pampa Calichera S.A.(*) | 44,758,830 | 31.34 % | 6,971,799 | 5.79 % | 19.65 % |
| Inversiones El Boldo Limitada | 29,225,196 | 20.46 % | 18,028,676 | 14.98 % | 17.95 % |
| Inversiones RAC Chile Limitada | 19,200,242 | 13.44 % | 2,202,773 | 1.83 % | 8.13 % |
| Potasios de Chile S.A.(*) | 18,179,147 | 12.73 % | - | - | 6.91 % |
| BTG Pactual Chile S.A. C de B | 15,593,709 | 10.92 % | 797,393 | 0.66 % | 6.23 % |

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| | | | | | | | |
|--|-----------|------|---|-----------|------|------|--------|
| Inversiones Global Mining (Chile) Limitada (*) | 8,798,539 | 6.16 | % | - | - | 3.34 | % |
| Banco Itau on behalf of investors | 20,950 | 0.01 | % | 5,428,234 | 4.51 | % | 2.07 % |
| Banco de Chile on behalf of non-resident third parties | - | - | | 5,234,823 | 4.35 | % | 1.99 % |
| Inversiones La Esperanza Limitada | 3,693,977 | 2.59 | % | - | - | 1.40 | % |

(*) Total Pampa Group 29.90%

On December 31, 2014 the total number of shareholders was 1,285.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements

2.1 Accounting period

These consolidated financial statements cover the following periods:

-Consolidated Statements of Financial Position for the years ended December 31, 2014 and December 31, 2013.

-Consolidated Statements of Changes in Equity for the years ended December 31, 2014 and 2013.

-Consolidated Statements of Comprehensive Income for the periods between January and December 31, 2014 and 2013.

-Statements of Direct-Method Cash Flows for the years ended December 31, 2014 and 2013.

2.2 Financial statements

The consolidated financial statements of Sociedad Química y Minera de Chile S.A. and Subsidiaries, have been prepared in accordance with International Financial Reporting Standards (hereinafter “IFRS”) and represent the full, explicit and unreserved application of the aforementioned international standards issued by the International Accounting Oversight Board (IASB). As of September the only instruction issued by the Chilean Superintendence of Securities and Insurance that contravenes IFRS refers to the particular recognition of the effect of deferred taxes.

On September 26, 2014, Law No. 20.780 was enacted and published on September 29, 2014, which introduces amendments to the tax system in Chile referred to income taxes, among other matters. On October 17, 2014, the Chilean Superintendence of Securities and Insurance issued Circular No. 856 which required that the adjustment of deferred tax assets and liabilities generated as a direct effect of an increase in the corporate income tax rate provided by Law 20.780 (the Tax Reform) will be made against equity and not as required by IAS 12. Notes 3.38 and 28.5 provide a detail of criteria used and impacts related to the recording of the effects resulting from such tax reform and the application of the aforementioned Circular.

These consolidated financial statements reflect fairly the Company’s equity and financial position and the results of its operations, changes in the statement of recognized revenue and expenses and cash flows, which have occurred during the periods then ended.

IFRS establish certain alternatives for their application. Those applied by the Company and its subsidiaries are included in detail in this Note.

The accounting policies used in the preparation of these consolidated annual and interim accounts comply with each IFRS in force at their date of presentation. Certain reclassifications have been made for comparative purposes.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.3 Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for the following material items:

- Inventories are recorded at the lower of cost and net realizable value.
- Other current and non-current asset and financial liabilities at amortized cost.
- Financial derivatives at fair value; and
- Staff severance indemnities and pension commitments at actuarial value.

2.4 Accounting pronouncements

New accounting pronouncements

a) The following standards, interpretations and amendments are mandatory for the first time for annual periods beginning on January 1, 2014:

Standards and interpretations

Mandatory for annual periods beginning on

IFRIC 21 “Levies”-Issued in May 2013. Indicates the accounting treatment for a liability to pay a levy if such levy falls within the scope of IAS 37. It proposes that the liability be recognized when the obligation triggering event occurs and payment cannot be avoided. The obligation triggering event will be established in the related legislation and may occur at a given date or gradually over time. Early adoption is permitted. 01/01/2014

Amendments

Mandatory for annual periods beginning on

Amendment to IAS 32 “Financial Instruments: Presentation”- On the offsetting of financial assets and financial liabilities. Issued in December 2011. It clarifies the requirements for the offsetting of financial assets and financial liabilities in the Statement of financial position. Early adoption is permitted. 01/01/2014

Amendment to IAS 27 “Separate Financial Statements”, IFRS 10 “Consolidated Financial Statements” and IFRS 12 “Disclosure of Interests in Other Entities”-Issued in October 2012. The amendments include the definition of an investment entity and provide an exception for the consolidation of certain subsidiaries of entities meeting the definition for an “investment entity”. The amendments also introduce new disclosure requirements relative to investment entities in IFRS 12 and IAS 27. 01/01/2014

Amendment to IAS 36 “Impairment of assets”- Issued in May 2013. It amends the disclosure of the recoverable amount of non-financial assets aligning them to the requirements of IFRS 13. Early adoption is permitted. 01/01/2014

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation of the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

| Amendments | Mandatory for annual periods beginning on |
|---|--|
| Amendment to IAS 39 “Financial Instruments: Recognition and Measurement” – on the novation of derivatives and hedge accounting – Published in June 2013. It establishes certain conditions that must be met for the novation of derivatives to allow the continuance of hedge accounting; this in order to avoid novations that are the result of laws and regulations affecting the financial statements. Early adoption is permitted. | 01/01/2014 |

The adoption of the standards, amendments and interpretations described above have no significant impact on the Company’s consolidated financial statements.

b) New amendments, interpretations and amendments issued, not effective for 2014, which the Company has not adopted early are as follows:

| Standards and interpretations | Mandatory for annual periods beginning on |
|--|--|
| IFRS 9 “Financial Instruments”- Published in July 2014. The IASB has issued the full version of IFRS 9, which supersedes the application guidance in IAS 39. This final version includes requirements on the classification and measurement of financial assets and financial liabilities and an expected credit losses model that replaces the incurred loss impairment model used today. The final hedging part of IFRS 9 was issued in November 2013. Early adoption is permitted. | 01/01/2018 |
| IFRS 15 “Revenue from Contracts with Customers”-Published in May 2014. This standard establishes the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing, and uncertainty of revenue and cash flows arising from a contract with a customer. For such purposes, the basic principle is that an entity will recognize revenue representing the transfer of goods or services to customers in an amount that reflects the consideration that the entity expects to receive in exchange for such goods or services. The application of this standard will replace IAS 11 Construction Contracts and IAS 18 Revenue, as well as IFRIC 13 Customer Loyalty Programmes, IFRIC 15 Agreements for the Construction of Real Estate, IFRIC 18 Transfers of Assets from Customers and SIC 31 Revenue-Barter Transactions Involving Advertising Services. Early application is permitted. | 01/01/2017 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 - Basis of presentation for the consolidated financial statements (continued)**2.4 Accounting pronouncements, continued**

| Amendments and improvements | Mandatory for annual periods beginning on |
|---|--|
| Amendment of IAS 19 “Employee Benefits” on defined benefit plans – Issued in November 2013. This amendment applies to employee or third party contributions in defined benefit plans. Amendments are intended to simplify the accounting for contributions that are independent of the number of years of service of employees; e.g., contributions by employees that are calculated in accordance with a fixed percentage of the employee’s salary. | 01/07/2014 |
| Amendment to IFRS 11 “Joint Arrangements” – on the acquisition of interest in a joint operation – Issued in May 2014. This amendment includes guidance relates to the method for accounting for an acquisition of an interest in a joint operation in which the activity constitutes a business, specifying the proper treatment for such acquisitions. | 01/01/2016 |
| Amendment to IAS 16 “Property, Plant and Equipment” and IAS 38 “Intangible Assets” on depreciation and amortization – Issued in May 2014. The amendments clarify that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate because revenue generated by such an activity in general reflects other factors other than the use of the economic benefits embedded in the asset. Likewise, the amendments clarify that a revenue-based amortization method is inappropriate to measure the use of the economic benefits embedded in the intangible asset. | 01/01/2016 |
| Amendments to IAS 16 “Property, Plant and Equipment” and IAS 41 “Agriculture” on bearer plants – Issued in June 2014. These amendments modify the financial information for “bearer plants”, such as vineyards, rubber wood tree and oil palm. The amendments define the concept of “bearer plant” and establish that they should be accounted for in the same way as property, plant and equipment because their operation is similar to that of manufacturing. Consequently, the amendments include them within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41. Early adoption is permitted. | 01/01/2016 |
| Amendments to IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures”- Issued in September 2014. This amendment addresses an inconsistency between the requirements of IFRS 10 and IAS 28 for the treatment of a sale or contribution of assets between an investor and its associate or joint venture. The main consequence of this amendment is the recognition of a full gain or loss when the transaction involves a business (whether or not in a subsidiary) and a partial gain or loss when the transaction involves assets that are not a business, even if such assets are in a subsidiary | 01/01/2016 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation of the consolidated financial statements (continued)**2.4 Accounting pronouncements, continued**

| Amendments and improvements | Mandatory for annual periods beginning on |
|---|--|
| <p>Amendment to IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” - Issued in December 2014. The amendment clarifies the application of the exception from consolidation for investment entities and its subsidiaries. The amendment to IFRS 10 clarifies on the exception on consolidation available for entities in group structures that include investment entities. The amendment to IAS 28 allows an entity that is not an investment entity, but has an interest in an associated or joint venture that is an investment entity, an option of accounting policy in the application of the equity method. The entity may opt for maintaining measurement at fair value applied by the associate or joint venture that is an investment entity or, consolidating at investment entity level (associate or joint venture). Early adoption is permitted.</p> | 01/01/2016 |
| <p>Amendment to IAS 1 “Presentation of Financial Statements”- Issued in December 2014. This amendment clarifies the application guidance of IAS 1 on materiality and aggregation, presentation of subtotals, structure of the financial statements and disclosure of accounting policies. The amendments are part of the IASB’s Initiative on Disclosures. Early adoption is permitted.</p> | 01/01/2016 |
| <p><i>Improvements to Information Financial Reporting Standards (2012)</i> Issued in December 2013</p> | Mandatory for annual periods beginning on |
| <p>IFRS 2 “Share-based Payment” – It clarifies the definition of “vesting conditions and “market conditions” and defines separately “performance conditions” and “service conditions.” Such an amendment should be applied prospectively on share-based payment transactions whose grant date is July 1, 2014 or after. Early adoption is permitted.</p> | 07/01/2014 |
| <p>IFRS 3, "Business Combinations" – The standard is modified to clarify that the obligation to pay a contingent consideration that meets the definition of a financial instrument is classified as a financial liability or equity, on the basis of the definitions in IAS 32, "Financial Instruments: Presentation." The standard was additionally amended to clarify that all non-equity contingent consideration, both financial and non-financial, is measured at its fair value at each reporting date recognizing changes in fair value in profit or loss. Consequently, there are also changes to IFRS 9, IAS 37 and IAS 39. The amendment is applicable prospectively for business combinations the acquisition date of which is July 1, 2014 or after. Early adoption is permitted provided that amendments to IFRS 9 and IAS 37 also issued as part of the 2012 improvements plan are also applied.</p> | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

Improvements to International Financial Reporting Standards (2012)
Issued in December 2013.

**Mandatory for annual
periods beginning on**

IFRS 8 "Operating Segments" – The standard is amended to include the requirement to disclose the judgments made by management in the aggregation of operating segments. The standard was additionally modified to require a reconciliation of assets of the segments to assets of an entity, when assets are reported by segment. Early adoption is permitted.

IFRS 13 "Fair Value Measurement" – IASB has modified the basis for conclusions of IFRS 13 to clarify that it did not intend to eliminate the ability to measure short-term receivables and payables at nominal amounts if the effect of not adjusting is not significant.

07/01/2014

IAS 16 "Property, Plant and Equipment" and IAS 38, "Intangible Assets" – Both standards are amended to clarify the treatment of the gross carrying amount and accumulated depreciation when an entity uses the revaluation model. Early adoption is permitted.

IAS 24 "Related party Disclosures" – The standard is modified to include, as related party, an entity that provides key management personnel services to the reporting entity of the Parent of the reporting entity ("the managing entity"). Early adoption is permitted.

Improvements to International Financial Reporting Standards (2013)
Issued in December 2013

**Mandatory for
annual periods
beginning on**

IFRS 1 "First-time Adoption of International Financial Reporting Standards" – It clarifies that when a new version of a standard is not yet mandatory but is available for early adoption, a first-time adopter of IFRS may opt to apply the older or new version of the standard, provided that the same standard is applied to all periods presented.

IFRS 3 "Business Combinations" – The standard is modified to clarify that IFRS 3 is not applicable to the accounting recognition of the formation of a new joint arrangement under IFRS 11. This amendment also clarifies that only the scope exemption is applied to the financial statements of the

joint arrangement.

IFRS 13 “Fair Value Measurement” – It clarifies that the portfolio exception in IFRS 13, that allows an entity to measure the fair value of a group of financial assets and financial liabilities as at their net amount, applies to all contracts (including non-financial contracts) within the scope of IAS 39 or IFRS 9. An entity must apply the amendments prospectively from the start of the first annual period in which IFRS 13 is applied.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

Improvements to International Financial Reporting Standards (2014)
Issued in September 2014

**Mandatory for annual
periods beginning on**

IFRS 7 "Financial Instruments: Disclosures-"This includes two amendments of IFRS 7. (1) Service contracts: If an entity transfers a financial asset to a third party in conditions that allow the transferor to derecognize the asset, IFRS 7 requires the disclosure of any type of continuing involvement that the entity may still have in the transferred assets. IFRS 7 provides guidance on what is understood as continuing involvement within this context. The amendment is prospective and can be applied retrospectively. This also affects IFRS 1 to provide the same option to the first-time adopters of IFRS. (2) Interim financial statements. The amendment clarifies that the additional disclosure required by amendments of IFRS 7 "Offsetting of financial assets and financial liabilities" is not specifically required for all interim periods unless required by IAS 34. Such amendment is retrospective.

01/01/2016

IAS 19 "Employee Benefits" – This amendment clarifies that in order to determine the discount rate for post-employment benefit obligations, the important aspect is the currency in which liabilities are denominated, not the country where they generate. The evaluation of whether a deep market exists for high-quality corporate bonds is based on corporate bonds in such currency, not in corporate bonds of a particular country. Likewise, where there is no deep market for high-quality corporate bonuses in such currency, government bonds in the related currency have to be used, Such amendment is retrospective but limited at the beginning of the first period presented.

The Company's management believes that the adoption of standards, amendments and interpretations described above are under evaluation and it is expected that they will not have a significant impact on the Consolidated Financial Statements of the Company.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.5 Basis of consolidation

(a) Subsidiaries

Subsidiaries include all the entities over which Sociedad Química y Minera de Chile S.A. has control, defined as when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those variable returns through its power over the entity. Subsidiaries apply the same accounting policies of their Parent.

To account for acquisitions, the Company uses the acquisition method. Under this method the acquisition cost is the fair value of assets delivered, equity securities issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingencies assumed in a business combination are measured initially at fair value at the acquisition date. For each business combination, the Company will measure non-controlling interest of the acquiree either at fair value or as proportional share of net identifiable assets of the acquiree.

Companies included in consolidation:

| TAX ID No. | Foreign subsidiaries | Country of Origin | Functional currency | Ownership interest 12/31/2014 | |
|------------|--|-------------------|---------------------|-------------------------------|----------|
| | | | | Direct | Indirect |
| Foreign | Nitratos Naturais Do Chile Ltda. | Brazil | US\$ | 0.0000 | 100.0000 |
| Foreign | Nitrate Corporation Of Chile Ltd. | United Kingdom | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM North America Corp. | USA | US\$ | 40.0000 | 60.0000 |
| Foreign | SQM Europe N.V. | Belgium | US\$ | 0.5800 | 99.4200 |
| Foreign | Soquimich S.R.L. Argentina | Argentina | US\$ | 0.0000 | 100.0000 |
| Foreign | Soquimich European Holding B.V. | Netherlands | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Corporation N.V. | Dutch Antilles | US\$ | 0.0002 | 99.9998 |
| Foreign | SQI Corporation N.V. | Dutch Antilles | US\$ | 0.0159 | 99.9841 |
| Foreign | SQM Comercial De México S.A. de C.V. | Mexico | US\$ | 0.0013 | 99.9987 |
| Foreign | North American Trading Company | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | Administración Y Servicios Santiago S.A. de C.V. | Mexico | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Peru S.A. | Peru | US\$ | 0.9800 | 99.0200 |
| Foreign | SQM Ecuador S.A. | Ecuador | US\$ | 0.0040 | 99.9960 |
| Foreign | SQM Nitratos Mexico S.A. de C.V. | Mexico | US\$ | 0.0000 | 100.0000 |
| Foreign | SQMC Holding Corporation L.L.P. | USA. | US\$ | 0.1000 | 99.9000 |
| Foreign | SQM Investment Corporation N.V. | Dutch Antilles | US\$ | 1.0000 | 99.0000 |
| Foreign | SQM Brasil Limitada | Brazil | US\$ | 1.0900 | 98.9100 |

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| | | | | | |
|---------|---|--------------|------|---------|----------|
| Foreign | SQM France S.A. | France | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Japan Co. Ltd. | Japan | US\$ | 1.0000 | 99.0000 |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | US\$ | 1.6700 | 98.3300 |
| Foreign | SQM Oceania Pty Limited | Australia | US\$ | 0.0000 | 100.0000 |
| Foreign | Rs Agro-Chemical Trading Corporation A.V.V. | Aruba | US\$ | 98.3333 | 1.6667 |
| Foreign | SQM Indonesia S.A. | Indonesia | US\$ | 0.0000 | 80.0000 |
| Foreign | SQM Virginia L.L.C. | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Italia SRL | Italy | US\$ | 0.0000 | 100.0000 |
| Foreign | Comercial Caimán Internacional S.A. | Panama | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Africa Pty. | South Africa | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Lithium Specialties LLC | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Iberian S.A. | Spain | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Agro India Pvt.Ltd. | India | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Beijing Commercial Co. Ltd. | China | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Thailand Limited | Thailand | US\$ | 0.0000 | 99.9960 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)**2.5 Basis of consolidation, continued**

| TAX ID No. | Domestic subsidiaries | Country of origin | Functional currency | Ownership interest 12/31/2014 | |
|--------------|---|-------------------|---------------------|-------------------------------|----------|
| | | | | Direct | Indirect |
| 96.801.610-5 | Comercial Hydro S.A. | Chile | US\$ | 0.0000 | 60.6383 |
| 96.651.060-9 | SQM Potasio S.A. | Chile | US\$ | 99.9999 | 0.0000 |
| 96.592.190-7 | SQM Nitratos S.A. | Chile | US\$ | 99.9999 | 0.0001 |
| 96.592.180-K | Ajay SQM Chile S.A. | Chile | US\$ | 51.0000 | 0.0000 |
| 86.630.200-6 | SQMC Internacional Ltda. | Chile | Ch\$ | 0.0000 | 60.6381 |
| 79.947.100-0 | SQM Industrial S.A. | Chile | US\$ | 99.0470 | 0.9530 |
| 79.906.120-1 | Isapre Norte Grande Ltda. | Chile | Ch\$ | 1.0000 | 99.0000 |
| 79.876.080-7 | Almacenes y Depósitos Ltda. | Chile | Ch\$ | 1.0000 | 99.0000 |
| 79.770.780-5 | Servicios Integrales de Tránsitos y Transferencias S.A. | Chile | US\$ | 0.0003 | 99.9997 |
| 79.768.170-9 | Soquimich Comercial S.A. | Chile | US\$ | 0.0000 | 60.6383 |
| 79.626.800-K | SQM Salar S.A. | Chile | US\$ | 18.1800 | 81.8200 |
| 78.053.910-0 | Proinsa Ltda. | Chile | Ch\$ | 0.0000 | 60.5800 |
| 76.534.490-5 | Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | Chile | Ch\$ | 0.0000 | 100.0000 |
| 76.425.380-9 | Exploraciones Mineras S.A. | Chile | US\$ | 0.2691 | 99.7309 |
| 76.064.419-6 | Comercial Agrorama Ltda. | Chile | Ch\$ | 0.0000 | 42.4468 |
| 76.145.229-0 | Agrorama S.A. | Chile | Ch\$ | 0.0000 | 60.6377 |
| 76.359.919-1 | Orcoma Estudios SPA | Chile | US\$ | 51.0000 | - |
| 76.360.575-2 | Orcoma SPA | Chile | US\$ | 100.0000 | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.5 Basis of consolidation, continued

Subsidiaries are consolidated using the line-by-line method, adding the items that represent assets, liabilities, revenues, and expenses of similar content, and eliminating those related to intragroup transactions.

Profit or loss of depending companies acquired or disposed of during the year are included in profit or loss accounts consolidated from the effective date of acquisition or up to the effective date of disposal, as applicable.

Non-controlling interest represents the equity of a subsidiary not directly or indirectly attributable to the Parent.

2.6 Significant accounting judgments, estimates and assumptions

Management of Sociedad Química y Minera de Chile S.A. and its subsidiaries is responsible for the information contained in these consolidated financial statements, which expressly indicate that all the principles and criteria included in IFRSs, as issued by the International Accounting Standards Board (IASB), have been applied in full (with the exception of SVS Bulletin No. 856).

In preparing the consolidated financial statements of Sociedad Química y Minera de Chile S.A. and its subsidiaries, Management has made judgments and estimates to quantify certain assets, liabilities, revenues, expenses and commitments included therein. Basically, these estimates refer to:

- The useful lives of property, plant and equipment, and intangible assets and their residual value;
- Impairment losses of certain assets, including trade receivables;

Assumptions used in calculating the actuarial amount of pension-related and severance indemnity payment benefit commitments;

- Provisions for commitments assumed with third parties and contingent liabilities;

Provisions on the basis of technical studies that cover the different variables affecting products in stock (density and moist, among others), and allowance for slow-moving spare-parts in stock;

- Future cost for closure of mining sites;
- The determination of the fair value of certain financial assets and derivative instruments;
- The determination and assignment of fair values in business combinations.

Despite the fact that these estimates have been made on the basis of the best information available on the date of preparation of these consolidated financial statements, certain events may occur in the future and oblige their amendment (upwards or downwards) over the next few years, which would be made prospectively, recognizing the effects of the change in estimates in the related future consolidated financial statements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies

3.1 Classification of balances as current and non-current

In the attached consolidated statement of financial position, balances are classified in consideration of their remaining recovery (maturity) dates; i.e., those maturing on a date equal to or lower than twelve months are classified as current and those with maturity dates exceeding the aforementioned period are classified as non-current.

The exception to the foregoing relates to deferred taxes, which are classified as non-current, regardless of the maturity they have.

3.2 Functional and presentation currency

The Company's consolidated financial statements are presented in United States dollars ("U.S. dollars" or "US\$"), which is the Company's functional and presentation currency and is the currency of the main economic environment in which it operates.

Consequently, the term foreign currency is defined as any currency other than the U.S. dollar.

The consolidated financial statements are presented in thousands of United States dollars without decimals.

3.3 Foreign currency translation

(a) Domestic entities:

Assets and liabilities denominated in Chilean pesos and other currencies other than the functional currency (U.S. dollar) as of December 31, 2014 and December 31, 2013 have been translated to U.S. dollars at the exchange rates prevailing at those dates. The corresponding Chilean pesos were converted at Ch\$606.75 per US\$1.00 as of December 31, 2014, and Ch\$524.61 per US\$1.00 as of December 31, 2013.

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The values of the UF (a Chilean peso-denominated, inflation-indexed monetary unit) used to convert the UF-denominated assets and liabilities as of December 31, 2014 amounted to Ch\$24,627.1 (US\$40.59), and as of December 31, 2013 amounted to Ch\$23,309.56 (US\$44.43).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.3 Foreign currency translation, continued

(b) Foreign entities:

The conversion of the financial statements of foreign companies with functional currency other than U.S. dollars is performed as follows:

- Assets and liabilities using the exchange rate prevailing on the closing date of the consolidated financial statements.
- Statement of income account items using the average exchange rate for the year.
- Equity accounts are stated at the historical exchange rate prevailing at the acquisition date.

Foreign currency translation differences which arise from the conversion of financial statements are recorded in the account "Foreign currency translation differences," within equity.

The exchange rates used to translate the monetary assets and liabilities expressed in foreign currency at the closing date of each period in respect to the U.S. dollar are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|--------------------|------------|------------|
| | US\$ | US\$ |
| Brazilian real | 2.65 | 2.34 |
| New Peruvian sol | 2.97 | 2.75 |
| Argentine peso | 8.45 | 6.48 |
| Japanese yen | 120.55 | 105.39 |
| Euro | 0.82 | 0.73 |
| Mexican peso | 14.74 | 13.07 |
| Australian dollar | 0.82 | 1.12 |
| Pound Sterling | 0.64 | 0.61 |
| South African rand | 11.55 | 10.56 |
| Ecuadorian dollar | 1.00 | 1.00 |
| Chilean peso | 606.75 | 524.61 |
| UF | 40.59 | 44.43 |

(c) Transactions and balances

Non-monetary transactions in currencies other than the functional currency (U.S. dollar) foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. All differences are recorded in the statement of income except for all monetary items that provide effective hedge for a net investment in a foreign operation. These items are recognized in other comprehensive income on the disposal of the investment; at the time they are recognized in the statement of income. Charges and credits attributable to foreign currency translation differences on those hedge monetary items are also recognized in other comprehensive income.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.3 Foreign currency translation, continued

Non-monetary assets and liabilities that are measured at historical cost in a foreign currency are retranslated to the functional currency at the historical exchange rate of the transaction. Non-monetary items that are measured based on fair value in a foreign currency are translated using the exchange rate at the date on which the fair value is determined.

(d) Group entities

The revenue, expenses, assets and liabilities of all entities that have a functional currency other than the presentation currency are converted to the presentation currency as follows:

- Assets and liabilities are converted at the closing exchange rate prevailing on the reporting date.
- Revenues and expenses of each profit or loss account are converted at monthly average exchange rates.

All resulting foreign currency translation gains and losses are recognized as a separate component in translation reserves.

In consolidation, foreign currency differences arising from the translation of a net investment in foreign entities are recorded in equity (other reserves). At the date of disposal, such foreign currency translation differences are recognized in the statement of income as part of the gain or loss from the sale.

3.4 Subsidiaries

SQM S.A. establishes, as basis, the control exercised in subsidiaries, to determine their share in the consolidated financial statements. Control consists of the Company's ability to exercise power in the subsidiary, exposure, or right, to variable performance from its share in the investee and the ability to use its power on the investee to have an influence on the amount of the investor's performance.

The Company prepares the consolidated financial statements using consistent accounting policies for the entire Group, the consolidation of a subsidiary commences when the Company has control over the subsidiary and stops when

control ceases.

3.5 Consolidated statement of cash flows

Cash equivalents correspond to highly-liquid short-term investments that are easily convertible in known amounts of cash. They are subject to insignificant risk of changes in their value and mature in less than three months from the date of acquisition of the instrument.

For purposes of the statement of cash flows, cash and cash equivalents comprise cash and cash equivalents as defined above.

The statement of cash flows includes movements in cash performed during the year, determined using the direct method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.6 Financial assets

Management determines the classification of its financial assets at the time of initial recognition, (on the basis of the business model) for the management of financial assets and the characteristics of contractual cash flows from the financial assets. In accordance with IFRS 9, financial assets are measured initially at fair value plus transaction costs that may have been incurred and are directly attributable to the acquisition of the financial asset. Subsequently, financial assets are measured at amortized cost or fair value.

The Company assesses, at each reporting date, whether there is objective evidence that an asset or group of assets is impaired. An asset or group of financial assets is impaired if and only if there is evidence of impairment as a result of one or more events occurring after the initial recognition of the asset or group of assets. For the recognition of impairment, the loss event has to have an impact on the estimate of future cash flows from the asset or groups of financial assets.

3.7 Financial liabilities

Management determines the classification of its financial liabilities at the time of initial recognition. As established in IFRS 9, financial liabilities at the time of initial recognition are measured at fair value, less transaction costs that may have been incurred and are directly attributable to the issue of the financial liability. Subsequently, these are measured at amortized cost using the effective interest method. For financial liabilities that have been initially recognized at fair value through profit or loss, these will be measured subsequently at fair value.

3.8 Financial instruments at fair value through profit or loss

Management will irrevocably determine, at the time of initial recognition, the designation of a financial instrument at fair value through profit or loss. By doing so, this eliminates and/or significantly reduces measurement or recognition inconsistency that would otherwise have arisen from the measurement of assets or liabilities or from the recognition of gains and losses from them on different bases.

3.9 Financial instrument offsetting

The Company offsets an asset and liability if and only if it presently has a legally enforceable right of setting off the amounts recognized and has the intent of settling for the net amount of realizing the asset and settling the liability simultaneously.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.10 Reclassification of financial instruments

At the time when the Company changes its business model for managing financial assets, it will reclassify the financial assets affected by the new business model.

For financial liabilities these could not be reclassified.

3.11 Derivative and hedging financial instruments

Derivatives are recognized initially at fair value as of the date on which the derivatives contract is signed and, subsequently, are assessed at fair value. The method for recognizing the resulting gain or loss depends on whether the derivative has been designated as an accounting hedge instrument and, if so, it depends on the type of hedging, which may be as follows:

(a) Fair value hedge of assets and liabilities recognized (fair value hedges);

(b) Hedging of a single risk associated with an asset or liability recognized or a highly possible foreseen transaction (cash flow hedge).

At the beginning of the transaction, the Company documents the relationship existing between hedging instruments and those items hedged, as well as their objectives for risk management purposes and the strategy to conduct different hedging operations.

The Company also documents its evaluation both at the beginning and at the end of each period if derivatives used in hedging transactions are highly effective to offset changes in the fair value or in cash flows of hedged items.

The fair value of derivative instruments used for hedging purposes is shown in Note 10.3 (hedging assets and liabilities). Changes in the cash flow hedge reserve are classified as a non-current asset or liability if the remaining expiration period of the hedged item is higher than 12 months, and as a current asset or liability if the remaining expiration period of the entry is lower than 12 months.

Investing derivatives are classified as a current asset or liability, and the change in their fair value is recognized directly in profit or loss.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.11 Derivative and hedging financial instruments, continued

(a) Fair value hedge

The change in the fair value of a derivative is recognized with a debit or credit to profit or loss, as applicable. The change in the fair value of the hedged entry attributable to hedged risk is recognized as part of the carrying value of the hedged entry and is also recognized with a debit or credit to profit or loss.

For fair value hedges related to items recorded at amortized cost, the adjustment of the fair value is amortized against profit or loss during the period, through maturity. Any adjustment to the carrying value of a hedged financial instrument, for which the effective rate is used, is amortized with a debit or credit to profit or loss at its fair value, attributable to the risk being covered.

If the hedged entry is derecognized, the fair value not amortized is immediately recognized with a debit or credit to profit or loss.

(b) Cash flow hedges

The effective portion of gains or losses from the hedge instrument is initially recognized with a debit or credit to other comprehensive income, whereas any ineffective portion is immediately recognized with a debit or credit to profit or loss, as applicable.

Amounts taken to equity are transferred to profit or loss when the hedged transaction affects profit or loss, as when the hedged interest income or expense is recognized when a projected sale occurs. When the hedged entry is the cost of a non-financial asset or liability, amounts taken to other reserves are transferred to the initial carrying value of the non-financial asset or liability.

Should the expected firm transaction or commitment no longer be expected to occur, the amounts previously recognized in equity are transferred to profit or loss. If a hedge instrument expires, is sold, finished, or exercised without any replacement, or if a rollover is performed or if its designation as hedging is revoked, the amounts previously recognized in other reserves are maintained in equity until the expected firm transaction or commitment occurs.

3.12 Derecognition of financial instruments

In accordance with IFRS 9, the Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred; and the control of the financial assets has not been retained.

The Company derecognizes a financial liability when its contractual obligations or a part of these are discharged, paying to the creditor or its legally extinguished entity the primary responsibility for the liability.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.13 Derivative financial instruments

The Company maintains derivative financial instruments to hedge its exposure to foreign currencies. Derivative financial instruments are recognized initially at fair value; attributable transaction costs are recognized when incurred. Subsequent to initial recognition, changes in fair value of such derivatives are recognized in profit or loss as part of gains and losses.

The Company permanently assesses the existence of embedded derivatives, both in its contracts and financial instruments. As of December 31, 2014 and 2013, there are no embedded derivatives.

3.14 Fair value measurements

From the initial recognition, the Company measures its assets and liabilities at fair value plus or minus transaction costs incurred that are directly attributable to the acquisition of a financial asset or issuance of a financial liability.

3.15 Leases

(a) Lease - Finance lease

Leases are classified as finance leases when the Company holds substantially all the risks and rewards derived from the ownership of the asset. Finance leases are capitalized at the beginning of the lease, at the lower of the fair value of the leased asset or the present value of minimum lease payments.

Each lease payment is distributed between the liability and the interest expenses to obtain ongoing interest on the pending balance of debt. The respective lease obligations, net of interest expense, are included in other non-current liabilities. The interest element of finance cost is debited in the consolidated statement of income during the lease period so that a regular ongoing interest rate is obtained on the remaining balance of the liability for each year.

(b) Lease – Operating lease

Leases in which the lesser maintains a significant part of the risks and rewards derived from the ownership are classified as operating leases. Operating lease payments (net of any incentive received from the lesser) are debited to the statement of income or capitalized (as applicable) on a straight-line basis over the lease period.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.16 Deferred acquisition costs from insurance contracts

Acquisition costs from insurance contracts are classified as prepayments and correspond to insurance contracts in force, recognized using the straight-line method and on an accrual basis, and are recognized under other non-financial assets.

These are expensed considering the proportional period of time they cover, regardless of the related payment dates.

3.17 Trade and other receivables

Trade and other receivables relate to non-derivative financial assets with fixed and determinable payments and are not quoted in any active market. These arise from sales operations involving the products and/or services, of which the Company commercializes directly to its customers.

These assets are initially recognized at their fair value and subsequently at amortized cost according to the effective interest rate method, less a provision for impairment loss. An allowance for impairment loss is established for trade receivables when there is objective evidence that the Company will not be able to collect all the amounts which are owed to it, according to the original terms of receivables.

Implicit interest in installment sales is recognized as interest income when interest is accrued over the term of the operation.

3.18 Inventory measurement

The Company states inventories for the lower of cost and net realizable value. The cost price of finished products and products in progress includes the direct cost of materials and, when applicable, labor costs, indirect costs incurred to transform raw materials into finished products, and general expenses incurred in carrying inventories to their current location and conditions. The method used to determine the cost of inventories is weighted average cost.

Commercial discounts, rebates obtained, and other similar entries are deducted in the determination of the acquisition price.

The net realizable value represents the estimate of the sales price, less all finishing estimated costs and costs which will be incurred in commercialization, sales, and distribution processes.

The Company conducts an evaluation of the net realizable value of inventories at the end of each year, recording an estimate with a charge to income when these are overstated. When a situation arises whereby the circumstances, which previously caused the rebate to cease to exist, or when there is clear evidence of an increase in the net realizable value due to a change in the economic circumstances or prices of main raw materials, the estimate made previously is modified.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.18 Inventory measurement, continued

The valuation of obsolete, impaired or slow-moving products relates to their net estimated, net realizable value.

Provisions on the Company's inventories have been made based on a technical study which covers the different variables which affect products in stock (density and humidity, among others).

Raw materials, supplies and materials are recorded at the lower of acquisition cost or market value. Acquisition cost is calculated according to the average price method.

3.19 Investments in associates and joint ventures

Interests in companies on which joint control is exercised (joint venture) or where an entity has significant influence (associates) are recognized using the equity method of accounting. Significant influence is presumed to exist when interest greater than 20% is held in the capital of an investee.

Under this method, the investment is recognized in the statement of financial position at cost plus changes, subsequent to the acquisition, and considering the proportional share in the equity of the associate. For such purposes, the interest percentage in the ownership of the associate is used. The associated goodwill acquired is included in the carrying amount of the investee and is not amortized. The debit or credit to profit or loss reflects the proportional share in the profit or loss of the associate.

Unrealized gains for transactions with affiliates or associates are eliminated considering the interest percentage the Company has on such entities. Unrealized losses are also eliminated, except if the transaction provides evidence of impairment loss of the transferred asset.

Changes in the equity of associates are recognized considering the proportional amounts with a charge or credit to "Other reserves" and classified considering their origin.

Reporting dates of the associate, the Company and related policies are similar for equivalent transactions and events under similar circumstances.

In the event that the significant influence is lost or the investment is sold or is held as available for sale, the equity method is discontinued, suspending the recognition of proportional share of profit or loss.

If the resulting amount according to the equity method is negative, the share of profit or loss is reflected at zero value in the consolidated financial statements, unless a commitment exists by the Company to reinstate the Company's equity position, in which case the related provision for risks and expenses is recorded.

Dividends received by these companies are recorded by reducing the equity value, and the proportional share of profit or loss recognized in conformity with the share of equity are included in the consolidated profit or loss accounts in the caption "Equity share of profit (loss) of associates and joint ventures that are accounted for using the equity method of accounting".

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.20 Transactions with non-controlling interests

Non-controlling interests are recorded in the consolidated statement of financial position within equity separate from equity attributable to the owners of the Parent.

3.21 Related party transactions

Transactions between the Company and its subsidiaries are part of the Company's normal operations within its scope of business activities. Conditions for such transactions are those normally effective for those types of operations with regard to terms and market prices. Also, these transactions have been eliminated in consolidation. Expiration conditions for each case vary by virtue of the originating transaction.

3.22 Property, plant and equipment

Tangible property, plant and equipment assets are stated at acquisition cost, net of the related accumulated depreciation, amortization and impairment losses that they might have experienced.

In addition to the price paid for the acquisition of tangible property, plant and equipment, the Company has considered the following concepts as part of the acquisition cost, as applicable:

1. Accrued interest expenses during the construction period which are directly attributable to the acquisition, construction or production of qualifying assets, which are those that require a substantial period prior to being ready for use. The interest rate used is that related to the project's specific financing or, should this not exist, the average financing rate of the investor company.
2. The future costs that the Company will have to experience, related to the closure of its facilities at the end of their useful life, are included at the present value of disbursements expected to be required to settle the obligation.

Construction-in-progress is transferred to property, plant and equipment in operation once the assets are available for use and the related depreciation and amortization begins on that date.

Extension, modernization or improvement costs that represent an increase in productivity, ability or efficiency or an extension of the useful lives of property, plant and equipment are capitalized as a higher cost of the related assets. All the remaining maintenance, preservation and repair expenses are charged to expense as incurred.

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Note 3 Significant accounting policies (continued)

3.22 Property, plant and equipment, continued

The replacement of full assets, which increase the asset's useful life or its economic capacity, are recorded as a higher value of property, plant and equipment with the related derecognition of replaced or renewed elements.

Based on the impairment analysis conducted by the Company's management, it has been considered that the carrying value of assets does not exceed the net recoverable value of such assets.

Gains or losses which are generated from the sale or disposal of property, plant and equipment are recognized as income (or loss) in the period, and calculated as the difference between the asset's sales value and its net carrying value.

Costs derived from daily maintenance of property, plant and equipment are recognized when incurred.

3.23 Depreciation of property, plant and equipment

Property, plant and equipment are depreciated through the straight-line distribution of cost over the estimated technical useful life of the asset which is the period in which the Company expects to use the asset. When components of one item of property, plant and equipment have different useful lives, they are recorded as separate assets. Useful lives are reviewed on an annual basis.

The useful lives used for the depreciation and amortization of assets included in property, plant and equipment are presented below.

| Types of property, plant and equipment | Minimum life or rate | Maximum life or rate |
|--|----------------------|----------------------|
| Buildings | 3 | 60 |
| Plant and equipment | 3 | 35 |
| Information technology equipment | 3 | 10 |
| Fixtures and fittings | 3 | 35 |

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| | | |
|-------------------------------------|---|----|
| Motor vehicles | 5 | 10 |
| Other property, plant and equipment | 2 | 30 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.24 Goodwill

Goodwill acquired represents the excess in acquisition cost on the fair value of the Company's ownership of the net identifiable assets of the subsidiary on the acquisition date. Goodwill acquired related to the acquisition of subsidiaries is included in goodwill, which is subject to impairment tests every time consolidated financial statements are issued, and is stated at cost less accumulated impairment losses. Gains and losses related to the sale of an entity include the carrying value of goodwill related to the entity sold.

This intangible asset is assigned to cash-generating units with the purpose of testing impairment losses. It is allocated based on cash-generating units expected to obtain benefits from the business combination from which the aforementioned goodwill acquired arose.

3.25 Intangible assets other than goodwill

Intangible assets mainly relate to water rights, trademarks, and rights of way related to electric lines, development expenses, and computer software licenses.

(a) Water rights

Water rights acquired by the Company relate to water from natural sources and are recorded at acquisition cost. Given that these assets represent legal rights granted in perpetuity to the Company, they are not amortized, but are subject to annual impairment tests.

(b) Right of way for electric lines

As required for the operation of industrial plants, the Company has paid rights of way in order to install wires for the different electric lines in third party land. These rights are presented under intangible assets. Amounts paid are capitalized at the date of the agreement and charged to income, according to the life of the right of way.

(c) Computer software

Licenses for IT programs acquired are capitalized based on costs that have been incurred to acquire them and prepare them to use the specific program. These costs are amortized over their estimated useful lives.

Expenses related to the development or maintenance of IT programs are recognized as an expense as and when incurred. Costs directly related to the production of unique and identifiable IT programs controlled by the Group, and which will probably generate economic benefits that are higher than costs during more than a year, are recognized as intangible assets. Direct costs include expenses incurred for employees who develop IT programs and an adequate percentage of general expenses.

The costs of development for IT programs recognized as assets are amortized over their estimated useful lives.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.25 Intangible assets other than goodwill, continued

(d) Mining property and concession rights

The Company holds mining property and concession rights from the Chilean Government. Property rights are usually obtained with no initial cost (other than the payment of mining patents and minor recording expenses) and upon obtaining rights on these concessions, these are retained by the Company while annual patents are paid. Such patents, which are paid annually, are recorded as prepaid assets and amortized over the following twelve months. Amounts attributable to mining concessions acquired from third parties that are not from the Chilean Government are recorded at acquisition cost within intangible assets.

No impairment of intangible assets exists as of December 31, 2014 and December 31, 2013.

3.26 Research and development expenses

Research and development expenses are charged to profit or loss in the period in which the disbursement was made.

3.27 Prospecting expenses

The Company has mining property and concession rights from the Chilean Government and acquired from third parties other than the Chilean Government, destined to the exploitation of caliche ore and saltpeter deposits and also the exploration of this type of deposits.

Upon obtaining these rights, the Company initially records disbursements directly associated with the exploration and evaluation of deposits (associated with small deposits with trading feasibility) as asset at cost. Such disbursements include the following concepts:

- Disbursements for geological reconnaissance evaluation

- Disbursements for drilling

- Disbursements for drilling work and sampling
- Disbursements for activities related to technical assessment and trading feasibility of drilling work
- And any disbursement directly related to specific projects where its objective is finding mining resources.

Subsequently, the Company distinguishes exploration and evaluation projects according to the economic feasibility of the mineral extracted in the area or exploration, among those that finally will deliver future benefits to the Company (profitable projects) and those projects for which it is not probable that economic benefit will flow to the Company in the future (i.e., when the mine site has low ore grade and its exploitation is not economically profitable).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.27 Prospecting expenses, continued

If technical studies determine that the ore grade is not economically suitable for exploitation, the asset is directly expensed. Otherwise, it is held in the caption “other non-current assets”, reclassifying the portion related to the area to be exploited in the year in the caption inventories and such amount is amortized as production cost on the basis of estimated tons to be extracted.

The technical reasons for this classification correspond to the fact that this is an identifiable non-monetary asset that is owned to be used in the production of our processes as a main raw material.

Paragraph 17 of IFRS 6 establishes that an asset for exploitation and evaluation should be classified as such when it loses the technical feasibility and trading feasibility for extraction and, therefore, must be impaired. For this reason and because our disbursements correspond to proven reserves with a trading feasibility and used as main raw material in our production processes, these are presented as inventories that will be exploited within the commercial year and the remainder as development expenses for small deposits and prospecting expenses in the caption “other non-current assets”.

3.28 Impairment of non-financial assets

Assets subject to depreciation and amortization are subject to impairment testing, provided that an event or change in the circumstances indicates that the amounts in the accounting records may not be recoverable. An impairment loss is recognized for the excess of the book value of the asset over its recoverable amount.

The recoverable amount of an asset is the higher between the fair value of an asset or cash generating unit (“CGU”) less costs of sales and its value in use, and is determined for an individual asset unless the asset does not generate any cash inflows that are clearly independent from other assets or groups of assets.

When the carrying value of an asset exceeds its recoverable amount, the asset is considered an impaired asset and is reduced to its net recoverable amount.

In evaluating value in use, estimated future cash flows are discounted using a discount rate before taxes which reflects current market evaluation on the time value of money and specific asset risks.

An appropriate valuation model is used to determine the fair value less selling costs. These calculations are confirmed by valuation multiples, quoted share prices for subsidiaries quoted publicly or other available fair value indicators.

Impairment losses from continuing operations are recognized with a debit to profit or loss in the categories of expenses associated with the impaired asset function, except for properties reevaluated previously where the revaluation was taken to equity.

As of December 31, 2013, the Company was unaware of any indication of impairment with respect to its assets.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.28 Impairment of non-financial assets, continued

For assets other than acquired goodwill, an annual evaluation is conducted of whether there are impairment loss indicators recognized previously that might have already decreased or ceased to exist. The recoverable amount is estimated if such indicators exist. An impairment loss previously recognized is reversed only if there have been changes in estimates used to determine the asset's recoverable amount from the last time in which an impairment loss was recognized. If this is the case, the carrying value of the asset is increased to its recoverable amount. This increased amount cannot exceed the carrying value that would have been determined net of depreciation if an asset impairment loss would have not been recognized in prior years. This reversal is recognized with a credit to profit or loss unless an asset is recorded at the revalued amount. Should this be the case, the reversal is treated as an increase in revaluation.

3.29 Minimum dividend

As required by the Shareholders' Corporations Act, unless decided otherwise by the unanimous vote by the shareholders of subscribed and paid shares, a public company must distribute dividends as agreed by the shareholders at the General Shareholders' Meeting held each year with a minimum of 30% of its profit for the year ended December 31, 2014, except when the Company records unabsorbed losses from prior years.

However, the Company defines as policy the distribution of 50% of its profit for the year ended December 31, 2014.

3.30 Earnings per share

The net basic earnings per share amounts are calculated by dividing profit for the year attributable to ordinary owners of the parent by the weighted average number of ordinary shares outstanding during the year.

The Company has not conducted any type of operation of potential dilutive effect that assumes diluted earnings per share other than the basic earnings per share.

3.31 Trade and other payables

Trade and other payables are measured at fair value plus all costs associated with the transaction. Subsequently, these are carried at amortized cost using the effective interest rate method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.32 Interest-bearing borrowings

At initial recognition, interest-bearing borrowings are measured at fair value. Subsequently, they are measured at amortized cost using the effective interest rate method. Amortized cost is calculated considering any premium or discount from the acquisition and includes costs of transactions which are an integral part of the effective interest rate.

These are recorded as non-current when their expiration period exceeds twelve months and as current when the term is lower than such term. Interest expense is calculated in the year in which they are accrued following a financial criterion.

3.33 Other provisions

Provisions are recognized when:

- The Company has a present obligation as the result of a past event.
- It is more likely than not that certain resources must be used, including benefits, to settle the obligation.
- A reliable estimate can be made of the amount of the obligation.

In the event that the provision or a portion of it is reimbursed, the reimbursement is recognized as a separate asset solely if there is certainty of income.

In the consolidated statement of income, the expense for any provision is presented net of any reimbursement.

Should the effect of the time value of money be significant, provisions are discounted using a discount rate before tax that reflects the liability's specific risks. When a discount rate is used, the increase in the provision over time is recognized as a finance cost.

The Company's policy is maintaining provisions to cover risks and expenses based on a better estimate to deal with possible or certain and quantifiable responsibilities from current litigation, compensations or obligations, pending expenses for which the amount has not yet been determined, collaterals and other similar guarantees for which the Company is responsible. These are recorded at the time the responsibility or the obligation that determines the compensation or payment is generated.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.34 Obligations related to employee termination benefits and pension commitments

Obligations with the Company's employees are in accordance with that established in the collective bargaining agreements in force, formalized through collective employment agreements and individual employment contracts, except for the United States that is regulated in accordance with employment plans in force up to 2002.

These obligations are valued using actuarial calculations, according to the projected unit credit method which considers such assumptions as the mortality rate, employee turnover, interest rates, retirement dates, effects related to increases in employees' salaries, as well as the effects on variations in services derived from variations in the inflation rate. This, considering criteria in force contained in the revised IAS 19.

Actuarial gains and losses that may be generated by variations in defined, pre-established obligations are directly recorded in profit or loss for the year and not within "other comprehensive income," considering their insignificant amount.

Actuarial losses and gains have their origin in departures between the estimate and the actual behavior of actuarial assumptions or in the reformulation of established actuarial assumptions.

The discount rate used by the Company for calculating the obligation was 5.5% for the periods ended December 31, 2014 and December 31, 2013.

The Company's subsidiary SQM North America has established pension plans for its retired employees that are calculated by measuring the projected obligation using a net salary progressive rate net of adjustments for inflation, mortality and turnover assumptions, deducting the resulting amounts at present value using a 6.5% interest rate for 2014 and 2013. The net balance of this obligation is presented under the non-current provisions for employee benefits.

3.35 Compensation plans

Compensation plans implemented through benefits in share-based payments settled in cash, which have been provided, are recognized in the financial statements at their fair value, in accordance with International Financial Reporting Standards No. 2 "Share-based Payments." Changes in the fair value of options granted are recognized with a

charge to payroll on a straight-line basis during the period between the date on which these options are granted and the payment date (see Note 16).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.36 Revenue recognition

Revenue includes the fair value of considerations received or receivable for the sale of goods and services during performance of the Company's activities. Revenue is presented net of value added tax, estimated returns, rebates and discounts and after the elimination of sales among subsidiaries.

Revenue is recognized when its amount can be stated reliably. It is possible that the future economic rewards will flow to the entity and the specific conditions for each type of activity related revenue are complied with, as follows:

(a) Sale of goods

The sale of goods is recognized when the Company has delivered products to the customer, and there is no obligation pending compliance that could affect the acceptance of products by the customer. The delivery does not occur until products have been shipped to the customer or confirmed as received by customers. When the related risks of obsolescence and loss have been transferred to the customer and the customer has accepted products in accordance with the conditions established in the sale, when the acceptance period has ended, or when there is objective evidence that those criteria required for acceptance have been met.

Sales are recognized in consideration of the price set in the sales agreement, net of volume discounts and estimated returns at the date of the sale. Volume discounts are evaluated in consideration of annual foreseen purchases and in accordance with the criteria defined in agreements.

(b) Sale of services

Revenue associated with the rendering of services is recognized considering the degree of completion of the service as of the date of presentation of the consolidated classified statement of financial position, provided that the result from the transaction can be estimated reliably.

(c) Interest income

Interest income is recognized when interest is accrued in consideration of the principal pending payment using the effective interest rate method.

(d) Income from dividends

Income from dividends is recognized when the right to receive the payment is established.

3.37 Finance income and finance costs

Finance income is mainly composed of interest income in financial instruments such as term deposits and mutual fund deposits. Interest income is recognized in profit or loss at amortized cost, using the effective interest rate method.

Finance costs are mainly composed of interest on bank borrowing expenses, interest on bonds issued and interest capitalized for borrowing costs for the acquisition, construction or production or qualifying assets.

Borrowing costs and bonds issued are recognized in profit or loss using the effective interest rate method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.37 Finance income and finance costs, continued

For finance costs accrued during the construction period that are directly attributable to the acquisition, construction or production of qualifying assets, the effective interest rate related to the project's specific financing is used. If none exist, the average financing rate of the subsidiary that makes the investment is utilized.

Borrowing and financing costs that are directly attributable to the acquisition, construction or production of an asset are capitalized as part of that asset's cost.

3.38 Income tax and deferred taxes

Corporate income tax for the year is determined as the sum of current taxes from the different consolidated companies.

Current taxes are based on the application of the various types of taxes attributable to taxable income for the year.

Differences between the book value of assets and liabilities and their tax basis generate the balance of deferred tax assets or liabilities, which are calculated using the tax rates expected to be applicable when the assets and liabilities are realized.

In conformity with current Chilean tax regulations, the provision for corporate income tax and taxes on mining activity is recognized on an accrual basis, presenting the net balances of accumulated monthly tax provisional payments for the fiscal period and associated credits. The balances of these accounts are presented in current income taxes recoverable or current taxes payable, as applicable.

Tax on companies and variations in deferred tax assets or liabilities that are not the result of business combinations are recorded in statement of income accounts or equity accounts in the consolidated statement of financial position, considering the origin of the gains or losses which have generated them.

At each reporting period, the carrying amount of deferred tax assets has been reviewed and reduced to the extent there will not be sufficient taxable income to allow the recovery of all or a portion of the deferred tax assets. Likewise, as of the date of the consolidated financial statements, deferred tax assets that are not recognized were evaluated and not recognized as it was more likely than not that future taxable income will allow for recovery of the deferred tax asset.

With respect to deductible temporary differences associated with investments in subsidiaries, associated companies and interest in joint ventures, deferred tax assets are recognized solely provided that it is more likely than not that the temporary differences will be reversed in the near future and that there will be taxable income with which they may be used.

The deferred income tax related to entries directly recognized in equity is recognized with an effect on equity and not with an effect on profit or loss.

Deferred tax assets and liabilities are offset if there is a legally receivable right of offsetting tax assets against tax liabilities and the deferred tax is related to the same tax entity and authority.

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Note 3 Significant accounting policies (continued)

3.38 Income tax and deferred taxes, continued

In accordance with the instructions issued by the Chilean Superintendence of Securities and Insurance in its Circular No. 856 of October 17, 2014, the effects generated by the change in the income tax rate approved by Law No. 20.780 (the Tax Reform) on income and deferred taxes, which in accordance with IAS 12 should be charged to profit or loss for the period, have been accounted for as retained earnings. Subsequent amendments will be recognized in profit or loss for the period in accordance with IAS 12.

3.39 Segment reporting

IFRS 8 requires that companies adopt a “management approach” to disclose information on the operations generated by its operating segments. In general, this is the information that management uses internally for the evaluation of segment performance and making the decision on how to allocate resources for this purpose.

An operating segment is a group of assets and operations responsible for providing products or services subject to risks and performance different from those of other business segments. A geographical segment is responsible for providing products or services in a given economic environment subject to risks and performance different from those of other segments that operate in other economic environments.

For assets and liabilities the allocation to each segment is not possible given that these are associated with more than one segment, except for depreciation, amortization and impairment of assets, which are directly allocated to the applicable segments, in accordance with the criteria established in the costing process for product inventories.

The following operating segments have been identified by the Company:

-Specialty plant nutrients

-Industrial chemicals

-Iodine and derivatives

-Lithium and derivatives

-Potassium

-Other products and services

3.40 Environment

In general, the Company follows the criteria of considering amounts used in environmental protection and improvement as environmental expenses. However, the cost of facilities, machinery and equipment used for the same purpose are considered property, plant and equipment, as the case may be.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management

4.1 Financial risk management policy

The Company's financial risk management policy is focused on safeguarding the stability and sustainability of Sociedad Química y Minera de Chile S.A. and its subsidiaries with regard to all such relevant financial uncertainty components.

The Company's operations are subject to certain financial risk factors that may affect its financial position or results. The most significant risk exposures are market risk, liquidity risk, currency risk, doubtful accounts risk, and interest rate risk, among others.

Potentially, additional known or unknown risks may exist, of which we currently deem not to be significant, which could also affect the Company's business operations, its business, financial position, or profit or loss.

The financial risk management structure includes identifying, determining, analyzing, quantifying, measuring and controlling these events. Management and, in particular, Finance Management, is responsible for constantly assessing the financial risk. The Company uses derivatives to hedge a significant portion of those risks.

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Note 4 Financial risk management, continued

4.2 Risk factors

4.2.1 Market risk

Market risk refers to the uncertainty associated with fluctuations in market variables affecting the Company's assets and liabilities, including:

Country risk: The economic situation of the countries where the Company operates may affect its financial position. For example, sales conducted in emerging markets expose SQM to risks related to economic conditions and trends in those countries. In addition, inventories may also be affected by the economic scenario in such countries and/or the global economy, among other probable economic impacts.

Price risk: The Company's product prices are affected by the fluctuations in international prices of fertilizers and chemicals, as well as changes in productive capacities or market demand, all of which might affect the Company's business, financial position and results of operations.

Commodity price risk: The Company is exposed to changes in commodity prices and energy which may have an impact on its production costs that may cause unstable results.

As of to-date, the SQM Group incurs an annual expenditure of approximately US\$140 million associated with fuel, gas and equivalents, including approximately US\$54 million related to direct electrical supply consumption. A change of 10% in the prices of energy required for the Company's operations may involve costs of approximately US\$14 million in short-term movements.

As stated in the Company's annual report, the markets in which the Company operates are unpredictable, exposed to significant fluctuations in supply and demand, and price volatility. Additionally, the supply of certain fertilizers or chemicals, including certain products which the Company trades, vary mainly depending on the production of top producers and their respective business strategies. Accordingly, the Company cannot forecast with certainty changes in demand, responses from competitors or fluctuations in the final price of its products. These factors can lead to significant impacts on the Company's product sales volumes, financial position and share price.

Quality standards: In the markets in which we operate, customers might impose quality standards on our products and/or governments could enact more stringent standards for the distribution and/or use of our products. Consequently, we might not be able to sell our products if we are not able to meet those new standards. In addition,

our production costs might increase to meet such new standards. Not being able to sell our products in one or more markets or to key customers might significantly affect our business, financial position or the results of our operations.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.2.2 Doubtful accounts risk

A contraction of the global economy and the potentially adverse effects in the financial position of our customers may extend the receivables recovery period for SQM, increasing its exposure to doubtful account risk. While measures have been taken to minimize such risk, the global economic situation may result in losses that might have a material adverse effect on the Company's business, financial position or results of operations.

To mitigate these risks, SQM actively controls debt collection and has established certain safeguards which include loan insurance, letters of credit, and prepayments for a portion of receivables.

4.2.3 Currency risk

As a result of its influence on price level determination as well as its relationship with cost of sales, and since a significant portion of the Company's business transactions are performed in that foreign currency, the functional currency of SQM is the United States dollar. However, the global business activities of the Company expose it to the foreign exchange fluctuations of several currencies with respect to the value of the U.S. dollar. Accordingly, SQM has entered into hedge contracts to mitigate the exposure generated by its main mismatches (assets, net of liabilities) in currencies other than the U.S. dollar against the foreign exchange fluctuation. These contracts are periodically updated depending on the mismatch amount to be hedged in such currencies. Occasionally, and subject to the Board of Directors' approval, in the short-term the Company insures cash flows from certain specific items in currencies other than the U.S. dollar.

A significant portion of the Company's costs, particularly payroll, is denominated in Chilean pesos. Accordingly, an increase or decrease in the exchange rate against the U.S. dollar would affect the Company's profit for the period. Approximately US\$ 470 million of the Company's costs are denominated in Chilean pesos. A significant portion of the effect of such obligations on the statement of financial position is hedged by derivative instrument transactions on the balance mismatch in such currency.

As of December 31, 2013, the Company recorded derivative instruments classified as currency and interest rate hedges associated with all the bonds payable, denominated both in Chilean pesos and UF, with a fair value of US\$23.6 million in favor of SQM. As of December 31, 2014, this amounts to US\$37 million against SQM.

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As of December 31, 2014, the Chilean peso to U.S. dollar exchange rate was Ch\$606.75 per US\$1.00 (Ch\$ 524.61 per US\$ 1.00 as of December 31, 2013).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.2.4 Interest rate risk

Interest rate fluctuations, primarily due to the uncertain future behavior of markets, may have a material impact on the financial results of the Company.

The Company has current and non-current debts valued at LIBOR, plus a spread. The Company is partially exposed to fluctuations in such rate, as SQM currently holds hedging derivative instruments to hedge a portion of its liabilities subject to the LIBOR rate fluctuations.

As of December 31, 2014, approximately 14% of the Company's financial liabilities are measured at LIBOR. Accordingly, any significant increase in this rate may have an impact on the Company's financial position. A 100 basic point variation in this rate may trigger variations in financial expenses of close to US\$ 0.6 million. However, this effect is significantly counterbalanced by the returns of the Company's investments that are also strongly related to LIBOR.

In addition, as of December 31, 2014, the Company's financial liabilities are mainly concentrated in the long-term and approximately 9% have maturities of less than 12 months, decreasing in the process the exposure to changes in interest rates.

4.2.5 Liquidity risk

Liquidity risk relates to the funds needed to comply with payment obligations. The Company's objective is to maintain financial flexibility through a comfortable balance between fund requirements and cash flows from regular business operations, bank borrowings, bonds, short term investments, and marketable securities, among others.

The Company has an important capital expense program which is subject to change over time.

On the other hand, world financial markets go through periods of contraction and expansion that are unforeseeable in the long-term and may affect SQM's access to financial resources. Such factors may have a material adverse impact on the Company's business, financial position and results of operations.

SQM constantly monitors the matching of its obligations with its investments, taking due care of maturities of both, from a conservative perspective, as part of this financial risk management strategy. As of December 31, 2014, the Company had unused, available revolving credit facilities with banks, for a total of approximately US\$546 million.

The position in other cash and cash equivalents generated by the Company are invested in highly liquid mutual funds with an AAA risk rating.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.3 Risk measurement

The Company has methods to measure the effectiveness and efficiency of financial risk hedging strategies, both prospectively and retrospectively. These methods are consistent with the risk management profile of the Group.

Note 5 Changes in accounting estimates and policies (consistent presentation)

5.1 Changes in accounting estimates

There are no changes in accounting estimates as of the closing date of the consolidated financial statements.

5.2 Changes in accounting policies

As of December 31, 2014, the Company's consolidated financial statements present no changes in accounting policies or estimates compared to the prior period.

The consolidated statements of financial position as of December 31, 2014 and December 31, 2013, and statements of the comprehensive income, changes in equity and cash flows for the periods ended December 31, 2014 and 2013, have been prepared in accordance with International Financial Reporting Standards (IFRS) except for that indicated in Note 2.2. and the principles and criteria have been applied consistently.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation

6.1 Parent's stand-alone assets and liabilities

| | 12/31/2014 | 12/31/2013 |
|-------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Assets | 4,305,107 | 4,269,749 |
| Liabilities | (2,065,271) | (1,893,129) |
| Equity | 2,239,836 | 2,376,620 |

6.2 Parent entity

As provided in the Company's by-laws, no shareholder can concentrate more than 32% of the Company's voting right shares and therefore there is no controlling entity.

6.3 Joint arrangements of controlling interest

Sociedad de Inversiones Pampa Calichera S.A., Potasios de Chile S.A., and Inversiones Global Mining (Chile) Limitada, collectively the Pampa Group, are the owners of a number of shares that are equivalent to 29.94% as of December 31, 2014 of the current total amount of shares issued, subscribed and fully-paid of the Company. In addition, Kowa Company Ltd., Inversiones La Esperanza (Chile) Limitada, Kochi S.A. and La Esperanza Delaware Corporation, collectively the Kowa Group, are the owners of a number of shares equivalent to 2.10% of the total amount of issued, subscribed and fully-paid shares of SQM S.A..

The Pampa Group and the Kowa Group have informed SQM S.A., the Chilean SVS and the relevant stock exchanges in Chile and abroad that they are not and have never been related parties between them. In addition, this is regardless of the fact that both Groups on December 21, 2006 have entered into a Joint Action Agreement (JAA) related to those shares. Consequently, the Pampa Group, by itself, does not concentrate more than 32% of the voting right capital of SQM S.A., and the Kowa Group does not concentrate by itself more than 32% of the voting right capital of SQM S.A..

Likewise, the Joint Action Agreement has not transformed the Pampa and Kowa Groups into related parties between them. The Joint Action Agreement has only transformed the current controller of SQM S.A., composed of the Pampa Group, and the Kowa Group into related parties of SQM S.A..

Detail of effective concentration

| Tax ID No. | Name | Ownership interest % |
|-------------------|--|-------------------------|
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera S.A. | 19.69 |
| 96.863.960-9 | Inversiones Global Mining (Chile) Limitada | 3.34 |
| 76.165.311-5 | Potasios de Chile S.A. | 6.91 |
| Total Pampa Group | | 29.94 |
| 79.798.650-k | Inversiones la Esperanza (Chile) Ltda. | 1.41 |
| 59.046.730-8 | Kowa Co Ltd. | 0.30 |
| 96.518.570-4 | Kochi S.A. | 0.30 |
| 59.023.690-k | La Esperanza Delaware Corporation | 0.09 |
| Total Kowa Group | | 2.10 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.4 General information on consolidated subsidiaries

As of December 31, 2014 and December 31, 2013, the general information of the companies on which the Company exercises control and significant influence is as follows:

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | Total |
|--|---------------|---------------------------------------|---------------------------------|----------------------------|---------------------------|-----------------|--------------|
| | | | | | Direct | Indirect | |
| SQM Nitratos S.A. | 96.592.190-7 | El Trovador 4285 Las Condes | Chile | US\$ | 99.9999 | 0.0001 | 100.0000 |
| Proinsa Ltda. | 78.053.910-0 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.5800 | 60.5800 |
| SQMC Internacional Ltda. | 86.630.200-6 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6381 | 60.6381 |
| SQM Potasio S.A. | 96.651.060-9 | El Trovador 4285 Las Condes | Chile | US\$ | 99.9999 | - | 99.9999 |
| Serv. Integrales de Tránsito y Transf. S.A. | 79.770.780-5 | Arturo Prat 1060, Tocopilla | Chile | US\$ | 0.0003 | 99.9997 | 100.0000 |
| Isapre Norte Grande Ltda. | 79.906.120-1 | Anibal Pinto 3228, Antofagasta | Chile | Ch\$ | 1.0000 | 99.0000 | 100.0000 |
| Ajay SQM Chile S.A. | 96.592.180-K | Av. Pdte. Eduardo Frei 4900, Santiago | Chile | US\$ | 51.0000 | - | 51.0000 |
| Almacenes y Depósitos Ltda. | 79.876.080-7 | El Trovador 4285 Las Condes | Chile | Ch\$ | 1.0000 | 99.0000 | 100.0000 |
| SQM Salar S.A. | 79.626.800-K | El Trovador 4285 Las Condes | Chile | US\$ | 18.1800 | 81.8200 | 100.0000 |
| SQM Industrial S.A. | 79.947.100-0 | El Trovador 4285 Las Condes | Chile | US\$ | 99.0470 | 0.9530 | 100.0000 |
| Exploraciones Mineras S.A. Sociedad | 76.425.380-9 | Los Militares 4290 Las Condes | Chile | US\$ | 0.2691 | 99.7309 | 100.0000 |
| Prestadora de Servicios de Salud Cruz del Norte S.A. | 76.534.490-5 | Anibal Pinto 3228, Antofagasta | Chile | Ch\$ | - | 100.0000 | 100.0000 |
| Soquimich Comercial S.A. | 79.768.170-9 | El Trovador 4285 Las Condes | Chile | US\$ | - | 60.6383 | 60.6383 |

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| | | | | | | | |
|---|--------------|---|----------------|------|----------|----------|----------|
| Comercial Agrorama Ltda. | 76.064.419-6 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 42.4468 | 42.4468 |
| Comercial Hydro S.A. | 96.801.610-5 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6383 | 60.6383 |
| Agrorama S.A. | 76.145.229-0 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6377 | 60.6377 |
| Orcoma Estudios SPA | 76.359.919-1 | Apoquindo 3721 Of.131 Las Condes | Chile | US\$ | 51.0000 | - | 51.0000 |
| Orcoma SPA | 76.360.575-2 | Apoquindo 3721 Of.131 Las Condes | Chile | US\$ | 100.0000 | - | 100.0000 |
| SQM North America Corp. | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | 40.0000 | 60.0000 | 100.0000 |
| RS Agro Chemical Trading Corporation A.V.V. | Foreign | Caya Ernesto O. Petronia 17, Orangestad | Aruba | US\$ | 98.3333 | 1.6667 | 100.0000 |
| Nitratos Naturais do Chile Ltda. | Foreign | Al. Tocantis 75, 6° Andar, Conunto 608 Edif. West Gate, Alphaville Barureri, CEP 06455-020, Sao Paulo | Brazil | US\$ | - | 100.0000 | 100.0000 |
| Nitrate Corporation of Chile Ltd. | Foreign | 1 More London Place London SE1 2AF | United Kingdom | US\$ | - | 100.0000 | 100.0000 |
| SQM Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 0.0002 | 99.9998 | 100.0000 |
| SQM Peru S.A. | Foreign | Avenida Camino Real N° 348 of. 702, Peru San Isidro, Lima | Peru | US\$ | 0.9800 | 99.0200 | 100.0000 |
| SQM Ecuador S.A. | Foreign | Av. José Orrantia y Marengo Edificio Executive Center Piso 2 Oficina 211 Al. Tocantis 75, 6° Andar, Conunto 608 | Ecuador | US\$ | 0.0040 | 99.9960 | 100.0000 |
| SQM Brasil Ltda. | Foreign | Edif. West Gate, Alphaville Barureri, CEP 06455-020, Sao Paulo | Brazil | US\$ | 1.0900 | 98.9100 | 100.0000 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.4 General information on consolidated subsidiaries, continued**

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | Total |
|---------------------------------------|---------|---|--------------------------|---------------------|--------------------|----------|----------|
| | | | | | Direct | Indirect | |
| SQI Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 0.0159 | 99.9841 | 100.0000 |
| SQMC Holding Corporation L.L.P. | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta | United States | US\$ | 0.1000 | 99.9000 | 100.0000 |
| SQM Japan Co. Ltd. | Foreign | From 1 st Bldg 207, 5-3-10 Minami-Aoyama, Minato-ku, Tokyo | Japan | US\$ | 1.0000 | 99.0000 | 100.0000 |
| SQM Europe N.V. | Foreign | Houtdok-Noordkaai 25a B-2030 Amberes Bélgica | Belgium | US\$ | 0.5800 | 99.4200 | 100.0000 |
| SQM Italia SRL | Foreign | Via A. Meucci, 5 500 15 Grassina Firenze | Italy | US\$ | - | 100.0000 | 100.0000 |
| SQM Indonesia S.A. | Foreign | Perumahan Bumi Dirgantara Permai, Jl Suryadarma Blok Aw No 15 Rt 01/09 17436 Jatisari Pondok Gede | Indonesia | US\$ | - | 80.0000 | 80.0000 |
| North American Trading Company | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | - | 100.0000 | 100.0000 |
| SQM Virginia LLC | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | - | 100.0000 | 100.0000 |
| SQM Comercial de México S.A. de C.V. | Foreign | Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | Mexico | US\$ | 0.0010 | 99.9900 | 100.0000 |
| SQM Investment Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 1.0000 | 99.0000 | 100.0000 |
| Royal Seed Trading Corporation A.V.V. | Foreign | Caya Ernesto O. Petronia 17, Oranjestad | Aruba | US\$ | 1.6700 | 98.3300 | 100.0000 |
| SQM Lithium Specialties | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, | United States | US\$ | - | 100.0000 | 100.0000 |

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| | | | | | | | |
|---|---------|---|-----------|------|---|----------|----------|
| LLP Soquimich SRL Argentina Comercial | Foreign | Atlanta, GA Espejo 65 Oficina 6 – 5500 Mendoza | Argentina | US\$ | - | 100.0000 | 100.0000 |
| Caimán Internacional S.A. | Foreign | Edificio Plaza Bancomer Calle 50 | Panama | US\$ | - | 100.0000 | 100.0000 |
| SQM France S.A. Administración y Servicios Santiago S.A. de C.V. | Foreign | ZAC des Pommiers 27930 FAUVILLE Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | France | US\$ | - | 100.0000 | 100.0000 |
| SQM Nitratos México S.A. de C.V. | Foreign | Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | Mexico | US\$ | - | 100.0000 | 100.0000 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.4 General information on consolidated subsidiaries, continued**

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | |
|---------------------------------|---------|--|--------------------------|---------------------|--------------------|----------|----------|
| | | | | | Direct | Indirect | Total |
| Soquimich European Holding B.V. | Foreign | Localellikade 1 Parnassustoren 1076 AZ Amsterdam | Netherlands | US\$ | - | 100.0000 | 100.0000 |
| SQM Iberian S.A | Foreign | Provenza 251 Principal 1a CP 08008, Barcelona | Spain | US\$ | - | 100.0000 | 100.0000 |
| SQM Africa Pty Ltd. | Foreign | Tramore House, 3 Wterford Office Park, Waterford Drive, 2191 Fourways, Johannesburg | South Africa | US\$ | - | 100.0000 | 100.0000 |
| SQM Oceania Pty Ltd. | Foreign | Level 9, 50 Park Street, Sydney NSW 2000, Sydney | Australia | US\$ | - | 100.0000 | 100.0000 |
| SQM Agro India Pvt. Ltd. | Foreign | C 30 Chiragh Enclave New Dehli, 110048 | India | US\$ | - | 100.0000 | 100.0000 |
| SQM Beijing Commercial Co. Ltd. | Foreign | Room 1001C, CBD International Mansion N 16 Yong An Dong Li, Jian Wai Ave Beijing 100022, P.R. | China | US\$ | - | 100.0000 | 100.0000 |
| SQM Thailand Limited | Foreign | Unit 2962, Level 29, N° 388, Exchange Tower Sukhumvit Road, Klongtoey Bangkok | Thailand | US\$ | - | 99.996 | 99.996 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.5 Information attributable to non-controlling interests

| Subsidiary | % of interests in the ownership held by non-controlling interests. | Profit (loss) attributable to non-controlling interests | | Equity, non-controlling interests | | Dividends paid to non-controlling interests | |
|--------------------------|--|---|----------------------|-----------------------------------|----------------------|---|-----------------------|
| | | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Proinsa Ltda. | 0,1 | % | - | - | - | - | - |
| SQM Potasio S.A. | 0,0000001 | % | - | - | - | - | - |
| Ajay SQM Chile S.A. | 49 | % | (2,595) | (3,389) | 8,502 | 8,806 | (2,899) 4,400 |
| SQM Indonesia S.A. | 20 | % | - | - | 1 | 16 | - |
| Soquimich Comercial S.A. | 39,3616784 | % | (4,763) | (4,051) | 48,757 | 46,448 | (2,381) 2,026 |
| Comercial Agrorama Ltda. | 30 | % | (30) | (18) | 337 | 351 | - |
| Agrorama S.A. | 0,001 | % | - | - | - | - | - |
| Orcoma Estudios SPA | 49 | % | (1) | - | 2,270 | - | - |
| SQM (Thailand) Limited. | 0.004 | % | - | - | - | - | - |
| Total | | | (7,389) | (7,458) | 59,867 | 55,621 | (5,280) 6,426 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.6 Information on consolidated subsidiaries

12/31/2014

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|---|-----------|-------------|-------------|-------------|---------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Nitratos S.A. | 638,071 | 109,356 | 679,642 | 21,285 | 123,390 | (529) | (529) |
| Proinsa Ltda. | 174 | 1 | - | - | - | 1 | 1 |
| SQMC Internacional Ltda. | 229 | - | - | - | - | (1) | (1) |
| SQM Potasio S.A. | 167,134 | 934,783 | 3,703 | 20,847 | 2,379 | 166,673 | 167,019 |
| Serv. Integrales de Tránsito y Transf. S.A. | 430,047 | 82,657 | 459,844 | 11,093 | 48,747 | 7,008 | 7,008 |
| Isapre Norte Grande Ltda. | 698 | 767 | 702 | 198 | 4,577 | 41 | - |
| Ajay SQM Chile S.A. | 18,198 | 1,126 | 1,135 | 839 | 57,305 | 5,296 | 5,296 |
| Almacenes y Depósitos Ltda. | 311 | 46 | 1 | - | - | (20) | (30) |
| SQM Salar S.A. | 563,756 | 938,389 | 353,808 | 181,732 | 771,133 | 171,406 | 171,253 |
| SQM Industrial S.A. | 1,183,420 | 803,100 | 987,048 | 92,923 | 719,384 | 73,289 | 69,116 |
| Exploraciones Mineras S.A. | 478 | 31,713 | 5,160 | - | - | (219) | (219) |
| Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | 507 | 506 | 430 | 537 | 2,547 | (63) | (65) |
| Soquimich Comercial S.A. | 132,805 | 22,271 | 30,261 | 943 | 199,367 | 12,100 | 11,902 |
| Comercial Agrorama Ltda. | 12,048 | 1,815 | 12,632 | 106 | 14,724 | 102 | 103 |
| Comercial Hydro S.A. | 8,663 | 105 | 148 | 101 | 61 | 281 | 281 |
| Agrorama S.A. | 13,577 | 487 | 13,990 | 18 | 13,404 | (103) | (103) |
| Orcoma SpA | 3 | 2,356 | 4 | - | - | (3) | (3) |
| Orcoma Estudio SpA | 4,630 | 1,375 | 1,372 | - | - | 2 | 2 |
| SQM North America Corp. | 177,628 | 16,494 | 161,988 | 1,781 | 322,671 | (1,622) | (2,294) |
| RS Agro Chemical Trading Corporation A.V.V. | 5,201 | - | - | - | - | (3) | (3) |
| Nitratos Naturais do Chile Ltda. | 4 | 233 | 4,452 | - | - | 223 | 223 |
| Nitrate Corporation of Chile Ltd. | 5,076 | - | - | - | - | - | - |
| SQM Corporation N.V. | 669 | 116,031 | 3,722 | - | - | 25,082 | 21,908 |
| SQM Peru S.A. | 520 | 1 | 1,172 | - | - | (40) | (40) |
| SQM Ecuador S.A. | 11,101 | 69 | 10,720 | 56 | 16,737 | 194 | 194 |
| SQM Brasil Ltda. | 724 | 1 | 636 | - | 453 | 220 | 220 |
| SQI Corporation N.V. | - | 23 | 89 | - | - | 5 | 4 |
| SQMC Holding Corporation L.L.P. | 17,552 | 15,481 | 1,024 | - | - | 3,944 | 3,944 |

| | | | | | | | |
|--------------------|-------|-----|-----|-----|-------|-----|-----|
| SQM Japan Co. Ltd. | 2,472 | 243 | 621 | 449 | 3,493 | 163 | 163 |
|--------------------|-------|-----|-----|-----|-------|-----|-----|

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Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2014**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|--|------------------|------------------|------------------|----------------|------------------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Europe N.V. | 313,336 | 1,265 | 264,760 | - | 552,444 | 12,966 | 12,966 |
| SQM Italia SRL | 1,247 | - | 16 | - | - | - | - |
| SQM Indonesia S.A. | 4 | - | 1 | - | - | - | - |
| North American Trading Company | 159 | 145 | 39 | - | - | - | - |
| SQM Virginia LLC | 14,821 | 14,367 | 14,821 | - | - | (7) | (7) |
| SQM Comercial de México S.A. de C.V. | 81,196 | 1,302 | 53,428 | - | 178,243 | 916 | 916 |
| SQM Investment Corporation N.V. | 73,432 | 265 | 39,164 | 856 | 20 | 8,552 | 8,552 |
| Royal Seed Trading Corporation A.V.V. | 165,908 | 162 | 103,387 | 80,000 | - | (4,941) | (4,384) |
| SQM Lithium Specialties LLP | 15,774 | 3 | 1,264 | - | - | (7) | (7) |
| Soquimich SRL Argentina | 396 | - | 217 | - | - | (17) | (17) |
| Comercial Caimán Internacional S.A. | 266 | - | 1,122 | - | - | (5) | (5) |
| SQM France S.A. | 345 | 6 | 114 | - | - | - | - |
| Administración y Servicios Santiago S.A. de C.V. | 177 | - | 689 | 111 | 3,562 | 145 | 145 |
| SQM Nitratos México S.A. de C.V. | 38 | 4 | 29 | 4 | 262 | 6 | 6 |
| Soquimich European Holding B.V. | 77,712 | 117,371 | 89,566 | - | - | 26,368 | 23,180 |
| SQM Iberian S.A. | 54,332 | 72 | 49,004 | - | 132,270 | 5,781 | 5,782 |
| SQM Africa Pty Ltd. | 66,427 | 752 | 57,796 | - | 92,462 | 952 | 952 |
| SQM Oceanía Pty Ltd. | 3,257 | - | 1,149 | - | 3,550 | (1,016) | (1,016) |
| SQM Agro India Pvt. Ltd. | 4 | - | 1 | - | - | (1) | (1) |
| SQM Beijing Commercial Co. Ltd. | 5,491 | 31 | 3,217 | - | 7,764 | 143 | 143 |
| SQM Thailand Limited | 15,424 | 35 | 12,679 | - | 11,042 | 228 | 228 |
| Total | 4,285,442 | 3,215,209 | 3,426,767 | 413,879 | 3,281,991 | 513,490 | 502,783 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2013**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|---|-----------|-------------|-------------|-------------|---------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Nitratos S.A. | 490.084 | 124.966 | 525.924 | 15.545 | 184.487 | 18.434 | 18.434 |
| Proinsa Ltda. | 200 | 1 | - | - | - | (2) | (2) |
| SQMC Internacional Ltda. | 266 | - | - | - | - | (1) | (1) |
| SQM Potasio S.A. | 109.408 | 1.049.628 | 3.411 | 15.749 | 2.052 | 184.948 | 185.458 |
| Serv. Integrales de Tránsito y Transf. S.A. | 348.685 | 86.935 | 389.980 | 8.423 | 50.135 | 6.149 | 6.149 |
| Isapre Norte Grande Ltda. | 916 | 829 | 924 | 192 | 4.192 | 28 | 334 |
| Ajay SQM Chile S.A. | 22.720 | 1.232 | 5.226 | 755 | 67.413 | 6.916 | 6.916 |
| Almacenes y Depósitos Ltda. | 362 | 50 | 1 | - | - | (11) | (40) |
| SQM Salar S.A. | 678.215 | 1.000.954 | 453.864 | 216.110 | 792.109 | 206.745 | 206.679 |
| SQM Industrial S.A. | 1.110.303 | 820.831 | 872.216 | 79.021 | 925.167 | 64.602 | 61.547 |
| Exploraciones Mineras S.A. | 477 | 31.537 | 4.765 | - | - | (312) | (312) |
| Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | 762 | 243 | 322 | 556 | 2.276 | 31 | 46 |
| Soquimich Comercial S.A. | 143.515 | 22.582 | 47.121 | 973 | 214.350 | 10.291 | 10.162 |
| Comercial Agrorama Ltda. | 15.450 | 2.148 | 16.314 | 114 | 16.009 | 61 | 62 |
| Comercial Hydro S.A. | 8.302 | 134 | 124 | 72 | 109 | 370 | 370 |
| Agrorama S.A. | 15.722 | 568 | 16.074 | 36 | 16.122 | 37 | 37 |
| Orcoma SpA | 2 | 2.356 | - | - | - | - | - |
| Orcoma Estudio SpA | 2 | - | - | - | - | - | - |
| SQM North America Corp. | 214.359 | 17.058 | 197.077 | 1.781 | 365.691 | (4.763) | (3.751) |
| RS Agro Chemical Trading Corporation A.V.V. | 5.204 | - | - | - | - | (9) | (9) |
| Nitratos Naturais do Chile Ltda. | 3 | 254 | 4.695 | - | - | 278 | 278 |
| Nitrate Corporation of Chile Ltd. | 5.076 | - | - | - | - | - | - |
| SQM Corporation N.V. | 669 | 93.936 | 3.725 | - | - | 10.441 | 7.377 |
| SQM Peru S.A. | 578 | 1 | 1.190 | - | 1 | (191) | (191) |
| SQM Ecuador S.A. | 10.644 | 81 | 10.533 | 42 | 25.475 | (1.224) | (1.224) |
| SQM Brasil Ltda. | 680 | 40 | 851 | - | 802 | 88 | 88 |
| SQI Corporation N.V. | - | 19 | 62 | - | - | (1) | (2) |
| | 11.978 | 16.394 | 1.000 | - | - | 5.267 | 5.267 |

SQMC Holding

Corporation L.L.P.

SQM Japan Co. Ltd.

1.948

263

234

494

2.468

(283

) (283

)

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2013**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) | |
|--|------------------|------------------|------------------|----------------|------------------|------------------|-----------------------------------|---|
| | Current | Non-current | Current | Non-current | | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| SQM Europe N.V. | 316,396 | 383 | 280,092 | - | 677,497 | 1,608 | 1,608 | |
| SQM Italia SRL | 1,421 | - | 18 | - | - | - | - | |
| SQM Indonesia S.A. | 4 | - | (76 |) | - | - | - | |
| North American Trading Company | 160 | 145 | 39 | - | - | (1 |) (1 |) |
| SQM Virginia LLC | 14,828 | 14,374 | 14,828 | - | - | (1 |) (1 |) |
| SQM Comercial de México S.A. de C.V. | 88,252 | 1,427 | 61,534 | - | 178,180 | 4,724 | 4,724 | |
| SQM Investment Corporation N.V. | 62,496 | 282 | 36,805 | 851 | 50 | 1,097 | 1,097 | |
| Royal Seed Trading Corporation A.V.V. | 240,231 | 442 | 83,606 | 170,000 | - | (2,537 |) (1,904 |) |
| SQM Lithium Specialties LLP | 15,781 | 3 | 1,264 | - | - | (1 |) (1 |) |
| Soquimich SRL Argentina | 414 | - | 218 | - | - | (49 |) (49 |) |
| Comercial Caimán Internacional S.A. | 271 | - | 1,122 | - | - | (38 |) (38 |) |
| SQM France S.A. | 345 | 6 | 114 | - | - | - | - | |
| Administración y Servicios Santiago S.A. de C.V. | 153 | - | 795 | 127 | 3,243 | (7 |) (7 |) |
| SQM Nitratos México S.A. de C.V. | 26 | 4 | 23 | 4 | 186 | (7 |) (7 |) |
| Soquimich European Holding B.V. | 79,966 | 96,670 | 93,496 | 987 | - | 8,849 | 5,785 | |
| SQM Iberian S.A. | 101,299 | 70 | 101,757 | - | 166,087 | 66 | 66 | |
| SQM Africa Pty Ltd. | 55,635 | 729 | 47,932 | - | 109,968 | 1,611 | 1,611 | |
| SQM Oceanía Pty Ltd. | 4,251 | - | 811 | - | 3,542 | 51 | 51 | |
| SQM Agro India Pvt. Ltd. | 7 | - | 2 | - | - | (2 |) (2 |) |
| SQM Beijing Commercial Co. Ltd. | 2,415 | 80 | 301 | - | 9,915 | (1,164 |) (1,164 |) |
| SQM Thailand Limited | 7,052 | 36 | 4,510 | - | 4,379 | (787 |) (787 |) |
| Total | 4,187,933 | 3,387,691 | 3,284,824 | 511,832 | 3,821,905 | 521,301 | 514,370 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.7 Detail of transactions between consolidated companies

a) Transactions conducted in 2014

At the Extraordinary Shareholders' Meeting of the subsidiary Orcoma Estudios SPA held on November 21, 2014, the shareholders agreed to increase capital by US\$ 1,500, divided into 150,000 single-series shares with no par value. SQM S.A. was not involved in such increase decreasing its ownership in this company to 51%.

At the General Shareholders' Meeting of the subsidiary SQM Ecuador S.A., the shareholders agreed to absorb the accumulated losses of the company of ThUS\$ 455.

Transactions conducted in 2013

On December 31, 2013, the subsidiary Orcoma Estudios SPA was incorporated where Sociedad Quimica y Minera de Chile S.A. made a capital contribution of US\$ 1,500.

On December 31, 2013, the subsidiary Orcoma SPA was incorporated where Sociedad Quimica y Minera de Chile S.A. made a capital contribution of ThUS\$ 2,358.

On March 25, 2013, SQM Industrial S.A. increased by ThUS\$ 1,500 the capital of its subsidiary SQM Beijing Commercial Co. Ltd.

During the first half of 2013 Iodine Minera was absorbed into Soquimich European Holdings.

During the first half of 2013 Soquimich European Holdings B.V. purchased shares of SQM Thailand Limited, acquiring 99.996% of this company.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents

7.1 Types of cash and cash equivalents

As of December 31, 2014 and December 31, 2013, cash and cash equivalents are detailed as follows:

| a) Cash | 12/31/2014 | 12/31/2013 |
|-----------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Cash on hand | 88 | 119 |
| Cash in banks | 29,404 | 29,671 |
| Other demand deposits | - | 3,625 |
| Total cash | 29,492 | 33,415 |

| b) Cash equivalents | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Short-term deposits, classified as cash equivalents | 29,492 | 158,208 |
| Short-term investments, classified as cash equivalents | 295,582 | 284,999 |
| Total cash equivalents | 325,074 | 443,207 |
| Total cash and cash equivalents | 354,566 | 476,622 |

7.2 Short-term investments, classified as cash equivalents

As of December 31, 2014 and December 31, 2013, short-term investments, classified as cash and cash equivalents relate to mutual funds (investment liquidity funds) for investments in:

| Institution | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Legg Mason - Western Asset Institutional Cash Reserves | 100,988 | 95,941 |
| BlackRock - Institutional US Dollar Liquidity Fund | 97,351 | 94,726 |
| JP Morgan US dollar Liquidity Fund Institutional | 97,243 | 94,332 |
| Total | 295,582 | 284,999 |

Short-term investments are highly liquid fund manager accounts that are basically invested in short-term fixed rate notes in the U.S. market.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents (continued)

7.3 Information on cash and cash equivalents by currency

As of December 31, 2014 and December 31, 2013, information on cash and cash equivalents by currency is detailed as follows:

| Original currency | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|--------------------|----------------------|----------------------|
| Chilean Peso (*) | 6,355 | 25,391 |
| US Dollar | 328,392 | 430,263 |
| Euro | 10,449 | 9,230 |
| Mexican Peso | 736 | 429 |
| South African Rand | 4,046 | 7,229 |
| Japanese Yen | 1,701 | 1,435 |
| Peruvian Sol | 1 | 2 |
| Brazilian Real | 29 | 73 |
| Chinese Yuan | 769 | 384 |
| Indonesian Rupiah | 4 | 4 |
| Indian Rupee | 12 | 7 |
| Thai Baht | 2,055 | 2,161 |
| Argentine Peso | 12 | - |
| Pound Sterling | 5 | 14 |
| Total | 354,566 | 476,622 |

(*) The Company maintains financial derivative policies which allow dollarizing these term deposits in Chilean pesos.

7.4 Amount of significant restricted (unavailable) cash balances

Cash on hand and in current bank accounts are available resources, and their carrying value is equal to their fair value.

As of December 31, 2014 and December 31, 2013, the Company has no significant cash balances with any type of restriction.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents (continued)

7.5 Short-term deposits, classified as cash equivalents

The detail at the end of each period is as follows:

| 2014 | | Type of deposit | Original Currency | Interest rate | Placement date | Expiration date | Principal | | Interest accrued | |
|-----------------------------|------------|-----------------|-------------------|---------------|----------------|-----------------|-----------|---------------|------------------|--------|
| Receiver of the deposit | ThUS\$ | | | | | | ThUS\$ | to-date | 31/12/14 | ThUS\$ |
| Banco Estado | Fixed term | Ch\$ | 0.24 | 12/30/2014 | 01/08/2015 | 4,121 | - | 4,121 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.23 | 12/30/2014 | 01/08/2015 | 824 | - | 824 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.45 | 10/29/2014 | 01/06/2015 | 20,000 | 16 | 20,016 | - | |
| BBVA Banco Francés | Fixed term | US\$ | 18.5 | 12/29/2014 | 01/28/2015 | 362 | - | 362 | - | |
| ABN Amro Bank | Fixed term | Euro | - | 12/31/2014 | 01/31/2015 | 4,169 | - | 4,169 | - | |
| Total | | | | | | 29,476 | 16 | 29,492 | - | |

| 2013 | | Type of deposit | Original Currency | Interest rate | Placement date | Expiration date | Principal | | Interest accrued | |
|-----------------------------|------------|-----------------|-------------------|---------------|----------------|-----------------|-----------|---------|------------------|--------|
| Receiver of the deposit | ThUS\$ | | | | | | ThUS\$ | to-date | 31/12/13 | ThUS\$ |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.40 | 12/16/2013 | 01/16/2014 | 20,000 | 3 | 20,003 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.48 | 12/16/2013 | 02/06/2014 | 20,000 | 4 | 20,004 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.50 | 10/17/2013 | 01/03/2014 | 10,093 | 10 | 10,103 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.58 | 12/16/2013 | 03/11/2014 | 20,000 | 5 | 20,005 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.37 | 12/30/2013 | 01/13/2014 | 4,384 | - | 4,384 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.38 | 12/27/2013 | 01/09/2014 | 4,193 | 2 | 4,195 | - | |
| Banco Santander - Santiago | Fixed term | US\$ | 0.48 | 12/09/2013 | 01/23/2014 | 20,314 | 6 | 20,320 | - | |
| Banco Santander - Santiago | Fixed term | US\$ | 0.52 | 12/04/2013 | 01/03/2014 | 10,104 | 4 | 10,108 | - | |

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| | | | | | | | |
|-------------------------------|------------|--------------|------|------------|------------|----------------|------------|
| Banco Santander - Santiago | Fixed term | Ch\$ | 0.43 | 10/21/2013 | 01/03/2014 | 14,352 | 148 |
| IDBI Bank | Fixed term | Indian rupee | - | 12/31/2013 | 6/30/2014 | 2 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 444 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 640 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 1,301 | - |
| ABN Amro Bank | Fixed term | Euro | - | 12/31/2013 | 01/31/2014 | 2,193 | - |
| Total | | | | | | 158,020 | 188 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 8 Inventories

The composition of inventory at each period-end is as follows:

| Type of inventory | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------------|----------------------|----------------------|
| Raw materials | 9,540 | 8,552 |
| Supplies for production | 30,398 | 42,366 |
| Products-in-progress | 453,816 | 400,824 |
| Finished product | 425,849 | 503,788 |
| Total | 919,603 | 955,530 |

Inventory provisions recognized as of December 31, 2014 amount to ThUS\$82,966, and ThUS\$97,248 as of December 31, 2013. Inventory provisions have been made based on a technical study that covers the different variables affecting products in stock (density and humidity, among others). Additionally, provisions are recognized if goods are sold cheaper than the related cost, and for differences that arise from inventory counts.

As of December 31, 2014, the sum registered as cost of sale related to inventory in the statement of income amounts to ThUS\$1,259,983 and to ThUS\$1,314,276 as of December 31, 2013.

The breakdown of inventory provisions is detailed as follows:

| Type of inventory | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|------------------------------------|----------------------|----------------------|
| Raw material provisions | 93 | 93 |
| Supplies for production provisions | 500 | 500 |
| Products-in-progress provisions | 55,994 | 65,768 |
| Finished product provisions | 26,379 | 30,887 |
| Total | 82,966 | 97,248 |

The Company has not delivered inventory as collateral for the periods indicated above.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures

9.1 Related party disclosures

Balances pending at period-end are not guaranteed, accrue no interest and are settled in cash. No guarantees have been delivered or received for trade and other receivables due from related parties or trade and other payables due to related parties. For the period ended December 31, 2014, the Company has not recorded any impairment in accounts receivable related to amounts owed by related parties. This evaluation is conducted every year through an examination of the financial position of the related party in the market in which it operates.

9.2 Relationships between the parent and the entity

According to the Company's by-laws, no shareholder can own more than 32% of the Company's voting right shares.

Sociedad de Inversiones Pampa Calichera S.A., Potasios de Chile S.A., and Inversiones Global Mining (Chile) Ltda., collectively the Pampa Group, are the owners of a number of shares that are equivalent to 29.94% as of December 31, 2014 of the current total amount of shares issued, subscribed and fully-paid of the Company. In addition, Kowa Company Ltd., Inversiones La Esperanza (Chile) Limitada, Kochi S.A. and La Esperanza Delaware Corporation, collectively the Kowa Group, are the owners of a number of shares equivalent to 2.10% of the total amount of shares of SQM S.A. issued, subscribed and fully-paid.

The Pampa Group and the Kowa Group have informed SQM S.A., the Chilean SVS and the relevant stock exchanges in Chile and abroad that they are not and have never been related parties between them. In addition, this is regardless of the fact that both Groups on December 21, 2006 have entered into a Joint Action Agreement (JAA) related to those shares. Consequently, the Pampa Group, by itself, does not concentrate more than 32% of the voting right capital of SQM S.A., and the Kowa Group does not concentrate by itself more than 32% of the voting right capital of SQM S.A.

Likewise, the Joint Action Agreement has not transformed the Pampa and Kowa Groups into related parties between them. The Joint Action Agreement has only transformed the current controller of SQM S.A., composed of the Pampa Group, and the Kowa Group into related parties of SQM S.A.

Detail of effective concentration

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| Tax ID No. | Name | Ownership interest % |
|-------------------|--|-------------------------|
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera S.A. | 19.69 |
| 96.863.960-9 | Inversiones Global Mining (Chile) Ltda. | 3.34 |
| 76.165.311-5 | Potasios de Chile S.A. | 6.91 |
| Total Pampa Group | | 29.94 |
| 79.798.650-k | Inversiones la Esperanza (Chile) Ltda. | 1.41 |
| 59.046.730-8 | Kowa Co Ltd. | 0.30 |
| 96.518.570-4 | Kochi S.A. | 0.30 |
| 59.023.690-k | La Esperanza Delaware Corporation | 0.09 |
| Total Kowa Group | | 2.10 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)

9.3 Detailed identification of the link between the Parent and subsidiary

As of December 31, 2014 and December 31, 2013, the detail of entities that are related parties of the SQM S.A. Group is as follows:

| Tax ID No. | Name | Country of origin | Functional currency | Nature |
|-------------------|--|--------------------------|----------------------------|---------------|
| Foreign | Nitratos Naturais Do Chile Ltda. | Brazil | US\$ | Subsidiary |
| Foreign | Nitrate Corporation Of Chile Ltd. | United Kingdom | US\$ | Subsidiary |
| Foreign | SQM North America Corp. | United States | US\$ | Subsidiary |
| Foreign | SQM Europe N.V. | Belgium | US\$ | Subsidiary |
| Foreign | Soquimich S.R.L. Argentina | Argentina | US\$ | Subsidiary |
| Foreign | Soquimich European Holding B.V. | The Netherlands | US\$ | Subsidiary |
| Foreign | SQM Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQI Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQM Comercial De México S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | North American Trading Company | United States | US\$ | Subsidiary |
| Foreign | Administración y Servicios Santiago S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | SQM Peru S.A. | Peru | US\$ | Subsidiary |
| Foreign | SQM Ecuador S.A. | Ecuador | US\$ | Subsidiary |
| Foreign | SQM Nitratos Mexico S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | SQMC Holding Corporation L.L.P. | United States | US\$ | Subsidiary |
| Foreign | SQM Investment Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQM Brasil Limitada | Brazil | US\$ | Subsidiary |
| Foreign | SQM France S.A. | France | US\$ | Subsidiary |
| Foreign | SQM Japan Co. Ltd. | Japan | US\$ | Subsidiary |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | US\$ | Subsidiary |
| Foreign | SQM Oceania Pty Limited | Australia | US\$ | Subsidiary |
| Foreign | Rs Agro-Chemical Trading Corporation A.V.V. | Aruba | US\$ | Subsidiary |
| Foreign | SQM Indonesia S.A. | Indonesia | US\$ | Subsidiary |
| Foreign | SQM Virginia L.L.C. | United States | US\$ | Subsidiary |
| Foreign | SQM Italia SRL | Italy | US\$ | Subsidiary |
| Foreign | Comercial Caiman Internacional S.A. | Panamá | US\$ | Subsidiary |
| Foreign | SQM Africa Pty. Ltd. | South Africa | US\$ | Subsidiary |
| Foreign | SQM Lithium Specialties LLC | United States | US\$ | Subsidiary |
| Foreign | SQM Iberian S.A. | Spain | US\$ | Subsidiary |
| Foreign | SQM Agro India Pvt. Ltd. | India | US\$ | Subsidiary |
| Foreign | SQM Beijing Commercial Co. Ltd. | China | US\$ | Subsidiary |
| Foreign | SQM Thailand Limited | Thailand | US\$ | Subsidiary |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)**9.3 Detailed identification of the link between the Parent and subsidiary, continued**

As of December 31, 2014 and December 31, 2013, the detail of entities that are a related parties of the SQM S.A. Group is as follows:

| Tax ID No. | Name | Country of origin | Functional currency | Nature |
|-------------------|---|--------------------------|----------------------------|---------------|
| 96.801.610-5 | Comercial Hydro S.A. | Chile | Chilean peso | Subsidiary |
| 96.651.060-9 | SQM Potasio S.A. | Chile | US\$ | Subsidiary |
| 96.592.190-7 | SQM Nitratos S.A. | Chile | US\$ | Subsidiary |
| 96.592.180-K | Ajay SQM Chile S.A. | Chile | US\$ | Subsidiary |
| 86.630.200-6 | SQMC Internacional Ltda. | Chile | Chilean peso | Subsidiary |
| 79.947.100-0 | SQM Industrial S.A. | Chile | US\$ | Subsidiary |
| 79.906.120-1 | Isapre Norte Grande Ltda. | Chile | Chilean peso | Subsidiary |
| 79.876.080-7 | Almacenes y Depósitos Ltda. | Chile | Chilean peso | Subsidiary |
| 79.770.780-5 | Servicios Integrales de Tránsitos y Transferencias S.A. | Chile | US\$ | Subsidiary |
| 79.768.170-9 | Soquimich Comercial S.A. | Chile | US\$ | Subsidiary |
| 79.626.800-K | SQM Salar S.A. | Chile | US\$ | Subsidiary |
| 78.053.910-0 | Proinsa Ltda. | Chile | Chilean peso | Subsidiary |
| 76.534.490-5 | Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | Chile | Chilean peso | Subsidiary |
| 76.425.380-9 | Exploraciones Mineras S.A. | Chile | US\$ | Subsidiary |
| 76.064.419-6 | Comercial Agrorama Ltda. | Chile | Chilean peso | Subsidiary |
| 76.145.229-0 | Agrorama S.A. | Chile | Chilean peso | Subsidiary |
| 76.359.919-1 | Orcoma Estudios SPA | Chile | US\$ | Subsidiary |
| 76.360.575-2 | Orcoma SPA | Chile | US\$ | Subsidiary |
| 77.557.430-5 | Sales de Magnesio Ltda. | Chile | Chilean peso | Associate |
| Foreign | Abu Dhabi Fertilizer Industries WWL | United Arab Emirates | Arab Emirates dirham | Associate |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Turkey | Turkish lira | Associate |
| Foreign | Ajay North America | United States | US\$ | Associate |
| Foreign | Ajay Europe SARL | France | Euro | Associate |
| Foreign | SQM Eastmed Turkey | Turkey | Euro | Associate |
| Foreign | Charlee SQM Thailand Co. Ltd. | Thailand | Thai baht | Associate |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | China | US\$ | Joint venture |
| Foreign | Coromandel SQM | India | Indian rupee | Joint venture |
| Foreign | SQM Vitas Fzco. | Arab Emirates | Arab Emirates dirham | Joint venture |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | China | US\$ | Joint venture |
| Foreign | SQM Vitas Spain | Spain | Euro | |

| | | | | |
|--------------|---|----------------|--------------|--|
| Foreign | SQM Vitas Holland | Dutch Antilles | Euro | Joint control or significant influence |
| Foreign | SQM Vitas Plantacote B.V. | Dutch Antilles | Euro | Joint venture |
| Foreign | Kowa Company Ltd. | Japan | US\$ | Joint control or significant influence |
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera | Chile | US\$ | Joint control |
| 96.529.340-k | Norte Grande S.A. | Chile | Chilean peso | Other related parties |
| 79.049.778-9 | Callegari Agricola S.A. | Chile | Chilean peso | Other related parties |
| Foreign | Coromandel Internacional | India | Indian rupee | Other related parties |
| Foreign | Vitas Roullier SAS | France | Euro | Other related parties |
| Foreign | SQM Vitas Brasil Agroindustria | Brazil | US\$ | Joint control or significant influence |
| Foreign | SQM Vitas Peru S.A.C. | Peru | US\$ | Joint control or significant influence |
| Foreign | SQM Vitas Southern Africa Pty. | South Africa | US\$ | Joint control or significant influence |

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Note 9 Related party disclosures (continued)

9.4 Detail of related parties and related party transactions

Transactions between the Parent and its subsidiaries are part of the Company's common transactions. Their conditions are those customary for this type of transactions in respect of terms and market prices. In addition, these have been eliminated in consolidation and are not detailed in this note.

Maturity terms for each case vary by virtue of the transaction giving rise to them.

As of December 31, 2014 and December 31, 2013, there are no allowances for doubtful accounts related to balances pending of transactions with related parties as there is no impairment in them.

As of December 31, 2014 and December 31, 2013, the detail of transactions with related parties is as follows:

| Tax ID No. | Company | Nature | Country of origin | Transaction | 12/31/2014 | 12/31/2013 |
|--------------|-------------------------------------|-----------|----------------------|--------------------|------------|------------|
| | | | | | ThUS\$ | ThUS\$ |
| Foreign | Doktor Tarsa Tarim Sanayi As | Associate | Turkey | Sale of products | 26,806 | 13,844 |
| Foreign | Doktor Tarsa Tarim Sanayi As | Associate | Turkey | Other Transactions | - | 740 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Sale of products | 28,566 | 35,884 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Dividends | 2,728 | 5,093 |
| Foreign | Ajay North America LLC. | Associate | United States | Sale of products | 23,533 | 40,605 |
| Foreign | Ajay North America LLC. | Associate | United States | Dividends | 7,139 | 10,437 |
| Foreign | Ajay North America LLC. | Associate | United States | Sale of services | 90 | - |
| Foreign | Abu Dhabi Fertilizer Industries WWL | Associate | United Arab Emirates | Sale of products | 8,535 | 7,908 |
| Foreign | Charlee SQM Thailand Co. Ltd. | Associate | Thailand | Sale of products | 6,852 | 5,669 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Sale of products | 1,112 | 1,186 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Dividends | 1,245 | 892 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | | 35 | - |

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| | | | | | | |
|--------------|---|--|----------------------|--------------------|--------|--------|
| | | | | Sale of services | | |
| 96.529.340-k | Norte Grande S.A. | Other related parties | Chile | Sale of services | - | 140 |
| 79.049.778-9 | Callegari Agrícola S.A. | Other related parties | Chile | Other Transactions | 47 | - |
| Foreign | Kowa Company Ltd. | Other related parties | Japan | Sale of products | 76,714 | 77,176 |
| Foreign | Kowa Company Ltd. | Other related parties | Japan | Services received | 1,546 | 702 |
| Foreign | SQM Vitas Brasil Agroindustria | Joint control or significant influence | Brazil | Sale of products | 51,841 | 52,901 |
| Foreign | SQM Vitas Peru S.A.C. | Joint control or significant influence | Peru | Sale of products | 30,978 | 21,255 |
| Foreign | SQM Vitas Southern Africa Pty. | Joint control or significant influence | South Africa | Sale of products | 13,975 | 17,908 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Sale of products | 1,681 | 289 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Sale of services | - | 98 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | Joint venture | China | Sale of products | 53,763 | 56,254 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | Joint venture | China | Sale of services | - | 282 |

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Note 9 Related party disclosures (continued)**9.4 Detail of related parties and related party transactions, continued**

| Tax ID No. | Company | Nature | Country of origin | Transaction | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------|---|---------------|--------------------------|--------------------|------------------------------|------------------------------|
| Foreign | Coromandel SQM India | Joint venture | India | Sale of products | 4,930 | 5,242 |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | Joint venture | China | Sale of services | - | 148 |
| Foreign | SQM Vitas Spain | Joint venture | Spain | Sale of products | 7,700 | 1,624 |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Netherlands | Sale of products | 4 | - |

9.5

Trade receivables due from related parties, current:

| Tax ID N° | Company | Nature | Country of origin | Currency | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|------------------|---|---------------------------|--------------------------|----------------------|------------------------------|------------------------------|
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Ch\$ | 340 | 147 |
| Foreign | Charlee SQM Thailand Co. Ltd. | Associate | Thailand | US\$ | 2.559 | 331 |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Associate | Turkey | US\$ | - | 11 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Euro | 3.674 | 4,974 |
| Foreign | Ajay North America LLC. | Associate | United States | US\$ | 2.793 | 4,166 |
| Foreign | Abu Dhabi Fertilizer Industries WWL | Associate | United Arab Emirates | Arab Emirates dirham | 3.596 | 2,958 |
| Foreign | Kowa Company Ltd. | Jointly controlled entity | Japan | US\$ | 19.445 | 22,960 |
| 96.511.530-7 | Soc.de Inversiones Pampa Calichera | Jointly controlled entity | Chile | US\$ | 7 | 8 |
| Foreign | SQM Vitas Brasil Agroindustria | Joint venture | Brazil | US\$ | 29.425 | 18,205 |
| Foreign | SQM Vitas Peru S.A.C. | Joint venture | Peru | US\$ | 20.716 | 17,840 |
| Foreign | SQM Vitas Southern Africa PTY | Joint venture | South Africa | US\$ | 3.772 | 4,553 |
| Foreign | Coromandel SQM India | Joint venture | India | Indian rupee | 2.534 | 2,271 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co | Joint venture | China | US\$ | 43.900 | 47,910 |

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| | | | | | | |
|--------------|---|-----------------------|----------------------|----------------------|----------------|----------------|
| | Ltda. | | | | | |
| 79.049.778-9 | Callegari Agrícola S.A. | Other related parties | Chile | Ch\$ | 87 | 363 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Arab Emirates dirham | 523 | 436 |
| Foreign | SQM Vitas Spain | Joint venture | Spain | Euro | 1.099 | 760 |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Holland | Euro | - | 133 |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | Joint venture | China | US\$ | 36 | |
| Foreign | SQM Vitas Holland | Joint venture | Holland | Euro | - | - |
| | Total | | | | 134,506 | 128,016 |

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Note 9 Related party disclosures (continued)

9.6 Trade payables due to related parties, current:

| Tax ID No. | Company. | Nature | Country of origin | Currency | 12/31/2014 | 12/31/2013 |
|----------------------------|------------------------------|---------------|--------------------------|-----------------|-------------------|-------------------|
| | | | | | ThUS\$ | ThUS\$ |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Associate | Turkey | Turkish lira | 71 | - |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Holland | Euro | 160 | - |
| Total as of to-date | | | | | 231 | - |

9.7 Board of Directors and Senior Management

1) Board of directors

The Company is managed by a Board of Directors which is composed of eight regular directors who are elected for a three-year period. The present Board of Directors was elected by the shareholders at the Ordinary Shareholders' Meeting of April 25, 2013.

As of December 31, 2014, the Company has an Audit Committee made up of three members of the Board of Directors. This Committee performs those duties provided in Article 50 bis of Law No. 18,046 on Shareholders Company, the Shareholders' Corporations Act.

During the periods covered by these financial statements, there are no pending balances receivable and payable between the Company, its directors or members of Senior Management other than those related to remuneration, fee allowances and profit-sharing. In addition, there were no transactions conducted between the Company, its directors or members of Senior Management.

2) Directors' Compensation

2.1.1 Board of Directors

Directors' compensation is detailed as follows:

A payment of a monthly fixed gross amount of UF 300 in favor of the Chairman of the Company's Board of Directors and UF 125 in favor of the seven remaining board members regardless of their attendance at Board meetings or the number of meetings attended during the respective month.

A payment in domestic currency in favor of the Chairman of the Company's Board of Directors consisting of a variable and gross amount equivalent to 0.35% of profit for the period effectively earned by the Company during fiscal year 2014.

A payment in domestic currency in favor of each Company's directors excluding the Chairman of the Board, consisting of a variable and gross amount equivalent to 0.05% of profit for the period effectively earned by the Company during fiscal years 2014.

The fixed and variable amounts indicated above will not be subject to any charge between them, and those expressed as a percentage will be paid immediately after the shareholders at the respective Annual General Shareholders' Meeting of the Company approve the statement of financial position (balance sheet), the financial statements, the annual report, the report by the account inspectors and the report of external auditors for the fiscal years ending December 31, 2014.

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Note 9 Related party disclosures (continued)

9.7 Board of Directors and Senior Management, continued

e) Therefore, the remunerations and profit sharing paid to members of the Board of Directors and Audit Committee during 2014 amount to ThUS\$3,424 (ThUS\$ 4,827 as of December 31, 2013).

3) Audit Committee

The remuneration of Directors Committee is composed of:

a) A payment of a monthly, fixed and gross amount of UF 17 in favor of each of the three Directors who are a part of the Company's Audit Committee, regardless of the number of meetings conducted during the respective month.

b) A payment in domestic currency and in favor of each of the three Directors of a variable and gross amount equivalent to 0.013% of the Company's profit for the period effectively earned by the Company during fiscal years 2014 and 2013.

4) No guarantees have been constituted in favor of the directors.

5) Senior management compensation:

As of December 31, 2014, the global compensation paid to the 108 main executives amounts to ThUS\$25,666 (ThUS\$32,888 as of December 31, 2013). This includes monthly fixed salary and variable performance bonuses.

The Company has a bonuses intermediate and bi-intermediate plan for compliance target and level of individual contribution to the Company's profit or loss. These benefits are structured in a minimum and maximum of gross remunerations which are paid once a year or every two years.

6) Additionally, the Company has retention bonuses for the Company's executives. The amount of these bonuses is linked to the price of the Company's share and is payable in cash between 2012 and 2016 (see Note 16).

7) No guarantees have been constituted in favor of the Company's management.

8) The Company's Managers and Directors do not receive or have not received any benefit during the period ended December 31, 2014 and the year ended December 31, 2013 or compensation for the concept of pensions, life insurance, paid time off, profit sharing, incentives, or benefits due to disability other than those mentioned in the preceding points.

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In accordance with IAS 24, we should report that the Company's Director Mr. Wolf Von Appen B. is also a member of the Ultramar Group. As of December 31, 2014, the amount of transactions with this Group is approximately 9)ThUS\$12,287 (ThUS\$16,850 as of December 31, 2013). In addition, Director José María Eyzaguirre is also a partner of Claro y Compañía. As of December 31, 2014, the amount of transactions with this Group is approximately ThUS\$242 (ThUS\$85 as of December 31, 2013).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)

9.8 Key management personnel compensation

| | 12/31/2014 | 12/31/2013 |
|---------------------------------------|-------------------|------------|
| | ThUS\$ | ThUS\$ |
| Key management personnel compensation | 25,666 | 24,150 |

Note 10 Financial instruments

Financial assets in conformity with IAS 39 are detailed as follows:

10.1 Types of other financial assets

| Description of other financial assets | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Other current financial assets (1) | 653,442 | 431,883 |
| Derivatives (2) | 17,160 | 3,283 |
| Hedging assets, current | - | 25,007 |
| Total other current financial assets | 670,602 | 460,173 |
| Other non-current financial assets | 427 | 95 |
| Hedging assets, non-current | - | - |
| Total other non-current financial assets | 427 | 95 |

(1) Relates to term deposits with maturities exceeding 90 days and less than 360 days from the investment date.

(2) Relate to forwards and options that were not classified as hedging instruments (see detail in Note 10.3).

Detail of other current financial assets

| Institution | 12/31/2014 | 12/31/2013 |
|-------------|------------|------------|
| | ThUS\$ | ThUS\$ |

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| | | |
|--------------------------------|---------|---------|
| Banco Santander | 141,914 | 131,534 |
| BBVA | 91,718 | 80,206 |
| Banco de Crédito e Inversiones | 140,216 | 79,530 |
| Banco de Chile | 60,153 | 42,095 |
| Corpbanca | 91,372 | 61,244 |
| Banco Itaú | 100,136 | 30,207 |
| Banco Security | 24,683 | 7,067 |
| Morgan Stanley | 3,250 | - |
| Total | 653,442 | 431,883 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.2 Trade and other receivables, current and non-current

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------------------|-------------------|-------------|---------|-------------------|-------------|---------|
| | Current | Non-current | Total | Current | Non-current | Total |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Trade receivables | 322,231 | - | 322,231 | 314,151 | - | 314,151 |
| Prepayments | 11,378 | - | 11,378 | 12,127 | - | 12,127 |
| Other receivables | 7,221 | 2,044 | 9,265 | 4,714 | 1,282 | 5,996 |
| Total trade and other receivables | 340,830 | 2,044 | 342,874 | 330,992 | 1,282 | 332,274 |

| | 12/31/2014 | | | 12/31/2013 | | |
|---|-----------------------------|--|--|-----------------------------|--|--|
| | Assets before allowances | Allowance for doubtful trade receivables | Assets for trade receivables, net | Assets before allowances | Allowance for doubtful trade receivables | Assets for trade receivables, net |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Receivables related to credit operations, current | 337,296 | (15,065) |) 322,231 | 330,052 | (15,901) |) 314,151 |
| Trade receivables, current | 337,296 | (15,065) |) 322,231 | 330,052 | (15,901) |) 314,151 |
| Prepayments, current | 14,178 | (2,800) |) 11,378 | 14,927 | (2,800) |) 12,127 |
| Other receivables, current | 9,184 | (1,963) |) 7,221 | 6,663 | (1,949) |) 4,714 |
| Current trade and other receivables | 360,658 | (19,828) |) 340,830 | 351,642 | (20,650) |) 330,992 |
| Other receivables, non-current | 2,044 | - |) 2,044 | 1,282 | - |) 1,282 |
| Non-current receivables | 2,044 | - |) 2,044 | 1,282 | - |) 1,282 |
| Total trade and other receivables | 362,702 | (19,828) |) 342,874 | 352,924 | (20,650) |) 332,274 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.2 Trade and other receivables, continued

Portfolio stratification, continued

The Company's policy is to require guarantees (such as letters of credit, guarantee clauses and others) and/or maintain insurance policies for certain accounts as deemed necessary by management.

Unsecuritized portfolio

As of December 31, 2014 and December 31, 2013, the detail of the unsecuritized portfolio is as follows:

12/31/2014

| | Not overdue - 30 days | 31 - 60 days | 61 - 90 days | 91 - 120 days | 121 - 150 days | 151 - 180 days | 181 - 210 days | 211 - 250 days | Over 250 days | Total | |
|--|-----------------------|--------------|--------------|---------------|----------------|----------------|----------------|----------------|---------------|--------|---------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Number of customers, portfolio under no renegotiated terms | 2,997 | 574 | 533 | 90 | 305 | 297 | 15 | 269 | 283 | 1,779 | 7,142 |
| Portfolio under no renegotiated terms | 243,255 | 51,738 | 21,425 | 5,883 | 718 | 1,062 | 127 | 520 | 162 | 6,659 | 331,549 |
| Number of customers under renegotiated terms portfolio | 49 | 7 | 2 | 2 | 1 | 1 | 1 | 2 | 1 | 81 | 147 |
| Portfolio under renegotiated terms, gross | 1,027 | 55 | 20 | 1,052 | 412 | 958 | 22 | 6 | 15 | 2,180 | 5,747 |
| Total gross portfolio | 244,282 | 51,793 | 21,445 | 6,935 | 1,130 | 2,020 | 149 | 526 | 177 | 8,839 | 337,296 |

12/31/2013

Not overdue - 30 days 31 - 60 days Total

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| | | | | 61 - 90 | 91 - 120 | 121 - 150 | 151 - 180 | 181 - 210 | 211 - 250 | Over 250 | |
|--|---------|--------|--------|---------|----------|-----------|-----------|-----------|-----------|----------|---------|
| | ThUS\$ | ThUS\$ | ThUS\$ | days | days | days | days | days | days | days | ThUS\$ |
| Number of customers, portfolio under no renegotiated terms | 3,175 | 1,055 | 515 | 395 | 332 | 304 | 303 | 294 | 312 | 1,817 | 8,502 |
| Portfolio under no renegotiated terms | 269,970 | 29,722 | 4,144 | 432 | 572 | 210 | 1,138 | 118 | 8,955 | 8,371 | 323,632 |
| Number of customers under renegotiated terms portfolio | 42 | 8 | 2 | 2 | 3 | 1 | 5 | 6 | 12 | 113 | 194 |
| Portfolio under renegotiated terms, gross | 2,964 | 79 | 15 | 69 | 42 | 13 | 87 | 85 | 447 | 2,619 | 6,420 |
| Total gross portfolio | 272,934 | 29,801 | 4,159 | 501 | 614 | 223 | 1,225 | 203 | 9,402 | 10,990 | 330,052 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.2 Trade and other receivables, continued**

The detail of allowances is as follows:

| | 12/31/2014 | 12/31/2013 |
|---|------------|------------|
| | ThUS\$ | ThUS\$ |
| Provision and write-offs | | |
| Allowance for portfolio under no renegotiated terms | 16,585 | 16,711 |
| Allowance for portfolio with renegotiated terms | 3,717 | 4,459 |
| Write-offs for the period | (474) | (520) |
| Total | 19,828 | 20,650 |

a) Credit risk concentration

Credit risk concentration with respect to trade receivables is reduced due to the great number of entities included in the Company's client database and their distribution throughout the world.

10.3 Hedging assets and liabilities

The balance represents derivative instruments measured at fair value which have been classified as hedges from exchange and interest rate risks related to the total obligations associated with bonds of the Company in Chilean pesos and UF (and the exchange risk in Chilean pesos of the Company's investment plans). As of December 31, 2014, the face value of cash flows in Cross Currency Swap contracts agreed upon in US dollars amounted to ThUS\$368,017 and as of December 31, 2013 such contracts amounted to ThUS\$555,303.

| Hedging liabilities | Derivative instruments (CCS) | Effect on profit or loss for the period | Hedging reserve in gross equity | Deferred tax hedging reserve in equity | Hedging reserve in equity |
|---------------------|------------------------------|---|---------------------------------|--|---------------------------|
| | ThUS\$ | Derivative instruments | ThUS\$ | ThUS\$ | ThUS\$ |
| | | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| December 31, 2014 | 37,034 | (43,236) | 1,638 | (311) | 1,327 |
| Hedging assets | Derivative instruments (CCS) | Effect on profit or loss for the period | Hedging reserve in gross equity | Deferred tax hedging | Hedging reserve in |

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| | ThUS\$ | Derivative instruments ThUS\$ | ThUS\$ | reserve in equity ThUS\$ | equity ThUS\$ |
|-------------------|--------|-------------------------------------|----------|--------------------------------|------------------|
| December 31, 2013 | 23,602 | (45,312 |) (3,307 |) 661 | (2,646) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.3 Hedging assets and liabilities, continued**

| Hedging liabilities | Derivative instruments (IRS) ThUS\$ | Effect on profit or loss for the period derivative instruments ThUS\$ | Hedging reserve in gross equity ThUS\$ | Deferred tax hedging reserve in equity ThUS\$ | Hedging reserve in equity ThUS\$ |
|---------------------|--|--|---|--|-------------------------------------|
| December 31, 2014 | 736 | (1,050) | (596) | - | (596) |
| December 31, 2013 | 1,339 | (93) | (1,153) | - | (1,153) |

The balances in the “effect on profit or loss” column consider the interim effects of the contracts in force as of December 31, 2014 and December 31, 2013.

Derivative contract maturities are detailed as follows:

| Series | Contract amount ThUS\$ | Currency | Maturity date |
|--------|---------------------------|----------|---------------|
| C | 73,059 | UF | 12/01/2026 |
| H | 162,353 | UF | 01/05/2018 |
| M | 40,588 | UF | 02/01/2017 |
| O | 60,882 | UF | 02/01/2017 |

The Company uses cross currency swap derivative instruments to hedge the possible financial risk associated with the volatility of the exchange rate associated with Chilean pesos and UF. The objective is to hedge the exchange rate financial risks associated with bonds payable. Hedges are documented and tested to measure their effectiveness.

Based on a comparison of critical terms, hedging is highly effective, given that the hedged amount is consistent with obligations maintained for bonds denominated in Chilean pesos and UF. Likewise, hedging contracts are denominated in the same currencies and have the same expiration dates of bond principal and interest payments.

Hedge Accounting

The Company classifies derivative instruments as hedging that may include derivative or embedded derivatives either as fair value hedge derivative instruments, cash flow hedge derivative instruments, or hedge derivative instruments for net investment in a business abroad.

a) Fair value hedge

Changes in fair values of derivative instruments classified as fair value hedge derivative instruments are accounted for in gains and losses immediately along with any change in the fair value of the hedged item that is attributable to the risk being hedged.

The Company documents the relationship between hedge instruments and the hedged item along with the objectives of its risk management and strategy to carry out different hedging transactions. In addition, upon commencement of the period hedged and then on a quarterly basis the Company documents whether hedge instruments have been efficient and met the objective of hedging market fluctuations for the purpose of which we use the effectiveness test. A hedge instrument is deemed effective if the effectiveness test result is between 80% to 120%.

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Note 10 Financial instruments (continued)**10.3 Hedging assets and liabilities, continued**

The hedge instruments are classified as effective or not effective on the basis of the effectiveness test results. As of to date, hedges are classified as effective on the basis of the effectiveness tests. This note includes the detail of fair values of derivatives classified as hedging instruments.

b) Cash flow hedges

Cash flow hedges cover exposure to the cash flow variations attributable to a risk associated with a specific transaction that is very likely to be executed, that may have material effects on the results of the Company.

10.4 Financial liabilities**Other current and non-current financial liabilities**

As of December 31, 2014 and December 31, 2013, the detail is as follows:

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------------|-------------------|-----------------------|-----------------|-------------------|-----------------------|-----------------|
| | Current ThUS\$ | Non-current ThUS\$ | Total ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | Total ThUS\$ |
| Bank borrowings | 191,116 | 219,838 | 410,954 | 171,347 | 309,489 | 480,836 |
| Obligations with the public | 19,453 | 1,317,429 | 1,336,882 | 227,652 | 1,106,496 | 1,334,148 |
| Derivatives | 1,791 | - | 1,791 | 1,088 | - | 1,088 |
| Hedging liabilities | 812 | 36,958 | 37,770 | 1,339 | 1,405 | 2,744 |
| Total | 213,172 | 1,574,225 | 1,787,397 | 401,426 | 1,417,390 | 1,818,816 |

Current and non-current borrowings

As of December 31, 2014 and December 31, 2013, the detail is as follows:

| | 12/31/2014 | 12/31/2013 |
|--|------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Long-term borrowings | 219,838 | 309,489 |
| Short-term borrowings | 100,057 | 100,135 |
| Current portion of long-term borrowings | 91,059 | 71,212 |
| Short-term loans and current portion of long-term borrowings | 191,116 | 171,347 |
| Total borrowings assumed | 410,954 | 480,836 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

a) Bank loans, current:

As of December 31, 2014 and December 31, 2013, the detail of this caption is as follows:

| Debtor Tax ID No | Subsidiary | Country | Tax ID No. | Creditor Financial institution | Country | Currency or Adjustment index | Repayment | Effective | Nominal |
|---------------------|--|---------|--------------|--|-------------------|------------------------------------|------------------|-----------|---------|
| | | | | | | | rate | rate | |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.59% | 0.59% |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.46% | 0.46% |
| 93.007.000-9 | SQM.S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | US\$ | Upon maturity | 0.59% | 0.59% |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | US\$ | Upon maturity | 3.56% | 2.33% |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.38% | 0.38% |
| 79.947.100-0 | SQM Industrial S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | US\$ | Upon maturity | 0.41% | 0.41% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | US\$ | Upon maturity | 2.27% | 1.37% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | US\$ | Upon maturity | 2.70% | 2.33% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | US\$ | Upon maturity | 2.45% | 1.29% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | United States | US\$ | Upon maturity | 2.12% | 0.97% |

| Debtor Subsidiary | Creditor Financial institution | 12/31/2014 Nominal amounts | 12/31/2014 Current amounts | Total ThUS\$ |
|----------------------|-----------------------------------|-------------------------------|-------------------------------|--------------|
|----------------------|-----------------------------------|-------------------------------|-------------------------------|--------------|

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| | | Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Total ThUS\$ | Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Subtotal ThUS\$ | Borrowing costs ThUS\$ | |
|--|--|----------------------------|--------------------------------|-----------------|----------------------------|--------------------------------|--------------------|------------------------------|---------|
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 5 | 20,000 | 20,005 | - | 20,005 |
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 9 | 20,000 | 20,009 | - | 20,009 |
| SQM.S.A. | Banco Estado | - | 20,000 | 20,000 | - | 20,026 | 20,026 | - | 20,026 |
| SQM S.A. | Banco Estado NY Branch | - | - | - | 988 | - | 988 | - | 988 |
| SQM Salar S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 9 | 20,000 | 20,009 | - | 20,009 |
| SQM Industrial S.A. | Banco Estado | 20,000 | - | 20,000 | 20,008 | - | 20,008 | - | 20,008 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | 50,000 | 50,000 | - | 50,137 | 50,137 | (85) | 50,052 |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | - | - | - | 117 | 117 | (66) | 51 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 20,000 | 20,000 | - | 20,013 | 20,013 | (60) | 19,953 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | - | 20,000 | 20,000 | - | 20,084 | 20,084 | (69) | 20,015 |
| Total | | 20,000 | 170,000 | 190,000 | 21,019 | 170,377 | 191,396 | (280) | 191,116 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.4 Financial liabilities, continued

| Debtor Tax ID No | Subsidiary | Country | Tax ID No. | Creditor Financial institution | Country | Currency or adjustment index | Repayment | Effective | Nominal |
|---------------------|--|---------|--------------|--|-------------------|------------------------------------|------------------|-----------|---------|
| | | | | | | | rate | rate | Rate |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.65 % | 0.65 % |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.47 % | 0.47 % |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | USD | Upon maturity | 3.10 % | 2.39 % |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | USD | Upon maturity | 0.61 % | 0.61 % |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.59 % | 0.59 % |
| 79.947.100-0 | SQM Industrial S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | USD | Upon maturity | 0.75 % | 0.75 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | USD | Upon maturity | 1.75 % | 1.27 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | USD | Upon maturity | 1.69 % | 1.30 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | USD | Upon maturity | 1.35 % | 1.24 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | USD | Upon maturity | 1.73 % | 1.41 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | United States | USD | Upon maturity | 1.37 % | 1.01 % |

| Debtor Filial | Creditor Financial institution | 12/31//2013 | | | 12/31/2013 | | | Subtotal ThUS\$ | Borrowing costs ThUS\$ | Total ThUS\$ |
|------------------|-----------------------------------|---|--------------------------------|-----------------|---|--------------------------------|--|--------------------|------------------------------|-----------------|
| | | Nominal amounts Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Total ThUS\$ | Current amounts Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | | | | |

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| | | | | | | | | | |
|---------------------------------------|---|--------|---------|---------|--------|---------|---------|--------|---------|
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 3 | 20,000 | 20,003 | - | 20,003 |
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 7 | 20,000 | 20,007 | - | 20,007 |
| SQM S.A. | Banco Estado NY Branch | - | - | - | 1,012 | - | 1,012 | (26) | 986 |
| SQM Salar S.A. | Banco Estado | 20,000 | - | 20,000 | 20,033 | - | 20,033 | - | 20,033 |
| SQM Salar S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 11 | 20,000 | 20,011 | - | 20,011 |
| SQM Industrial S.A. | Banco Estado | - | 20,000 | 20,000 | - | 20,081 | 20,081 | - | 20,081 |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | - | - | - | 120 | 120 | (65) | 55 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 10,000 | 10,000 | - | 10,014 | 10,014 | (60) | 9,954 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | 50,000 | 50,000 | 189 | 50,000 | 50,189 | (43) | 50,146 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | - | - | - | 139 | 139 | (106) | 33 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | - | 10,000 | 10,000 | - | 10,108 | 10,108 | (70) | 10,038 |
| Total | | 20,000 | 150,000 | 170,000 | 21,255 | 150,462 | 171,717 | (370) | 171,347 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

b) Unsecured obligations, current:

As of December 31, 2014 and December 31, 2013, the detail of current unsecured interest-bearing obligations is composed of promissory notes and bonds, as follows:

Bonds

| Debtor | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity | Effecti rate |
|---------------------------------|--|---------------|---------------|------------------------------|---------------------|---------------------|
| Tax ID No. Subsidiary País | | | | | Payment of interest | Repayment |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$200,000 | 04/15/2015 | US\$ | Semiannual | Upon maturity 6.25% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$250,000 | 04/21/2015 | US\$ | Semiannual | Upon maturity 5.67% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$250,000 | 01/28/2015 | US\$ | Semiannual | Upon maturity 4.46% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$300,000 | 04/03/2015 | US\$ | Semiannual | Upon maturity 3.86% |
| 93.007.000-9 SQM S.A. Chile 446 | | C | 06/01/2015 | UF | Semiannual | Semiannual 6.34% |
| 93.007.000-9 SQM S.A. Chile 564 | | H | 01/05/2015 | UF | Semiannual | Semiannual 4.23% |
| 93.007.000-9 SQM S.A. Chile 700 | | M | 02/01/2015 | UF | Semiannual | Upon maturity 3.20% |
| 93.007.000-9 SQM S.A. Chile 699 | | O | 02/01/2015 | UF | Semiannual | Upon maturity 3.74% |

| Subsidiary | Country | Series | 12/31/2014 Nominal maturities | | 12/31/2014 Current maturities | | Subtotal | Bond issuance costs | Total |
|------------|---------|---------------|----------------------------------|-------------------|----------------------------------|-------------------|----------|---------------------|-------|
| | | | Up to 90 days | 91 days to 1 year | Up to 90 days | 91 days to 1 year | | | |
| SQM S.A. | Chile | ThUS\$200,000 | - | - | - | 2.586 | 2.586 | (293) | 2.293 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | - | 2.674 | 2.674 | (384) | 2.290 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | 1.914 | - | 1.914 | (433) | 1.481 |

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|----------------|---------------|---|-------|-------|-------|--------|--------|--------|---|--------|
| SQM S.A. Chile | ThUS\$300,000 | - | - | - | - | 2.658 | 2.658 | (614 |) | 2.044 |
| SQM S.A. Chile | C | - | 6.088 | 6.088 | - | 6.329 | 6.329 | - | | 6.329 |
| SQM S.A. Chile | H | - | - | - | 3.843 | - | 3.843 | (139 |) | 3.704 |
| SQM S.A. Chile | M | - | - | - | 554 | - | 554 | (130 |) | 424 |
| SQM S.A. Chile | O | - | - | - | 955 | - | 955 | (67 |) | 888 |
| Total | | - | 6.088 | 6.088 | 7.266 | 14.247 | 21.513 | (2.060 |) | 19.453 |

Effective rates of bonds in Chilean pesos and UF are expressed and calculated in U.S. dollars based on the flows agreed in Cross Currency Swap Agreements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

| Debtor | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity | Payment of interest | Repayment |
|--------------|--|---------|---------------|------------------------------|-------------|---------------------|-----------------------------|
| Tax ID No. | Subsidiary | Country | | | | | |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$200,000 | 04/15/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$250,000 | 04/21/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$300,000 | 04/03/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | 06/01/2014 | UF | Semiannual Semiannual |
| 93.007.000-9 | SQM S.A. | Chile | 563 | G | 01/05/2014 | Ch\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | 01/05/2014 | UF | Semiannual Semiannual |
| 93.007.000-9 | SQM S.A. | Chile | 563 | I | 04/01/2014 | UF | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 563 | J | 04/01/2014 | Ch\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | 02/01/2014 | UF | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | 02/01/2014 | UF | Semiannual Upon maturity |

| Subsidiary | Country | Series | 12/31/2013 | | | 12/31/2013 | | | Bond issuance costs | Total |
|------------|---------|---------------|--------------------|-------------------|--------|--------------------|-------------------|----------|---------------------|---------|
| | | | Nominal maturities | | | Current maturities | | | | |
| | | | Up to 90 days | 91 days to 1 year | Total | Up to 90 days | 91 days to 1 year | Subtotal | | |
| ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | | |
| SQM S.A. | Chile | ThUS\$200,000 | - | - | - | - | 2,586 | 2,586 | (293) | 2,293 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | - | - | 2,674 | 2,674 | (384) | 2,290 |
| SQM S.A. | Chile | ThUS\$300,000 | - | - | - | - | 2,658 | 2,658 | (614) | 2,044 |
| SQM S.A. | Chile | C | - | 6,665 | 6,665 | - | 6,951 | 6,951 | (210) | 6,741 |
| SQM S.A. | Chile | G | 40,030 | - | 40,030 | 41,377 | - | 41,377 | - | 41,377 |
| SQM S.A. | Chile | H | - | - | - | 4,207 | - | 4,207 | (139) | 4,068 |
| SQM S.A. | Chile | I | 66,648 | - | 66,648 | - | 67,144 | 67,144 | (87) | 67,057 |
| SQM S.A. | Chile | J | 99,121 | - | 99,121 | - | 100,466 | 100,466 | (139) | 100,327 |
| SQM S.A. | Chile | M | - | - | - | 606 | - | 606 | (130) | 476 |
| SQM S.A. | Chile | O | - | - | - | 1,045 | - | 1,045 | (66) | 979 |

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| | | | | | | | | |
|-------|---------|-------|---------|--------|---------|---------|----------|---------|
| Total | 205,799 | 6,665 | 212,464 | 47,235 | 182,479 | 229,714 | (2,062) | 227,652 |
|-------|---------|-------|---------|--------|---------|---------|----------|---------|

Effective rates of bonds in Chilean pesos and UF are expressed and calculated in U.S. dollars based on the flows agreed in Cross Currency Swap Agreements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

c) Types of interest-bearing borrowings, non-current

Non-current interest-bearing borrowings as of December 31, 2014 and December 31, 2013 are detailed as follows:

| Debtor | | Creditor | | Currency or adjustment | | | Repayment | Effective | Nominal |
|--------------|---------------------------------------|----------|------------|--|----------------|-------|---------------|---------------|---------|
| Tax ID No. | Subsidiary | Country | Tax ID No. | Financial institution | Country | Index | rate | Rate | |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | US\$ | Upon maturity | 3.56 % 2.33 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Caimán) Ltd. | Cayman Islands | US\$ | Upon maturity | 2.27 % 1.37 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | US\$ | Upon maturity | 2.70 % 1.23 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | US\$ | Upon maturity | 2.12 % 1.27 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | United States | US\$ | Upon maturity | 2.45 % 0.97 % | |

| Subsidiary | Financial institution | Nominal non-current maturities 31/12/2014 | | | Non-current maturities 31/12/2014 | | | Borrowings costs | Total |
|------------|------------------------|---|-------------------|--------|-----------------------------------|-------------------|----------|------------------|---------|
| | | Over 2 years to 3 | Over 3 years to 4 | Total | Over 2 years to 3 | Over 3 years to 4 | Subtotal | | |
| | | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM S.A. | Banco Estado NY Branch | - | 140,000 | - | 140,000 | - | 140,000 | - | 140,000 |

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| | | | | | | | | | | | |
|--|---|---|---------|---|---------|---|---------|---|---------|--------|---------|
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (49) | 39,951 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 20,000 | - | 20,000 | - | 20,000 | - | 20,000 | (59) | 19,941 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | - | 20,000 | - | 20,000 | - | 20,000 | - | 20,000 | (54) | 19,946 |
| Total | | - | 220,000 | - | 220,000 | - | 220,000 | - | 220,000 | (162) | 219,838 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

| Debtor | | Creditor | | | Currency or adjustment | Repayment | Effective | Nominal | |
|--------------|---------------------------------------|----------|------------|--|------------------------|-----------|---------------|---------|-------|
| Tax ID No. | Subsidiary | Country | Tax ID No. | Financial institution | Country | Index | rate | rate | |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | USD | Upon maturity | 3.10% | 2.39% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Caimán) Ltd. | Islas Caimán | USD | Upon maturity | 1.35% | 1.41% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | USD | Upon maturity | 1.75% | 1.27% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | USD | Upon maturity | 1.69% | 1.30% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | United States | USD | Upon maturity | 1.37% | 1.01% |

| Subsidiary | Financial institution | Nominal non-current maturities 12/31/2013 | | | | Non-current maturities 12/31/2013 | | | | Subtotal | Borrowing costs |
|---------------------------------------|----------------------------------|---|-------------------|-------------------|---------|-----------------------------------|-------------------|-------------------|---------|----------|-----------------|
| | | Over 1 years to 2 | Over 2 years to 3 | Over 3 years to 4 | Total | Over 1 years to 2 | Over 2 years to 3 | Over 3 years to 4 | Total | | |
| | | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM S.A. | Banco Estado NY Branch | - | - | 140,000 | 140,000 | - | - | 140,000 | 140,000 | (70) | |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Caimán) Ltd. | 50,000 | - | - | 50,000 | 50,000 | - | - | 50,000 | (85) | |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (114) | |
| Royal Seed Trading Corporation | Export Development Canada | - | 40,000 | - | 40,000 | - | - | 40,000 | 40,000 | (119) | |

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A.V.V.

| | | | | | | | | | | |
|---------------------------------------|--|--------|---------|---------|---------|--------|--------|---------|---------|-------|
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (123) |
| Total | | 50,000 | 120,000 | 140,000 | 310,000 | 50,000 | 80,000 | 180,000 | 310,000 | (511) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

d) Non-current unsecured interest-bearing bonds

The breakdown of non-current unsecured interest-bearing bonds as of December 31, 2014 and December 31, 2013 is detailed as follows:

| Tax ID No. | Subsidiary | Country | Number of registrations of the instrument | Series or ID | Amount | Maturity date | Currency or adjustment index | Periodicity Payment of interest | Repayment | Effect rate |
|--------------|------------|---------|---|--------------|---------|---------------|---------------------------------|---------------------------------------|---------------|----------------|
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 200,000 | 04/15/2016 | US\$ | Semiannual | Upon maturity | 6.25% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 250,000 | 04/21/2020 | US\$ | Semiannual | Upon maturity | 5.67% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 250,000 | 01/28/2025 | US\$ | Semiannual | Upon maturity | 4.46% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 300,000 | 04/03/2023 | US\$ | Semiannual | Upon maturity | 3.86% |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | | 12/01/2026 | UF | Semiannual | Semiannual | 6.34% |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | | 01/05/2030 | UF | Semiannual | Semiannual | 4.23% |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | | 02/01/2017 | UF | Semiannual | Upon maturity | 3.20% |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | | 02/01/2033 | UF | Semiannual | Upon maturity | 3.74% |

Nominal non-current maturities
12/31/2014

Non-current maturities
12/31/2014

| Series | Over 1 | Over 2 | Over 3 | Over 4 | Over 5 | Total | Over 1 | Over 2 | Over 3 | Over 4 | Over 5 |
|---------------|-----------|------------|------------|------------|-----------|-----------|-----------|------------|------------|------------|-----------|
| | year to 2 | years to 3 | Years to 4 | Years to 5 | years | | year to 2 | years to 3 | Years to 4 | Years to 5 | years |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| ThUS\$200,000 | 200,000 | - | - | - | - | 200,000 | 200,000 | - | - | - | - |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 |
| ThUS\$300,000 | - | - | - | - | 300,000 | 300,000 | - | - | - | - | 300,000 |
| C | 6,088 | 6,088 | 6,088 | 6,088 | 42,619 | 66,971 | 6,088 | 6,088 | 6,088 | 6,088 | 42,619 |
| H | - | - | - | - | 162,354 | 162,354 | - | - | - | - | 162,354 |
| M | - | 40,588 | - | - | - | 40,588 | - | 40,588 | - | - | - |
| O | - | - | - | - | 60,883 | 60,883 | - | - | - | - | 60,883 |
| Total | 206,088 | 46,676 | 6,088 | 6,088 | 1,065,856 | 1,330,796 | 206,088 | 46,676 | 6,088 | 6,088 | 1,065,856 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

d) Unsecured interest-bearing liabilities, non-current, continued

As of December 31, 2014 and December 31, 2013, the breakdown of unsecured interest-bearing liabilities, non-current is as follows:

| Tax ID No. | Subsidiary | Country | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity of Payment of interest | Repayment | Estimated fair value |
|--------------|------------|---------|--|---------------|---------------|------------------------------|------------------------------------|---------------|----------------------|
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$200,000 | 04/15/2016 | US\$ | Semiannual | Upon maturity | 6 |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$250,000 | 04/21/2020 | US\$ | Semiannual | Upon maturity | 5 |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$300,000 | 04/03/2023 | US\$ | Semiannual | Upon maturity | 3 |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | 12/01/2026 | UF | Semiannual | Semiannual | 4 |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | 01/05/2030 | UF | Semiannual | Semiannual | 5 |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | 02/01/2017 | UF | Semiannual | Upon maturity | 3 |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | 02/01/2033 | UF | Semiannual | Upon maturity | 3 |

Nominal non-current maturities
12/31/2013

Non-current maturities
12/31/2013

| Series | Over 1 year to | Over 2 years to 3 | Over 3 Years to 4 | Over 4 Years to 5 | Over 5 years | Total | Over 1 year to 2 | Over 2 years to 3 | Over 3 Years to 4 | Over 4 Years to 5 | Over 5 years | Total |
|---------------|----------------|-------------------|-------------------|-------------------|--------------|-----------|------------------|-------------------|-------------------|-------------------|--------------|-----------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| ThUS\$200,000 | - | 200,000 | - | - | - | 200,000 | - | 200,000 | - | - | - | 200,000 |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 | 250,000 |
| ThUS\$300,000 | - | - | - | - | 300,000 | 300,000 | - | - | - | - | 300,000 | 300,000 |
| C | 6,665 | 6,665 | 6,665 | 6,665 | 53,318 | 79,978 | 6,665 | 6,665 | 6,665 | 6,665 | 53,318 | 79,978 |
| H | - | - | - | - | 177,729 | 177,729 | - | - | - | - | 177,729 | 177,729 |
| M | - | - | 44,432 | - | - | 44,432 | - | - | 44,432 | - | - | 44,432 |
| O | - | - | - | - | 66,648 | 66,648 | - | - | - | - | 66,648 | 66,648 |
| Total | 6,665 | 206,665 | 51,097 | 6,665 | 847,695 | 1,118,787 | 6,665 | 206,665 | 51,097 | 6,665 | 847,695 | 1,118,787 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

e)

Additional information

Bonds

As of December 31, 2014 and December 31, 2013, bonds of ThUS\$19,453 and ThUS\$227,652 respectively were classified as short-term, consisting of the current portion due plus accrued interest to date, excluding bond issue costs. The non-current portion consisted of ThUS\$1,317,429 as of December 31, 2014 and ThUS\$1,106,496 as of December 31, 2013, corresponding to the issuance of series C bonds, Single series bonds (ThUS\$200), series H bonds second issue single series bonds (ThUS\$250), series M bonds, series O bonds, third issue single series bonds (ThUS\$300) and fourth issue single series bonds (ThUS\$250) excluding debt issue costs.

As of December 31, 2014 and December 31, 2013, the details of each issuance are as follows:

Series “C” bonds

On January 24, 2006, the Company placed Series C bonds for UF 3,000,000 (ThUS\$101,918) at an annual rate of 4.00%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series C bonds:

| Payments made | 12/31/2014 | 12/31/2013 |
|-------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Principal payment | 6.301 | 6.858 |
| Interest payment | 3.184 | 4.004 |

Single series first issue ThUS\$200,000

On April 5, 2006, the Company placed Single Series bonds for ThUS\$200,000 at an annual rate of 6.125% under "Rule 144 and regulation S of the U.S. Securities Act of 1933."

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Single Series bonds:

| | 12/31/2014 | 12/31/2013 |
|----------------------|------------|------------|
| Payments made | ThUS\$ | ThUS\$ |
| Payments of interest | 12,250 | 12,250 |

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Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued****Series “G” and “H” bonds**

On January 13, 2009, the Company placed two bond series in the domestic market. Series H for UF 4,000,000 (ThUS\$139,216) at an annual interest rate of 4.9% at a term of 21 years with payment of principal beginning in 2019 and Series G for ThCh\$ 21,000,000 (ThUS\$34,146), which was placed at a term of 5 years with a single payment at the maturity of the term and an annual interest rate of 7%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series G and H bonds:

| | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payment of principal of Series G bonds | 39,713 | - |
| Payments of interest, Series G bonds | 1,366 | 2,845 |
| Payments of interest, Series H bonds | 8,496 | 8,565 |

Series “J” and “I” bonds

On May 8, 2009, the Company placed two bond series in the domestic market. Series J for ThCh\$52,000,000 (ThUS\$92,456) which was placed at a term of 5 years with single payment at the expiration date of the term and annual interest rate of 5.5% and Series I for UF 1,500,000 (ThUS\$56,051) which was placed at a term of 5 years with single payment at the maturity of the term and annual interest rate of 3.00%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series J and I bonds:

| | 12/31/2014 | 12/31/2013 |
|--------------------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payments of principal Series J bonds | 94,454 | - |

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| | | |
|--------------------------------------|--------|-------|
| Payment of interest, Series J bonds | 2,563 | 5,879 |
| Payments of principal Series I bonds | 64,083 | - |
| Payment of interest, Series I bonds | 1,206 | 2,100 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.4 Financial liabilities, continued

Single series bonds, second issue ThUS\$250,000

On April 21, 2010, the Company informed the Chilean Superintendence of Securities and Insurance of its placement in international markets of an unsecured bond of ThUS\$250,000 with a maturity of 10 years beginning on the aforementioned date with an annual interest rate of 5.5% and destined to refinance long-term liabilities.

As of December 31, 2014 and December 31, 2013, the detail of payments charged to the line of single series bonds, second issue is as follows:

| | 12/31/2014 | 12/31/2013 |
|------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Interest payment | 13,750 | 13,750 |

Series “M” and “O” bonds

On April 4, 2012, the Company placed two bond series in the domestic market. Series M for UF 1,000,000 (ThUS\$46,601) was placed at a term of 5 years with a single payment at the maturity of the term and an annual interest rate of 3.3%, and Series O for UF 1,500,000 (ThUS\$69,901) was placed at a term of 21 years with a single payment at the maturity of the term and an annual interest rate of 3.80%

As of December 31, 2014, and December 31, 2013 the Company has made the following payments with a charge to the Series M and O bonds:

| | 12/31/2014 | 12/31/2013 |
|-------------------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payment of interest, Series M bonds | 1,380 | 765 |
| Payment of interest, Series O bonds | 2,381 | 1,320 |

Single series bonds, third issue ThUS\$300,000

On April 3, 2013 in the United States, the Company issued a non-guaranteed bond with a value of US\$ 300 million. The bond is for a 10 year term with an annual coupon rate of 3.625% and an annual yield of 3.716%. This rate equates to a difference of 180 basis points to comparable US Treasury bonds. The funds raised will be used to refinance long term liabilities and finance general corporate objectives.

As of December 31, 2014 and December 31, 2013, the following payments have been made with a debit to the line of single-series bonds, third issue:

| | 12/31/2014 | 12/31/2013 |
|---------------------|------------|------------|
| Payments made | ThUS\$ | ThUS\$ |
| Payment of interest | 10,875 | 5,438 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued****Single series bonds, fourth issuance ThUS\$ 250**

On October 23, 2014, the Company informed the Chilean Superintendence of Securities and Insurance that Sociedad Química y Minera de Chile S.A. agreed to issue and place unsecured bonds of ThUS\$ 250,000 in international markets. This, essentially, maturing in 2025 with a cover annual interest rate of 4.375% equivalent to a spread of 215 basis points on comparable US Treasury bonds, which were offered to the investors at a price of 99.410% with respect to capital. The aforementioned agreement was agreed on October 23, 2014 and the issuance and placement of such bonds was performed in conformity with the provisions of Rule 144A of the US Securities Act of 1933 and these bonds will not be publicly offered in Chile.

As of December 31, 2014, no payments have been made.

10.5**Trade and other payables**

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------|------------|-------------|---------|------------|-------------|---------|
| | Current | Non-current | Total | Current | Non-current | Total |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Accounts payable | 144,998 | - | 144,998 | 150,322 | - | 150,322 |
| Retained (or accrued) | 162 | - | 162 | 638 | - | 638 |
| Total | 145,160 | - | 145,160 | 150,960 | - | 150,960 |

Purchase commitments held by the Company are recognized as liabilities when the goods and services are received by the Company. As of December 31, 2014, the Company has purchase orders amounting to ThUS\$15,966 (ThUS\$29,395 as of December 31, 2013).

10.6**Financial liabilities at fair value through profit or loss**

This balance relates to derivative instruments measured at their fair value, which has generated balances against the Company. The detail of this type of instrument is as follows:

| Financial liabilities at fair value through profit or loss | 12/31/2014 ThUS\$ | Effect on profit or loss as of 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | Effect on profit or loss as of 12/31/2013 ThUS\$ |
|--|----------------------|---|----------------------|---|
| Current | | | | |
| Derivative instruments (forward) | - | - | 423 | 5,100 |
| Derivative instruments (options) | - | - | 665 | 1,827 |
| Derivative instruments (IRS) | 736 | 1,637 | 1,339 | 251 |
| | 736 | 1,637 | 2,427 | 7,178 |

Balances in the column effect on profit or loss consider the effects of agreements which were in force as of December 31, 2014, including derivatives, received during the year.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.7 Financial asset and liability categories

| Description of financial assets | a) Financial Assets | | | | | |
|---|-----------------------------|---------------------------------|---------------------------|-----------------------------|---------------------------------|---------------------------|
| | 12/31/2014 | | | 12/31/2013 | | |
| | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ |
| Financial assets measured at amortized cost | 653,442 | - | 653,442 | 431,883 | - | 431,883 |
| Investments held-to-maturity measured at amortized cost | - | 427 | 427 | - | 95 | 95 |
| Loans and receivables measured at amortized cost | 340,830 | 2,044 | 342,874 | 330,992 | 1,282 | 332,274 |
| Total financial assets measured at amortized cost | 994,272 | 2,471 | 996,743 | 762,875 | 1,377 | 764,252 |
| Financial assets at fair value through profit or loss | 17,160 | - | 17,160 | 3,283 | - | 3,283 |
| Financial assets at fair value through other comprehensive income | - | - | - | 25,007 | - | 25,007 |
| Total financial assets at fair value | 17,160 | - | 17,160 | 28,290 | - | 28,290 |
| Total financial assets | 1,011,432 | 2,471 | 1,013,903 | 791,165 | 1,377 | 792,542 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.7 Financial asset and liability categories (continued)**

b) Financial liabilities

| Description of financial liabilities | 12/31/2014 | | | 12/31/2013 | | |
|---|-----------------------------|---------------------------------|---------------------------|-----------------------------|---------------------------------|---------------------------|
| | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ |
| Financial liabilities at fair value through profit or loss | 2,603 | 36,958 | 39,561 | 2,427 | 1,405 | 3,832 |
| Financial liabilities at fair value through profit or loss | 2,603 | 36,958 | 39,561 | 2,427 | 1,405 | 3,832 |
| Financial liabilities measured at amortized cost | 355,729 | 1,537,267 | 1,892,996 | 549,959 | 1,415,985 | 1,965,944 |
| Total financial liabilities measured at amortized cost | 355,729 | 1,537,267 | 1,892,996 | 549,959 | 1,415,985 | 1,965,944 |
| Total financial liabilities | 358,332 | 1,574,225 | 1,932,557 | 552,386 | 1,417,390 | 1,969,776 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.8 Fair value measurement of assets and liabilities

Financial assets and liabilities measured at fair value consist of Options and Forwards hedging the mismatch in the balance sheet and cash flows, Cross Currency Swaps (CCS) to hedge bonds issued in local currency (\$/UF), and Interest Rate Swaps (IRS) to hedge LIBOR rate debt issued.

The value of the Company's assets and liabilities recognized by CCS contracts is calculated as the difference between the present value of discounted cash flows of the asset (pesos/UF) and liability (US\$) parts of the derivative. In the case of the IRS, the asset value recognized is calculated as the difference between the discounted cash flows of the asset (variable rate) and liability (fixed rate) parts of the derivative. Forwards: Are calculated as the difference between the strike price of the contract and the spot price plus the forwards points at the date of the contract. Options: The value recognized is calculated using the Black-Scholes method.

In the case of CCS, the entry data used for the valuation models are UF, peso, and basis swap rates. In the case of fair value calculations for IRS, the FRA (Forward Rate Agreement) rate and ICVS 23 Curve (Bloomberg: cash/deposits rates, futures, swaps). In the case of forwards, the forwards curve for the currency in question is used. Finally, with options, the spot price, risk-free rate and volatility of exchange rate are used, all in accordance with the currencies used in each valuation. The financial information used as entry data for the Company's valuation models is obtained from Bloomberg, the well-known financial software company. Conversely, the fair value provided by the counterparties of derivatives contracts is used only as a control and not for valuation.

The effects on profit or loss of movements in these amounts may be recognized in the caption Finance costs, foreign currency translation gain (loss) or cash flow hedges in the statement of comprehensive income, depending on each particular case.

The fair value measurement of debt is only performed to determine the actual market value of guaranteed and non-guaranteed long-term obligations; bonds denominated in local currency (\$/UF) and foreign currency (US\$), credits denominated in foreign currency (US\$).

The value of the Company's reported liabilities is calculated as the present value of discounted cash flows at market rates at the time of valuation, taking into account the maturity date and exchange rate. The entry data used for the model includes the UF and peso rates, which are obtained using Bloomberg, the well-known financial software company and the 'Asociación de Bancos e Instituciones Financieras' (ABIF) (Association of Banks and Financial Institutions').

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.9 Financial assets pledged as guarantee

On November 4, 2004, Isapre Norte Grande maintains a guarantee equivalent to the total amount owed to its members and healthcare providers, which is managed and maintained by Banco de Chile.

As of December 31, 2014 and December 31, 2013, assets pledged as guarantees are as follows:

| | 12/31/2014 | 12/31/2013 |
|---------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Restricted cash | | |
| Isapre Norte Grande Ltda. | 682 | 708 |
| Total | 682 | 708 |

10.10 Estimated fair value of financial instruments and financial derivatives

As required by IFRS 7, the following information is presented for the disclosure of the estimated fair value of financial assets and liabilities.

Although inputs represent Management's best estimate, they are subjective and involve significant estimates related to the current economic and market conditions, as well as risk features.

Methodologies and assumptions used depend on the risk terms and characteristics of instruments and include the following as a summary:

- Cash equivalent approximates fair value due to the short-term maturities of these instruments.
- Other current financial liabilities are considered at fair value equal to their carrying values.

For interest-bearing liabilities with original maturity of more than a year, fair values are calculated at discounting contractual cash flows at their original current market with similar terms.

For forward and swap contracts, fair value is determined using quoted market prices of financial instruments with similar characteristics.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.10 Estimated fair value of financial instruments and financial derivatives, continued**

The detail of the Company's instruments at carrying value and estimated fair value is as follows:

| | 12/31/2014 | | 12/31/2013 | |
|--|--------------------------|----------------------|--------------------------|----------------------|
| | Carrying value ThUS\$ | Fair value ThUS\$ | Carrying value ThUS\$ | Fair value ThUS\$ |
| Cash and cash equivalents | 354,566 | 354,566 | 476,622 | 476,622 |
| Current trade and other receivables | 340,830 | 340,830 | 330,992 | 330,992 |
| Other financial assets, current: | | | | |
| - Time deposits | 653,442 | 653,442 | 431,883 | 431,883 |
| - Derivative instruments | 17,160 | 17,160 | 3,283 | 3,283 |
| - Current hedging assets | - | - | 25,007 | 25,007 |
| Total other current financial assets | 670,602 | 670,602 | 460,173 | 460,173 |
| Non-Current Trade Receivables | 2,044 | 2,044 | 1,282 | 1,282 |
| Other non-current financial assets: | 427 | 427 | 95 | 95 |
| Other non-current financial assets: | 427 | 427 | 95 | 95 |
| Other financial liabilities, current: | | | | |
| - Bank loans | 191,116 | 191,116 | 171,347 | 171,347 |
| - Derivative instruments | 1,791 | 1,791 | 1,088 | 1,088 |
| - Hedging liabilities | 812 | 812 | 1,339 | 1,339 |
| - Unsecured obligations | 19,453 | 19,453 | 227,652 | 227,652 |
| Other financial liabilities, current | 213,172 | 213,172 | 401,426 | 401,426 |
| Current and non-current accounts payable | 145,160 | 145,160 | 150,960 | 150,960 |
| Other non-current financial liabilities: | | | | |
| - Bank loans | 219,838 | 180,756 | 309,489 | 324,246 |
| - Unsecured obligations | 1,317,429 | 1,584,237 | 1,106,496 | 1,077,049 |
| - Non-current hedging liabilities | 36,958 | 36,958 | 1,405 | 1,405 |
| Other non-current financial liabilities: | 1,574,225 | 1,801,951 | 1,417,390 | 1,402,700 |

Fair value hierarchy

Fair value hierarchies are as follows:

- a) Level 1: When only quoted (unadjusted) prices have been used in active markets.

- b) Level 2: When in a phase in the valuation process variable other than prices quoted in Level 1 have been used which are directly observable in markets.

- c) Level 3: When in a phase in the valuation process variable which are not based in observable market data have been used.

The valuation techniques used to determine the fair value of our hedging instruments, bank loans, and unsecurable obligations are level 2 fair value instruments, based on discounted cash flows using market based rates as of year-end.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.11 Nature and scope of risks arising from financing instruments

As indicated in paragraphs 33 to 42 of IFRS 7 the disclosure of information associated with the nature and scope of risks arising from financial instruments is presented in Note 4 - Financial Risk Management.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Equity-accounted investees**11.1 Investments in associates recognized according to the equity method of accounting**

As of December 31, 2014 and December 31, 2013, in accordance with criteria established in Note 3.19, investment in associates recognized according to the equity method of accounting and joint ventures are as follows:

| Associates | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|-------------------------------------|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Sales de Magnesio Ltda. | 1,159 | 1,649 | 942 | 1,005 | - | - | 942 | 1,005 |
| Abu Dhabi Fertilizer Industries WWL | 10,269 | 11,453 | 1,783 | 1,596 | - | - | 1,783 | 1,596 |
| Doktor Tarsa Tarim Sanayi AS | 14,869 | 15,193 | 4,138 | 2,192 | - | - | 4,138 | 2,192 |
| Ajay North America | 13,530 | 13,125 | 6,188 | 7,919 | - | - | 6,188 | 7,919 |
| Ajay Europe SARL | 8,004 | 7,924 | 2,570 | 3,825 | (30) | - | 2,540 | 3,825 |
| SQM Eastmed Turkey | 88 | 142 | (21) | 132 | - | - | (21) | 132 |
| Charlee SQM Thailand Co. Ltd. | 1,804 | 1,589 | 158 | 237 | - | - | 158 | 237 |
| Total | 49,723 | 51,075 | 15,758 | 16,906 | (30) | - | 15,728 | 16,906 |

| Associate | Description of the nature of the relationship | Domicile | Country of incorporation | Share of ownership in associates | Dividends received | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------------------------|---|------------------------------|--------------------------|----------------------------------|--------------------|----------------------|----------------------|
| Sales de Magnesio Ltda. | Commercialization of magnesium salts. | El Trovador 4285, Las Condes | Chile | 50 % | | 1,245 | 892 |
| Abu Dhabi Fertilizer Industries WWL | Distribution and commercialization of specialty plant nutrients in the Middle East. | PO Box 71871, Abu Dhabi | United Arab Emirates | 37 % | | - | - |

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| | | | | | | | |
|-------------------------------|--|---|---------------|----|---|-------|--------|
| Doktor Tarsa Tarim Sanayi AS | Distribution and commercialization of specialty plant nutrients in Turkey. | Organize Sanayi Bolgesi, Ikinci Kisim, 22 cadde TR07100 Antalya 1400 Industry | Turkey | 50 | % | - | - |
| Ajay North America | Production and commercialization of iodine derivatives. | RD Power Springs GA 30129 | United States | 49 | % | 7,139 | 10,437 |
| Ajay Europe SARL | Production and commercialization of iodine derivatives. | Z.I. du Grand Verger BP 227 53602 Evron Cedex | France | 50 | % | 2,728 | 5,093 |
| SQM Eastmed Turkey | Production and commercialization of specialty products. | Organize Sanayi Bolgesi, Ikinci Kisim, 22 cadde TR07100 Antalya | Turkey | 50 | % | - | - |
| Charlee SQM Thailand Co. Ltd. | Distribution and commercialization of specialty plant nutrients. | 31 Soi 138 (Meesuk) LLapdrawrd, Bangkokapi, 10240 Bangkok | Thailand | 40 | % | - | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Equity-accounted investees (continued)

11.2 Assets, liabilities, revenue and expenses of associates

12/31/2014

| | Assets | | Liabilities | | Revenue ThUS\$ | Gain (loss) from continuing operations | Other comprehensive income | Comprehensive income |
|-------------------------------------|-------------------|-----------------------|-------------------|-----------------------|-------------------|--|----------------------------------|-------------------------|
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | ThUS\$ | ThUS\$ | ThUS\$ |
| Sales de Magnesio Ltda. | 3,957 | 481 | 2,099 | 22 | 12,750 | 1,883 | - | 1,883 |
| Abu Dhabi Fertilizer Industries WWL | 31,010 | 2,795 | 6,048 | - | 53,186 | 4,819 | - | 4,819 |
| Doktor Tarsa Tarim Sanayi AS | 75,497 | 10,099 | 39,515 | 16,344 | 83,397 | 8,275 | - | 8,275 |
| Ajay North America | 20,912 | 10,269 | 3,568 | - | 60,101 | 12,628 | - | 12,628 |
| Ajay Europe SARL | 21,929 | 2,103 | 8,023 | - | 51,687 | 5,142 | (59) | 5,083 |
| SQM Eastmed Turkey | 10 | 228 | 62 | - | - | (42) | - | (42) |
| Charlee SQM Thailand Co. Ltd. | 8,279 | 669 | 4,435 | - | 12,968 | 394 | - | 394 |
| Total | 161,594 | 26,644 | 63,750 | 16,366 | 274,089 | 33,099 | (59) | 33,040 |

12/31/2013

| | Assets | | Liabilities | | Revenue ThUS\$ | Gain (loss) from continuing operations | Other comprehensive income | Comprehensive income |
|-------------------------------------|-------------------|-----------------------|-------------------|-----------------------|-------------------|--|----------------------------------|-------------------------|
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | ThUS\$ | ThUS\$ | ThUS\$ |
| Sales de Magnesio Ltda. | 4,519 | 309 | 1,512 | 18 | 14,370 | 2,009 | - | 2,009 |
| Abu Dhabi Fertilizer Industries WWL | 26,645 | 2,321 | 6,059 | - | 44,689 | 3,192 | - | 3,192 |
| Doktor Tarsa Tarim Sanayi AS | 67,603 | 6,563 | 37,696 | 6,082 | 73,905 | 4,385 | - | 4,385 |
| Ajay North America | 23,728 | 9,289 | 6,230 | - | 72,297 | 16,161 | - | 16,161 |
| Ajay Europe SARL | 22,247 | 2,370 | 8,770 | - | 67,361 | 7,649 | - | 7,649 |
| SQM Eastmed Turkey | 149 | 305 | 169 | - | 139 | 265 | - | 265 |
| Charlee SQM Thailand Co. Ltd. | 6,104 | 572 | 2,706 | - | 19,179 | 593 | - | 593 |

| | | | | | | | | |
|--------------|----------------|---------------|---------------|--------------|----------------|---------------|----------|---------------|
| Total | 150,995 | 21,729 | 63,142 | 6,100 | 291,940 | 34,254 | - | 34,254 |
|--------------|----------------|---------------|---------------|--------------|----------------|---------------|----------|---------------|

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Investment in Associates (continued)

11.3 Other information

The Company has no participation in unrecognized losses in investments in associates.

The Company presents no investments unaccounted for according to the equity method of accounting.

The equity method was applied to the Statement of Financial Position as of December 31, 2014 and December 31, 2013.

The basis of preparation of the financial information of associates corresponds to the amounts included in the financial statements in conformity with the entity's IFRS.

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Notes to the Consolidated Financial Statements as of December 31, 2014

**Note 12 Joint
Ventures**

12.1 Policy for the accounting of equity accounted investment in joint ventures

The method for the recognition of joint ventures is that in which participation is initially recorded at cost, and subsequently adjusted, considering changes after the acquisition in the portion of the entity's net assets of the entity which correspond to the investor. Profit or loss for the period of the investor will collect the portion which belongs to it in the results of the controlled entity as a whole.

12.2 Disclosures of interest in joint ventures

a) Operations conducted in 2014

During the second quarter of 2014, SQM Industrial S.A. received a reimbursement of capital amounting to ThUS\$2,011 from SQM Vitas Fzco., resulting in a decrease capital, and maintaining the interest in this Company.

b) Operations conducted in 2013

As of December 31, there are no changes in the breakdown of interests in joint ventures.

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Note 12 Joint Ventures (continued)

12.3 Investment in joint ventures accounted for under the equity method of accounting

| Joint venture | Description of the nature of the relationship | Domicile | Country of incorporation | Share of interest in ownership | | Dividends received | |
|--|--|---|--------------------------|--------------------------------|------------|--------------------|--------|
| | | | | 12/31/2014 | 12/31/2013 | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | Production and distribution of soluble fertilizers. | Huangjing Road, Dawan Town, Qingbaijiang District, Chengdu Municipality, Sichuan Province | China | 50 | % | - | - |
| Coromandel SQM India | Production and distribution of potassium nitrate. | 1-2-10, Sardar Patel Road, Secunderabad – 500003 Andhra Pradesh | India | 50 | % | - | - |
| SQM Vitas Fzco. | Production and commercialization of specialty plant and animal nutrition and industrial hygiene. | Jebel ALI Free Zone P.O. Box 18222, Dubai | United Arab Emirates | 50 | % | - | - |
| SQM Star Qingdao Corp Nutrition. Co. Ltd. | Production and distribution of nutrient plant solutions with specialties NPK soluble | Longquan Town, Jimo City, Qingdao Municipality, Shangdong Province | China | 50 | % | - | - |
| SQM Vitas Brazil Agroindustria | Production and commercialization of specialty plant and animal nutrition and industrial hygiene. | Via Cndeias, Km. 01 Sem Numero, Lote 4, Bairro Cia Norte, Candeias, Bahia. | Brazil | 49.99 | % | - | - |
| SQM Vitas Peru S.A.C. | Production and commercialization of specialty plant and animal nutrition and industrial hygiene | Av. Juan de Arona 187, Torre B, Oficina 301-II, San Isidro, Lima | Peru | 50 | % | - | - |
| SQM Vitas Southern | Production and commercialization of specialty plant and animal nutrition and | 33 Waterford Office Park | South Africa | 50 | % | - | - |

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| | | | | | | | | |
|---------------------------------|--|---|---------|----|---|---|---|--|
| Africa Pty. | industrial hygiene | Waterford Drive Fourways, 2055 South Africa C/Manuel Echeverria | | | | | | |
| SQM Vitas Spain | Production and commercialization of specialty plant nutrition | Manzana 2 Muelle de la Cab (Puerto Real) Herikerbergweg | Spain | 50 | % | - | - | |
| SQM Vitas Holland | Without information | 238, 1101 CM Amsterdam Zuidoost | Holland | 50 | % | - | - | |
| SQM Vitas Plantacote B.V. | Production and commercialization of controlled-released fertilizers | Herikerbergweg 238, 1101 CM Amsterdam Zuidoost | Holland | 50 | % | - | - | |

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Note 12 Joint Ventures (continued)**12.3 Investment in joint ventures accounted for under the equity method of accounting, continued:**

| Joint Venture | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|---|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltd. | 12,819 | 11,504 | (414) | 255 | (1) | 13 | (415) | 267 |
| Coromandel SQM India | 754 | 801 | 128 | 90 | - | - | 128 | 89 |
| SQM Vitas Fzco. | 9,189 | 12,762 | 2,049 | 1,807 | (457) | (339) | 1,592 | 1,467 |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 1,969 | 1,475 | 494 | 396 | - | - | 494 | 395 |
| SQM Vitas Holland | 1,324 | (599) | 101 | - | - | - | 101 | (667) |
| Total | 26,055 | 25,943 | 2,358 | 2,548 | (458) | (326) | 1,900 | 1,551 |

The following companies are subsidiaries of

- (1) SQM Vitas Fzco.
(2) SQM Vitas Holland

| Joint Venture | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|----------------------|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| SQM Vitas Brazil (1) | 5,670 | 4,747 | 1,045 | 2,538 | - | - | 522 | 1,152 |

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| | | | | | | | | |
|-------------------------------|--------|--------|--------|--------|---|---|--------|--------|
| SQM Vitas Peru (1) | 4,993 | 4,314 | 948 | (224) | - | - | 474 | 93 |
| SQM Vitas Southern Africa (1) | 180 | 1,096 | (907) | 55 | - | - | (453) | 102 |
| SQM Vitas Spain (2) | 1,023 | - | 291 | - | - | - | 145 | (177) |
| SQM Vitas Plantacote B.V. (2) | 1,135 | - | 1 | - | - | - | - | (385) |
| Total | 13,001 | 10,157 | 1,378 | 2,369 | - | - | 688 | 785 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 12 Joint Ventures (continued)

12.4 Assets, liabilities, revenue and expenses from joint ventures:

| Joint Venture | 12/31/2014 | | | | | Revenue ThUS\$ | Gain (loss) from continuing operations ThUS\$ | Other comprehensive income ThUS\$ | Comprehensive income ThUS\$ |
|--|-------------------|-----------------------|-------------------|-----------------------|-------------------|-------------------|--|--|-----------------------------------|
| | Assets | | Liabilities | | Revenue ThUS\$ | | | | |
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | | | | |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 61,381 | 8,734 | 44,478 | - | 95,292 | (829) | (2) | (831) | |
| Coromandel SQM India | 4,820 | 1,043 | 4,294 | 63 | 6,723 | 256 | - | 256 | |
| SQM Vitas Fzco. | 6,366 | 13,611 | 1,600 | - | 25,485 | 4,098 | (913) | 3,185 | |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 4,363 | 229 | 634 | 20 | 9,496 | 988 | - | 988 | |
| SQM Vitas Brazil | 39,006 | 8,644 | 41,980 | - | 83,022 | 1,046 | - | 1,046 | |
| SQM Vitas Peru | 25,346 | 3,146 | 23,463 | 35 | 39,321 | 949 | - | 949 | |
| SQM Vitas Southern Africa | 3,703 | 720 | 4,243 | - | 17,117 | (907) | - | (907) | |
| SQM Vitas Spain | 2,066 | 808 | 1,851 | - | 10,969 | 252 | - | 252 | |
| SQM Vitas Holland | 512 | 2,158 | 19 | - | - | 204 | - | 204 | |
| SQM Vitas Plantacote B.V. | 1,529 | 6 | 401 | - | 4,010 | 1 | - | 1 | |
| Total | 149,092 | 39,099 | 122,963 | 118 | 291,435 | 6,058 | (915) | 5,143 | |

| Joint Venture | 12/31/2013 | | | | | Revenue ThUS\$ | Gain (loss) from continuing operations ThUS\$ | Other comprehensive income ThUS\$ | Comprehensive income ThUS\$ |
|--|-------------------|-----------------------|-------------------|-----------------------|-------------------|-------------------|--|--|-----------------------------------|
| | Assets | | Liabilities | | Revenue ThUS\$ | | | | |
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | | | | |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 68,241 | 9,414 | 54,650 | - | 41,744 | 509 | 26 | 535 | |
| Coromandel SQM India | 4,545 | 1,158 | 4,037 | 63 | 7,842 | 179 | - | 179 | |
| SQM Vitas Fzco. | 12,790 | 13,772 | 1,039 | - | 18,779 | 3,614 | (679) | 2,935 | |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 3,570 | 228 | 838 | 10 | 7,649 | 791 | - | 791 | |
| SQM Vitas Brazil | 31,243 | 7,158 | 25,615 | 8,039 | 87,927 | 2,305 | - | 2,305 | |

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| | | | | | | | | |
|------------------------------|---------|--------|---------|-------|---------|----------|--------|----------|
| SQM Vitas Peru | 21,481 | 1,722 | 18,890 | - | 35,267 | 185 | - | 185 |
| SQM Vitas Southern Africa | 5,164 | 829 | 4,896 | - | 21,234 | 204 | - | 204 |
| SQM Vitas Spain | 1,318 | 949 | 2,492 | - | 1,854 | (355) | - | (355) |
| SQM Vitas Holland | 95 | - | 316 | 977 | - | (1,335) | - | (1,335) |
| SQM Vitas Plantacote B.V. | 1,323 | 6,548 | 8,623 | - | 2,157 | (770) | - | (770) |
| Total | 149,770 | 41,778 | 121,396 | 9,089 | 224,453 | 5,327 | (653) | 4,674 |

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Note 12 Joint Ventures (continued)

12.5 Other Joint Venture disclosures:

| | Cash and cash equivalents | | Other current financial liabilities | | Other non-current financial liabilities | |
|--|---------------------------|------------|-------------------------------------|------------|---|------------|
| | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 234 | 8,049 | - | 7,660 | - | - |
| Coromandel SQM India | 69 | 197 | 158 | 880 | - | - |
| SQM Vitas Fzco. | 12,043 | 10,605 | - | - | - | - |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 2,487 | 1,988 | - | - | - | - |
| SQM Vitas Brazil | 1,312 | 854 | 8,488 | - | - | 8,600 |
| SQM Vitas Peru | 605 | 1,166 | - | - | - | - |
| SQM Vitas Southern Africa | 448 | 351 | - | - | - | - |
| SQM Vitas Spain | 34 | 310 | - | - | - | - |
| SQM Vitas Holland | 149 | 26 | - | - | - | - |
| SQM Vitas Plantacote B.V. | 458 | 109 | - | 5,567 | - | - |
| Total | 17,839 | 23,655 | 8,646 | 14,107 | - | 8,600 |

| | Depreciation and amortization expense | | Interest expense | | Income tax expense, continuing operations | |
|--|---------------------------------------|------------|------------------|------------|---|------------|
| | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | (680) | (549) | (831) | (813) | 212 | (12) |
| Coromandel SQM India | (70) | (2) | (47) | (87) | (122) | (92) |
| SQM Vitas Fzco. | (1,032) | (1,001) | (38) | (16) | - | - |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | (60) | (71) | (1) | - | (331) | (242) |
| SQM Vitas Brazil | (405) | (328) | (1,310) | (931) | 220 | - |
| SQM Vitas Peru | (136) | (82) | (15) | (445) | (243) | 91 |
| SQM Vitas Southern Africa | (82) | (67) | (44) | (104) | (156) | - |
| SQM Vitas Spain | (113) | - | (17) | (14) | - | - |
| SQM Vitas Holland | - | - | (6) | (2) | - | - |
| SQM Vitas Plantacote B.V. | (2) | - | (181) | (176) | - | - |
| Total | (2,580) | (2,100) | (2,490) | (2,588) | (420) | (255) |

The basis of preparation of the financial information of joint ventures corresponds to the amounts included in the financial statements in conformity with the entity's IFRS.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill

13.1 Balances

| | 12/31/2014 | 12/31/2013 |
|---------------------------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Intangible assets other than goodwill | 114,735 | 104,363 |
| Goodwill | 38,388 | 38,388 |
| Total | 153,123 | 142,751 |

13.2 Disclosures on intangible assets and goodwill

Intangible assets relate to goodwill, water rights, trademarks, industrial patents, rights of way, software, and mining claims which correspond to exploitation rights acquired from third-parties.

Balances and movements in the main classes of intangible assets as of December 31, 2014 and December 31, 2013 are detailed as follows:

| | | 12/31/2014 | | Net Value ThUS\$ |
|---|-------------|---------------------------|---------------------------------------|---------------------|
| | | Gross amount ThUS\$ | Accumulated Amortization ThUS\$ | |
| Intangible assets and goodwill | Useful life | | | |
| Trademarks | Finite | 3,821 | (3,821) | - |
| Software | Finite | 23,062 | (9,996) | 13,066 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Finite | 1,524 | (939) | 585 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | 97,386 | - | 97,386 |
| Other intangible assets | Indefinite | 3,698 | - | 3,698 |
| Intangible assets other than goodwill | | 129,491 | (14,756) | 114,735 |
| Goodwill | Indefinite | 38,388 | - | 38,388 |
| Total intangible assets and goodwill | | 167,879 | (14,756) | 153,123 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued**

| Intangible assets and goodwill | Useful life | 12/31/2013 | | Net Value ThUS\$ |
|---|-------------|---------------------------|---------------------------------------|---------------------|
| | | Gross amount ThUS\$ | Accumulated Amortization ThUS\$ | |
| Trademarks | Finite | 3,821 | (3,821) | - |
| Software | Finite | 5,342 | (3,146) | 2,196 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Finite | 1,576 | (882) | 694 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | 97,392 | - | 97,392 |
| Other intangible assets | Indefinite | 4,081 | - | 4,081 |
| Intangible assets other than goodwill | | 112,212 | (7,849) | 104,363 |
| Goodwill | Indefinite | 38,388 | - | 38,388 |
| Total intangible assets and goodwill | | 150,600 | (7,849) | 142,751 |

a) Estimated useful lives or amortization rates used for finite identifiable intangible assets

Finite useful life measures the lifetime or the number of productive units or other similar variables which constitute its useful life.

The estimated useful life for software is 3 years, for other finite useful life assets the period in which they are amortized relates to periods defined by contracts or rights which generate them.

Intellectual property rights, patents and other industrial property rights, service and exploitation rights, mainly relate to water rights and are obtained as indefinite.

b) Method used to express the amortization of identifiable intangible assets (life or rate)

The method used to express the amortization is useful life, and estimated tons to be extracted in the case of mining claims.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)

13.2 Disclosures on intangible assets and goodwill, continued

c) Minimum and maximum amortization lives or rates of intangible assets:

| Estimated useful lives or amortization rate | Minimum life or rate | Maximum life or rate |
|---|----------------------|----------------------|
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | Indefinite |
| Intangible assets other than goodwill | Indefinite | Indefinite |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | 1 year | 16 years |
| Trademarks | 1 year | 5 years |
| Software | 2 years | 3 years |

d) Information to be disclosed on assets generated internally

The Company has no intangible assets generated internally.

e) Other information to disclose on intangible assets

SQM has property rights and mining concessions of the Chilean Government, intended for the exploration and exploitation of saltpeter and brine. Such rights, have had no initial cost over registration costs, which are insignificant.

Also, SQM has acquired from third-parties other than the Chilean Government, mining concessions, which have been recognized at acquisition cost, which are amortized as the corresponding area is exploited based on the tons estimated to be extracted.

Expenses prior to obtaining the mining concessions are recognized in profit or loss for the year as incurred.

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Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****f) Movements in identifiable intangible assets as of December 31, 2014:**

| Movements in identifiable intangible assets, gross | Trademarks | | Software | | Intellectual property rights, patents and other industrial property rights, service marks, exploitation rights of way | | Intellectual property rights, patents and other industrial property rights, service marks, exploitation rights of way | | Goodwill | | Identifiable intangible assets |
|---|------------|----------|----------|--------|---|--------|---|--------|----------|--------|--------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | 3,821 | 5,342 | 1,576 | 97,392 | 4,081 | 38,388 | | | | | 150,600 |
| Additions | - | 14,462 | - | - | - | - | - | - | - | - | 14,462 |
| Other increases (decreases) | - | 3,258 | (52) | (6) | (383) | - | - | - | - | - | 2,817 |
| Final balance | 3,821 | 23,062 | 1,524 | 97,386 | 3,698 | 38,388 | | | | | 167,879 |
| Movements in identifiable intangible assets, accumulated amortization | Trademarks | | Software | | Intellectual property rights, patents and other industrial property rights, service marks, exploitation rights of way | | Intellectual property rights, patents and other industrial property rights, service marks, exploitation rights of way | | Goodwill | | Identifiable intangible assets |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | (3,821) | (3,146) | (882) | - | - | - | - | - | - | - | (7,849) |
| Additions | - | - | - | - | - | - | - | - | - | - | - |
| Amortization | - | (3,547) | (58) | - | - | - | - | - | - | - | (3,605) |
| Other increases (decreases) | - | (3,303) | 1 | - | - | - | - | - | - | - | (3,302) |
| Final balance | (3,821) | (9,996) | (939) | - | - | - | - | - | - | - | (14,756) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****f) Movements in identifiable intangible assets as of December 31, 2014, continued**

| Movements in identifiable intangible assets, net | Trademarks | Software | Intellectual property rights, patents and industrial exploitation way | Intellectual property rights, patents and industrial exploitation way | Other property rights, rights of | Goodwill | Identifiable intangible assets |
|--|------------|----------|---|---|----------------------------------|----------|--------------------------------|
| | | | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | - | 2,196 | 694 | 97,392 | 4,081 | 38,388 | 142,751 |
| Additions | - | 14,462 | - | - | - | - | 14,462 |
| Amortization | - | (3,547) | (58) | - | - | - | (3,605) |
| Other increases (decreases) | - | (45) | (51) | (6) | (383) | - | (485) |
| Final balance | - | 13,066 | 585 | 97,386 | 3,698 | 38,388 | 153,123 |

g) Movements in identifiable intangible assets as of December 31, 2013:

| Movements in identifiable intangible assets, gross | Trademarks | Software | Intellectual property rights, patents and industrial exploitation way | Intellectual property rights, patents and industrial exploitation way | Other property rights, rights of | Goodwill | Identifiable intangible assets |
|--|------------|----------|---|---|----------------------------------|----------|--------------------------------|
| | | | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | 3,821 | 3,446 | 5,340 | 93,996 | 1,360 | 38,388 | 146,351 |
| Additions | - | 1,576 | 377 | 3,396 | 2,721 | - | 8,070 |
| Other increases (decreases) | - | 320 | (4,141) | - | - | - | (3,821) |
| Final balance | 3,821 | 5,342 | 1,576 | 97,392 | 4,081 | 38,388 | 150,600 |

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Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****g) Movements in identifiable intangible assets as of December 31, 2013:**

| Movements in identifiable intangible assets, accumulated amortization | Trademark | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Other industrial property rights, exploitation rights | | Goodwill | | Identifiable intangible assets |
|--|-----------|----------|----------|--------|---|--------|---|--------|--|--------|----------|--------|--------------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | (3,821) | (1,796) | (4,962) | - | - | - | - | - | - | - | - | - | (10,579) |
| Additions | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Amortization | - | (1,019) | (61) | - | - | - | - | - | - | - | - | - | (1,080) |
| Other increases (decreases) | - | (331) | 4,141 | - | - | - | - | - | - | - | - | - | 3,810 |
| Final balance | (3,821) | (3,146) | (882) | - | - | - | - | - | - | - | - | - | (7,849) |

| Movements in identifiable intangible assets, net | Trademark | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Other industrial property rights, exploitation rights | | Goodwill | | Identifiable intangible assets |
|--|-----------|----------|----------|--------|---|--------|---|--------|--|--------|----------|--------|--------------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | - | 2,196 | 694 | 97,392 | 4,081 | 38,388 | 142,751 | - | - | - | - | - | 142,751 |
| Additions | - | 764 | - | - | - | - | 764 | - | - | - | - | - | 764 |
| Amortization | - | (1,019) | (61) | - | - | - | (1,080) | - | - | - | - | - | (1,080) |
| Other increases (decreases) | - | 41 | (32) | (6) | - | - | 3 | - | - | - | - | - | 3 |
| Final balance | - | 1,982 | 601 | 97,386 | 4,081 | 38,388 | 142,438 | - | - | - | - | - | 142,438 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment

As of December 31, 2014 and December 31, 2013, the detail of property, plant and equipment is as follows:

14.1 Types of property, plant and equipment

| Description of types of property, plant and equipment | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|---|----------------------|----------------------|
| Property, plant and equipment, net | | |
| Land | 34,622 | 33,812 |
| Buildings | 233,175 | 190,529 |
| Machinery | 361,882 | 465,327 |
| Transport equipment | 81,673 | 105,979 |
| Furniture and fixtures | 9,016 | 9,534 |
| Office equipment | 6,365 | 6,062 |
| Constructions in progress | 237,321 | 415,740 |
| Other property, plant and equipment (1) | 923,900 | 827,394 |
| Total | 1,887,954 | 2,054,377 |
| Property, plant and equipment, gross | | |
| Land | 34,622 | 33,812 |
| Buildings | 411,633 | 364,695 |
| Machinery | 1,168,018 | 1,179,860 |
| Transport equipment | 261,394 | 263,268 |
| Furniture and fixtures | 32,082 | 27,575 |
| Office equipment | 35,512 | 39,142 |
| Constructions in progress | 237,321 | 415,740 |
| Other property, plant and equipment | 1,731,599 | 1,506,708 |
| Total | 3,912,181 | 3,830,800 |
| Accumulated depreciation and value impairment of property, plant and equipment, total | | |
| Accumulated depreciation and value impairment of buildings | 178,458 | 174,166 |
| Accumulated depreciation and value impairment of machinery | 806,136 | 714,533 |
| Accumulated depreciation and value impairment of transport equipment | 179,721 | 157,289 |
| Accumulated depreciation and value impairment of furniture and fixtures | 23,066 | 18,041 |
| Accumulated depreciation and value impairment of office equipment | 29,147 | 33,080 |
| Accumulated depreciation and value impairment of other property, plant and equipment | 807,699 | 679,314 |
| Total | 2,024,227 | 1,776,423 |

(1) The detail of other property, plant and equipment is as follows:

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| | 31/12/2014 | 31/12/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Other property, plant and equipment, net | | |
| Conveyor belt | 53,648 | 53,783 |
| Tank (TK) | 36,236 | 25,781 |
| Geomembrane/liner | 158,839 | 169,255 |
| Electric facilities | 61,795 | 21,889 |
| Lights | 3,648 | 28,748 |
| Other constructions | 122,287 | 62,390 |
| Piping | 27,637 | 22,499 |
| Pool | 168,469 | 181,844 |
| Well (water) | 49,818 | 39,963 |
| Pipes/HD lines | 148,590 | 101,886 |
| Railroad track | 25,314 | 21,628 |
| Other property, plant and equipment | 65,619 | 97,728 |
| Total | 923,900 | 827,394 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)

14.1 Reconciliation of changes in property, plant and equipment by type:

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, gross | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.812 | 364.695 | 1.179.860 | 263.268 | 27.575 | 39.142 | 415.740 | 1.506.708 | 3.830.800 |
| Changes | | | | | | | | | |
| Additions | - | 72 | 370 | - | 71 | 1.514 | 134.663 | 287 | 136.977 |
| Divestitures | - | - | (93) | (85) | (86) | (58) | (2.235) | (1) | (2.558) |
| Increase(decrease) in foreign currency exchange | (87) | (6) | (56) | (33) | - | (65) | 4 | (193) | (436) |
| Reclassification | 812 | 46.872 | (12.083) | (1.742) | 4.522 | (4.983) | (256.528) | 223.130 | - |
| Other increases (decreases) (*) | 85 | - | 20 | (14) | - | (38) | (54.323) | 1.668 | (52.602) |
| Total changes | 810 | 46.938 | (11.842) | (1.874) | 4.507 | (3.630) | (178.419) | 224.891 | 81.381 |
| Final balance | 34.622 | 411.633 | 1.168.018 | 261.394 | 32.082 | 35.512 | 237.321 | 1.731.599 | 3.912.181 |

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, Accumulated depreciation | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | - | (174.166) | (714.533) | (157.289) | (18.041) | (33.080) | - | (679.314) | (1.776.423) |
| Changes | | | | | | | | | |
| Additions | - | - | - | - | - | - | - | - | - |
| Divestitures | - | - | 11 | 54 | 16 | 125 | - | - | 206 |
| Depreciation expense | - | (19.669) | (88.242) | (29.417) | (2.772) | (2.811) | - | (108.380) | (251.291) |
| Increase(decrease) in foreign currency exchange | - | 1 | 40 | 17 | - | 25 | - | 21 | 104 |

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| | | | | | | | | | |
|------------------------------------|---|-----------|-----------|-----------|-----------|-----------|---|------------|-------------|
| Reclassification | - | 15.375 | (3.414) | 6.899 | (2.269) | 6.561 | - | (23.152) | - |
| Other increases (decreases) (*) | - | 1 | 2 | 15 | - | 33 | - | 3.126 | 3.177 |
| Total changes | - | (4.292) | (91.603) | (22.432) | (5.025) | 3.933 | - | (128.385) | (247.804) |
| Final balance | - | (178.458) | (806.136) | (179.721) | (23.066) | (29.147) | - | (807.699) | (2.024.227) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)**14.2 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, net | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.812 | 190.529 | 465.327 | 105.979 | 9.534 | 6.062 | 415.740 | 827.394 | 2.054.377 |
| Changes | | | | | | | | | |
| Additions | - | 72 | 370 | - | 71 | 1.514 | 134.663 | 287 | 136.977 |
| Divestitures | - | - | (82) | (31) | (70) | 67 | (2.235) | (1) | (2.352) |
| Depreciation expense | - | (19.669) | (88.242) | (29.417) | (2.772) | (2.811) | - | (108.380) | (251.291) |
| Increase(decrease) in foreign currency exchange | (87) | (5) | (17) | (16) | - | (40) | 4 | (172) | (333) |
| Reclassification | 812 | 62.248 | (15.496) | 5.158 | 2.253 | 1.577 | (256.528) | 199.976 | - |
| Other increases (decreases) (*) | 85 | - | 22 | - | - | (4) | (54.323) | 4.796 | (49.424) |
| Total changes | 810 | 42.646 | (103.445) | (24.306) | (518) | 303 | (178.419) | 96.506 | (166.423) |
| Final balance | 34.622 | 233.175 | 361.882 | 81.673 | 9.016 | 6.365 | 237.321 | 923.900 | 1.887.954 |

(*) The net balance of other increases (decreases) corresponds to: 1) investment plan expenses which are expensed to profit or loss (forming part of cost of sales and other expenses per function, as appropriate), 2) the variation representing the purchase and use of materials and spare parts and 3) projects corresponding mainly to exploration expenditures and stain development.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)**14.2 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31 2013, gross | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.320 | 329.397 | 1.065.641 | 224.462 | 22.665 | 36.215 | 423.184 | 1.336.991 | 3.471.875 |
| Changes | | | | | | | | | |
| Additions | 778 | 47 | 2.100 | 3 | 60 | 835 | 416.471 | 3.327 | 423.621 |
| Divestitures | - | (38) | (521) | (35) | - | (2) | (5.045) | (24) | (5.665) |
| Increase(decrease) in foreign currency exchange | (36) | (8) | (39) | (24) | - | (43) | - | (98) | (248) |
| Reclassification | - | 35.700 | 115.281 | 38.847 | 4.874 | 2.154 | (366.516) | 169.660 | - |
| Other increases (decreases) (*) | (250) | (403) | (2.602) | 15 | (24) | (17) | (52.354) | (3.148) | (58.783) |
| Total changes | 492 | 35.298 | 114.219 | 38.806 | 4.910 | 2.927 | (7.444) | 169.717 | 358.925 |
| Final balance | 33.812 | 364.695 | 1.179.860 | 263.268 | 27.575 | 39.142 | 415.740 | 1.506.708 | 3.830.800 |

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2013, Accumulated depreciation | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | - | (159.666) | (627.310) | (135.508) | (15.929) | (30.966) | - | (589.947) | (1.559.326) |
| Changes | | | | | | | | | |
| Additions | - | - | - | - | - | 10 | - | - | 10 |
| Divestitures | - | 24 | 472 | - | - | 2 | - | - | 498 |
| Depreciation expense | - | (14.520) | (87.989) | (21.787) | (2.112) | (2.055) | - | (88.358) | (216.821) |
| Increase(decrease) in foreign currency exchange | - | (4) | 27 | 9 | - | 7 | - | 12 | 51 |

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| | | | | | | | | | | |
|------------------------------------|---|-----------|-----------|-----------|-----------|-----------|-----|------------|-------------|-----------------|
| Reclassification | - | - | - | (2 |) | - | 2 | - | - | - |
| Other increases (decreases) (*) | - | - | 267 | (1 |) | - | (80 |) | - | (1.021) (835) |
| Total changes | - | (14.500) | (87.223) | (21.781) | (2.112) | (2.114) | - | (89.367) | (217.097) | |
| Final balance | - | (174.166) | (714.533) | (157.289) | (18.041) | (33.080) | - | (679.314) | (1.776.423) | |

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Note 14 Property, plant and equipment (continued)**14.3 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2013, net | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.320 | 169.731 | 438.331 | 88.954 | 6.736 | 5.249 | 423.184 | 747.044 | 1.912.549 |
| Changes | | | | | | | | | |
| Additions | 778 | 47 | 2.100 | 3 | 60 | 845 | 416.471 | 3.327 | 423.631 |
| Divestitures | - | (14) | (49) | (35) | - | - | (5.045) | (24) | (5.167) |
| Depreciation expense | - | (14.520) | (87.989) | (21.787) | (2.112) | (2.055) | - | (88.358) | (216.821) |
| Increase(decrease) in foreign currency exchange | (36) | (12) | (12) | (15) | - | (36) | - | (86) | (197) |
| Reclassification | - | 35.700 | 115.281 | 38.845 | 4.874 | 2.156 | (366.516) | 169.660 | - |
| Other increases (decreases) (*) | (250) | (403) | (2.335) | 14 | (24) | (97) | (52.354) | (4.169) | (59.618) |
| Total changes | 492 | 20.798 | 26.996 | 17.025 | 2.798 | 813 | (7.444) | 80.350 | 141.828 |
| Final balance | 33.812 | 190.529 | 465.327 | 105.979 | 9.534 | 6.062 | 415.740 | 827.394 | 2.054.377 |

(*) The net balance of other increases (decreases) corresponds to: 1) investment plan expenses which are expensed to profit or loss (forming part of cost of sales and other expenses per function, as appropriate), 2) the variation representing the purchase and use of materials and spare parts and 3) projects corresponding mainly to exploration expenditures and stain development.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)

14.3 Detail of property, plant and equipment pledged as guarantee

There are no restrictions in title or guarantees for the compliance with obligations which affect property, plant and equipment.

14.4 Additional information

Interest capitalized in construction-in-progress:

The amount capitalized for this concept amounted to ThUS\$7,732 as of December 31, 2014 and ThUS\$ 17,232 as of December 31, 2013.

Financing costs are not capitalized for periods which exceed the normal term of acquisition, construction or installation of the asset, such as the case of delays, interruptions or temporary suspension of the project due to technical, financial or other issues, which prevent that the asset is maintained in good conditions for its use.

14.5 Impairment of assets

As stated in Note 3.28, the recoverable amount of property, plant and equipment is measured whenever there is an indication that the asset may be impaired. As of December 31, 2013, certain assets have suffered impairment for which a provision has been recognized for an amount of ThUS\$10,085. As of December 31, 2014, no impairment adjustments were generated.

Note 15 Employee benefits

15.1 Provisions for employee benefits

| Classes of employee benefits and expenses | 12/31/2014 | 12/31/2013 |
|---|------------|------------|
| | ThUS\$ | ThUS\$ |
| Current | | |

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| | | |
|----------------------------|--------|--------|
| Profit sharing and bonuses | 18.384 | 25.236 |
| Total | 18.384 | 25.236 |

| | | |
|------------------------------|--------|--------|
| Non-current | | |
| Profit sharing and bonuses | 2.849 | 277 |
| Severance indemnity payments | 30.952 | 32.137 |
| Total | 33.801 | 32.414 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 15 Employee benefits (continued)

15.1

Policies on defined benefit plan

This policy is applied to all benefits received for services provided by the Company's employees.

Short-term benefits for active employees are represented by salaries, social welfare benefits, paid time-off, sickness leaves and other leaves, profit sharing and incentives and non-monetary benefits; e.g., healthcare service, housing, subsidized or free goods or services. These will be paid in a term which does not exceed twelve months.

The Company only provides compensation and benefits to active employees, with the exemption of SQM North America which applies the definitions under 15.4 below.

SQM maintains incentive programs for its employees based on the personal performance, the Company's performance and other short-term, mid-term and long-term indicators.

For each incentive bonus delivered to the Company's employees, there will be a disbursement in the first quarter of the following year and this will be calculated based on profit for the period at the end of each period applying a factor obtained subsequent to the employee appraisal process.

Employee benefits include retention bonuses for the Company's executives, which are linked to the Company's share price and it is paid in cash. The short-term portion is presented as provision for current employee benefits and the long-term portion as non-current.

The bonus provided to the Company's directors is calculated based on Profit for the period at each year-end and will consider the application of a percentage factor.

The benefit related to vacations (short-term benefits to employees, current), which is provided in the Labor Code which indicates that employees with more than a year of service will be entitled to annual holidays for a period not lower than fifteen paid business days. The Company provides the benefit of two additional vacation days.

Staff severance indemnities are agreed and payable based on the last salary for each year of service for the Company or with certain maximum limits in respect to the number of years to be considered or in respect to monetary terms. In general, this benefit is payable when the employee or worker ceases to provide his/her services to the Company and the right for its collection can be acquired because of different causes, as indicated in the respective agreements; e.g., retirement, dismissal, voluntary retirement, incapacity or disability, death, etc..

Law No. 19,728 published on May 14, 2001 which became effective on October 1, 2002 required “Compulsory Unemployment Insurance” in favor of all depending employees regulated by the Chilean Labor Code. Article 5 of this law provided the financing of this insurance through monthly contribution payments by both the employee and the employer.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 15 Employee benefits (continued)

15.3

Other long-term benefits

The other long-term benefits relate to staff severance indemnities and are recorded at their actuarial value.

| Staff severance indemnities at actuarial value | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Staff severance indemnities, Chile | 30.336 | 31.470 |
| Other obligations in companies elsewhere | 616 | 667 |
| Total other non-current liabilities | 30.952 | 32.137 |

Staff severance indemnities have been calculated under the actuarial assessment method of the Company's obligations with respect to staff severance indemnities, which relate to defined benefit plans which consist of days of remuneration per year served at the time of retirement under conditions agreed in the respective agreements established between the Company and its employees.

Under this benefit plan, the Company retains the obligation for the payment of staff severance indemnities related to retirements, without establishing a separate fund with specific assets, which is referred to as not funded. The discount interest rate of expected flows to be used was 5.5%.

Benefit payment conditions

The staff severance indemnity benefit relates to remuneration days for year worked for the Company with no limit of salary or years of services for the Company, when employees cease to work for the Company due to turnover or death. In this case, the maximum age for men is 65 years and 60 years old for women, which are the usual ages for retirement due to achieving the senior citizen age according to the Chilean pensions system provided in Decree Law 3.500 of 1980.

Methodology

The determination of the obligation for benefits under IAS 19 Projected Benefit Obligation (PBO) is described as follows:

To determine the Company's total liability, we used a mathematical simulation model which was programmed using a computer and which processed the situation of each employee on an individual basis.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 15 Employee benefits (continued)

15.3 Other long-term benefits, continued

This model considered months as discrete time; i.e. the Company determined the age of each person and his/her salary on a monthly basis according to the growth rate. Thus, information on each person was simulated from the beginning of the life of his/her employment contract or when he/she started earning benefits up to the month in which it reaches the normal retirement age, generating in each period the possible retirement according to the Company's turnover rate and the mortality rate according to the age reached. When he/she reaches the retirement age, the employee finishes his/her service for the Company and receives indemnity related to retirement due to old age.

The methodology followed to determine the accrual for all the employees adhered to agreements has considered turnover rates and the mortality rate RV-2010 established by the Chilean Superintendence of Securities and Insurance to calculate pension-related life insurance reserves in Chile according to the Accumulated Benefit Valuation or Accrued Cost of Benefit Method. This methodology is established in IAS 19 on Retirement Benefit Costs.

15.4 Post-employment benefit obligations

Our subsidiary SQM North America, has established with its employees, a pension plan until 2002 called "SQM North America Retirement Income Plan", whereby obligation is calculated measuring the expected future forecasted staff severance indemnity obligation using a net salary gradual rate of restatements for inflation, mortality and turnover assumptions discounting the resulting amounts at present value using the interest rate defined by the authorities.

Since 2003, SQM North America offers to its employee benefits related to pension plans based on the 401-K system, which do not generate obligations for the Company.

The table below shows the plan financing status and the amounts recognized in the consolidated Statement of Financial Position.

| Reconciliation table | 12/31/2014 | 12/31/2013 |
|-------------------------------------|------------|------------|
| Variation in the benefit obligation | ThUS\$ | ThUS\$ |
| Benefit obligation at January 1 | 6,922 | 6,482 |
| Service cost | 2 | 2 |
| Interest cost | 403 | 412 |
| Actuarial gain (loss) | 361 | 386 |

| | | | | |
|-----------------------------------|-------|---|-------|---|
| Benefits paid | (364 |) | (360 |) |
| Benefit obligation at December 31 | 7,324 | | 6,922 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 15 Employee benefits (continued)**15.4 Post-employment benefit obligations, continued**

| | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Variation in plan assets: | | |
| Fair value of plan assets as of January 1 | 7,909 | 6,073 |
| Employer contributions | 173 | 453 |
| Actual return (loss) on plan assets | 249 | 1,743 |
| Benefits paid | (364) | (360) |
| Fair value of plan assets as of December 31 | 7,967 | 7,909 |
| Financing status | 643 | 987 |
| Items not yet recognized as net periodical pension and healthcare cost elements: | | |
| Net actuarial loss at the beginning of the period | (1,231) | (2,243) |
| Amortization during the period | 30 | 109 |
| Net profit or loss expected to occur during the period | (702) | 903 |
| Adjustment to recognize a minimum pension and healthcare obligation | (1,903) | (1,231) |

As of December 31, 2014 and 2013, the net periodical pension and healthcare expense comprised the following elements.

| Reconciliation | 12/31/2014 | 12/31/2013 |
|---|------------|------------|
| | ThUS\$ | ThUS\$ |
| Cost of benefits from services obtained during the period | 2 | 2 |
| Interest cost on benefit obligation | 403 | 412 |
| Actual return on plan assets | 249 | 1,743 |
| Amortization for prior period losses | 30 | 109 |
| Net loss during the period | 340 | (1,290) |
| Net periodic provisional expense | (155) | 69 |

15.5 Staff severance indemnities

As of December 31, 2014 and December 31, 2013, severance indemnities calculated at the actuarial value are as follows:

| 2014 | 2013 |
|--------|--------|
| ThUS\$ | ThUS\$ |

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| | | |
|-------------------------------|----------|----------|
| Opening balance | (32,137) | (34,431) |
| Current cost of service | (1,294) | (107) |
| Interest cost | (2,020) | (2,248) |
| Actuarial gain/loss | (665) | (127) |
| Exchange rate difference | 4,450 | 2,946 |
| Benefits paid during the year | 714 | 1,830 |
| Balance | (30,952) | (32,137) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 15 Employee benefits (continued)**15.6 Staff severance indemnities, continued***a) Actuarial assumptions*

The liability recorded for staff severance indemnity is valued at the actuarial value method, using the following actuarial assumptions:

| | 12/31/2014 | | 12/31/2013 | |
|-------------------------------------|-------------------|-----------|-------------------|-----------|
| Mortality rate | | RV - 2009 | | RV - 2009 |
| Actual annual interest rate | 5.5 | % | 6 | % |
| Voluntary retirement rotation rate: | | | | |
| Men | 1.71 | % | 0.9 | % annual |
| Women | 1.96 | % | 1.53 | % annual |
| Salary increase | 3.0 | % | 3.0 | % annual |
| Retirement age: | | | | |
| Men | 65 | | 65 | years |
| Women | 60 | | 60 | years |

*b)**Sensitivity analysis of assumptions*

As of December 31, 2014, the sensitivity analysis of the main assumptions is as follows:

| Sensitivity analysis | Effect + 100 basis points ThUS\$ | | Effect - 100 basis points ThUS\$ | |
|------------------------|-------------------------------------|---|-------------------------------------|---|
| Discount rate | (1,960 |) | (2,181 |) |
| Employee turnover rate | (112 |) | (130 |) |

Sensitivity relates to an increase/decrease of 100 basis points.

Note 16 Executive compensation plan

The Company has established two compensation plans to motivate the Company's executives and encourage them to stay in the Company, by granting payments based on the change in price of SQM's shares.

1)

Shares

Liquidated in cash, executives are able to exercise their rights until 2016.

Characteristics of the plan

This compensation plan is related with the company performance through the price of the Series B SQM share (Santiago Stock Exchange).

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Note 16 Executive compensation plan (continued)

Participants in this plan

This compensation plan includes 10 executives of the Company, who are entitled to this benefit, provided they stay with the Company during the dates these options are exercised. The dates for exercising the options will be the first 7 calendar days of May of the year in which the options are exercised.

Compensation

The compensation for each executive is the differential between the average prices of the share during April of each year compared to the base price established by Company's management. The base price fixed by the Company for this compensation plan amounts to US\$50 per share. The Company reserves the right to exchange that benefit by shares or share options.

The movement of the options in effect for the period, the average prices for the fiscal year of the options and the average contractual life of the options in effect as of December 31, 2014 and December 31, 2013 are the following:

| | | |
|----------------------------------|-----------|------------|
| Movement for the period | 2014 | 2013 |
| In effect as of January 1 | 1.536.000 | 2.200.500 |
| Granted during the fiscal year | - | 45.000 |
| Redundant workers | - | (187.500) |
| Exercised during the fiscal year | - | (522.000) |
| Changes in benefit plan | - | (522.000) |
| In circulation | 1.536.000 | 1.536.000 |
| Average contractual life | 16 months | 25 months |
| Executives | 10 | 10 |

The amounts accrued by the plan, as of December 31, 2014 and December 31, 2013, amount to:

| | | |
|--------------------------|------------|------------|
| Effect on profit or loss | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ |
| Effect on profit or loss | (553) | 8.200 |

2)

Average Share Price Spread

Plan characteristics

This compensation plan is also related to the Company's performance through the SQM Series B share price (Santiago Stock Exchange).

Plan participants

This compensation plan includes 30 of the Company's executives, who obtain this benefit, provided they remain in the Company at the payment dates. The payments dates, if any, will be the first week of January 2016, 2017 and 2018.

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Note 16 Executive compensation plan (continued)**Compensation**

The compensation for each executive is the differential between the average share price during each of the months of December 2015, December 2016 and December 2017, respectively, in its equivalent in US dollars and the reference prices. The latter represents the value between US\$23.48 and the average weighted price of the trading of SQM Series B shares in the Santiago Stock Exchange during December 2014. The differential cannot exceed US\$15.00 and will be multiplied by 5,000. If the amount calculated is negative or zero, no bond will be paid during that period, but in such case, the bond of benefit payable in the following period to the employee will be equal to the product of multiplying the difference by 10,000. If the value was negative or zero in December 2015 and also in December 2016, for calculating the bond of December 2017, the differential will be multiplied by 15,000.

The movement of the options in effect for the period, the average prices for the fiscal year of the options and the average contractual life of the options in effect as of December 31, 2014 and December 31, 2013 are the following:

| | | |
|-----------------------------------|-----------|-----------|
| Movement for the period | 2014 | 2013 |
| In effect as of January 1 | 450.000 | 450.000 |
| Redundant workers | 60.000 | - |
| In circulation | 390.000 | 450.000 |
| Average weighted contractual life | 36 months | 48 months |
| Executives | 26 | 30 |

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Note 17 Disclosures on equity

The detail and movements in the funds of equity accounts are shown in the consolidated statement of changes in equity.

17.1

Capital management

The main object of capital management relative to the administration of the Company's financial debt and equity is to ensure the regular conduct of operations and business continuity in the long term, with the constant intention of maintaining an adequate level of liquidity and in compliance with the financial safeguards established in the debt contracts in force. Within this framework, decisions are made in order to maximize the value of SQM.

Capital management must comply with, among others, the limits contemplated in the Financing Policy approved Board of Directors, which establish a maximum consolidated indebtedness level of 1.5 times the debt/equity. This limit can be exceeded only if the Company's management has a written and previously granted authorization issued at the Extraordinary Shareholders' Meeting.

In addition, capital management must comply with the external capital requirements imposed (or covenants) in its financial obligations, which regulate the indebtedness level by 1.2 times, in its more strict level.

In conjunction with the level of indebtedness, it is also important for the Company to maintain a comfortable profile of maturities for its financial obligations, in order to oversee the relation between its short-term financial obligations and the long-term maturities, and the relation they have with the Company's asset distribution. Consequently, the Company has maintained a liquidity level of 3 times during the last periods.

The Company's management controls capital management based on the following ratios:

| CAPITAL MANAGEMENT | 12/31/2014 | 12/31/2013 | Description (1) | Calculation (1) |
|------------------------------|------------|------------|---|--|
| Net Financial Debt ThUS\$ | 762.229 | 882.020 | Financial Debt – Financial Resources | Other current Financial Liabilities + Other Non-Current Financial Liabilities – Cash and Cash Equivalents – Other Current Financial Assets – Hedging Assets, non-current |

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| | | | | | |
|------------------------------|------|--------|---|---|---|
| Liquidity | 4.80 | 3.40 | | Current Asset divided by Current Liability | Total Current Assets / Total Current Liabilities |
| Net Debt / Capitalization | 0.25 | 0.27 | | Net Financial Debt divided by Total Equity | Net financial debt / (Net financial debt + Total Equity) |
| ROE | 13.2 | % 19.5 | % | Income divided by Total Equity | Total Income / Equity (UH 12 months) |
| ROA | 13.7 | % 16.4 | % | EBITDA – Depreciation divided by Net Total Assets of financial resources less related parties investments | (Gross Income – Administrative Expenses)/ (Total Assets – Cash and Cash Equivalents – Other Current Financial Assets – Other Non-Current Financial Assets – Equity-accounted Investees) (UH 12 months) |
| Indebtedness | 1.03 | 0.96 | | Total Liability on Equity | Total Liabilities / Total Equity |

(1) Assumes the absolute value of the accounting records

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Note 17 Disclosures on equity (continued)

17.1 Capital management, continued

The Company's capital requirements change depending on variables such as working capital requirements, new investment financing and dividends, among others. The Company manages its capital structure and makes adjustments on the basis of the prevailing economic conditions so as to mitigate the risks associated with adverse market conditions and take advantage of the opportunities there may be to improve the liquidity position.

There have been no changes in the capital management objectives or policy within the years reported in this document. No breaches of external requirements of capital imposed (or covenants) have been recorded.

17.2 Disclosures on preferred share capital

Issued share capital is divided into 263,196,524 fully paid and subscribed shares with no par value composed of 142,819,552 Series "A" shares and 120,376,972 Series "B" shares, where both series are preferred shares.

The preferential voting rights for each series are detailed as follows:

Series "A":

If the election of the Company's President results in a tie vote, the Company's directors may vote once again, without the vote of the director elected by the Series B shareholders.

Series "B":

1) A general or extraordinary shareholders' meeting may be called at the request of shareholders representing 5% of the Company's Series B shares.

2)

An extraordinary meeting of the Board of Directors may be called with or without the agreement of the Company's President, at the request of the director elected by Series B shareholders.

As of December 31, 2014 and December 31, 2013, the Group does not maintain shares in the parent either directly or through its companies in which it has investments.

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Note 17 Disclosures on equity (continued)**17.2 Disclosures on preferred share capital, continued**

Detail of types of capital in preference shares:

| Type of capital in preferred shares Description of type of capital in preferred shares | 12/31/2014 | | 12/31/2013 | |
|---|-------------------|-------------|-------------------|-------------|
| | Series A | Series B | Series A | Series B |
| Number of authorized shares | 142,819,552 | 120,376,972 | 142,819,552 | 120,376,972 |
| Number of fully subscribed and paid shares | 142,819,552 | 120,376,972 | 142,819,552 | 120,376,972 |
| Number of subscribed, partially paid shares | - | - | - | - |
| Par value of shares in ThUS\$ | 0.9435 | 2.8464 | 0.9435 | 2.8464 |
| Increase (decrease) in the number of current shares | - | - | - | - |
| Number of current shares | 142,819,552 | 120,376,972 | 142,819,552 | 120,376,972 |
| Number of shares owned by the entity or its subsidiaries or associates | - | - | - | - |
| Number of shares whose issuance is reserved due to the existence of options or agreements to dispose shares | - | - | - | - |
| Capital amount in shares ThUS\$ | 134,750 | 342,636 | 134,750 | 342,636 |
| Amount of premium issuance ThUS\$ | - | - | - | - |
| Amount of reserves ThUS\$ | - | - | - | - |
| Total number of subscribed shares, total | 142,819,552 | 120,376,972 | 142,819,552 | 120,376,972 |

As of December 31, 2014 and December 31, 2013, the Company has not placed any new issuances of shares on the market.

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Note 17 Disclosures on equity (continued)

17.3

Disclosures on reserves in equity

As of December 31, 2014 and December 31, 2014, reserves in equity are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Reserve for currency exchange conversion | (7,701) | (3,817) |
| Reserve for cash flow hedges | (1,881) | (3,766) |
| Reserve for actuarial gains or losses in defined benefit plans | (1,903) | (1,231) |
| Other reserves | (1,677) | (1,677) |
| Total other reserves | (13,162) | (10,491) |

Reserves for currency exchange conversion

This balance reflects retained earnings for changes in the exchange rate when converting financial statements of subsidiaries whose functional currency is that of each company's country of origin and the presentation currency is the US dollar.

Reserve for cash flow hedges

The Company maintains, as hedge instruments, financial derivatives related to obligations with the public issued in Unidades de Fomento and Chilean pesos. Changes from the fair value of derivatives designated and classified as hedges are recognized under this classification.

Reserve for actuarial gains or losses in defined benefit plans

Our subsidiary SQM North America has established pension plans for its retired employees that are calculated by measuring the projected obligation of IAS using a net salary progressive rate net of adjustments to inflation, mortality and turnover assumptions, deducting the resulting amounts at present value using a 6.5% interest rate for 2014 and 2013.

Other reserves

Corresponds to the acquisition of the subsidiary SQM Iberian S.A., which was already under ownership of the Company at the acquisition date (IAS 27 R).

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Note 17 Disclosures on equity (continued)

17.4 Dividend policies

As required by Article 79 of the Chilean Companies Act, unless otherwise decided by unanimous vote of the holders of issued and subscribed shares, we must distribute a cash dividend in an amount equal to at least 30% of our consolidated Profit for the period for year ended as of December 31, unless and except to the extent it has a deficit in retained earnings (losses not absorbed in prior years).

The Company's dividend policy for 2014 is as follows:

- Distribution and payment in favor of each shareholder of a final dividend which will be equivalent to 50% of Profit for the period obtained in 2014.

- Distribution and payment, if possible during 2014, of a provisional dividend which will be recorded against the aforementioned final dividend. This provisional dividend will be paid probably during the last quarter of 2014 and its amount could not exceed 50% of the retained earnings for distribution obtained during 2014, which are reflected in the Company's financial statements as of December 31, 2014.

- The distribution and payment by the Company of the remaining balance of the final dividend related to Profit for the period for the 2014 commercial year in up to two installments, which will have to be effectively paid and distributed prior to June 30, 2014.

- An amount equivalent to the remaining 50% of the Company's Profit for the period for 2014 will be retained and destined to the financing of operations of one or more of the Company's investment projects with no prejudice of the possible future capitalization of the entirety or a portion of this.

- The Board of Directors does not consider the payment of any additional and interim dividends.

The Board of Directors considers as necessary to indicate that the aforementioned dividends policy corresponds to the intention or expectation of the Board regarding this matter. Consequently, the enforcement of such dividends policy is necessarily conditioned to net incomes finally obtained, to the results indicating the Company's regular forecasts or the existence of certain conditions that could affect them. Notwithstanding the above and to the extent that such dividend policy undergoes a significant change, SQM S.A. will inform its shareholders in a timely manner.

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Note 17- Disclosures on equity (continued)

17.5 Provisional dividends

At the Extraordinary Board of Directors' Meeting of November 18, 2014, the directors unanimously agreed to pay and distribute a provisional dividend as contained in SQM's "Dividend Policy for the Commercial Year 2014."

It was agreed that beginning on December 12, 2014, SQM would pay and distribute a provisional dividend of US\$0.41493 per share, which is equivalent to a total amount of approximately ThUS\$102,208 or 50% of net profit for distribution in the commercial year 2014, accumulated as of September 30, 2014. This dividend is charged to profit for such the commercial year, in favor of the shareholders registered with SQM's Shareholder's Register on the fifth business day prior to December 12, 2014. It is paid in its equivalent amount in Chilean pesos per the "Observed U.S. dollar" exchange rate or "U.S. dollar" exchange rate, as published in the Official Gazette on December 5, 2014.

On July 7, 2014, at the Extraordinary Shareholders' Meeting, the shareholders agreed to partially modify the current "2014 Dividends Policy of Sociedad Química y Minera de Chile S.A.". This was informed at the General Annual Ordinary Shareholders Meeting held on April 25, 2014 with the main purpose of incorporating in such "Policy" the payment of a possible dividend of ThCh\$230,000 equivalent to US\$0.87387 per share. This will be distributed during the course of 2014 with a charge to retained earnings and, if applicable, it will be paid in its equivalent amount in Chilean pesos per "Observed U.S. dollar" exchange rate or "U.S. dollar" exchange rate, as published in the Official Gazette on such date.

At the Extraordinary Meeting held on June 6, 2014, the following was agreed by simple majority:

1. To partially amend the current "2014 Dividends Policy of Sociedad Química y Minera de Chile S.A.", informed at the General Annual Ordinary Shareholders Meeting held on April 25, 2014, with the main purpose of incorporating in such "Policy" the payment of a possible dividend of ThCh\$230,000 equivalent to US\$0.87387 per share that will be distributed during 2014 and charged to the caption retained earnings.

2. To call for an Extraordinary Shareholders' Meeting on Monday July 7, 2014 at 10:00, to communicate and resolve the payment of the aforementioned dividend.

On April 25, 2014 at the 39th General Shareholders' meeting, the payment of a final dividend of US\$0.88738 per share was agreed in relation to the net profit for 2013. US\$0.75609 per share was already paid as an interim dividend, and it was agreed that this amount should be subtracted from the final dividend detailed above. In line with this, the balance, amounting to US\$0.13129 per share it is to be paid and distributed among shareholders of the Company who

are registered with their respective shareholders' registry as of the fifth business day prior to the day in which this dividend is to be paid. Such amount, if applicable, is to be paid in its equivalent amount in Chilean pesos per the value of the "Observed U.S. dollar" or "U.S. dollar" that appears published in the Official Gazette on April 25, 2014.

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Note 17 Disclosures on equity (continued)**17.5 Provisional dividends, continued**

On November 19, 2013, the Board of Directors of Sociedad Química y Minera de Chile S.A, agreed to pay and distribute to the Company's shareholders, starting from December 12, 2013, a provisional dividend of US\$0.75609 per share, equivalent, approximately, to ThUS\$199,000 or 49.9% of the net distributable profit for the commercial year 2013, accumulated at December 31 of such year. The latter is also charged against income of said commercial year, in favor of the Shareholders who appeared registered in SQM's Shareholders Registry by the 5th working day prior to December 12, and in its equivalent in Chilean pesos according to the value of the "Observed US Dollar" or "US Dollar" that appears published in the Official Gazette on December 6, 2013.

On April 25th, 2013, at the 38th Ordinary Shareholders' Meeting, a definitive dividend payment of US\$1.23323 per share was approved, based on the net profit earned during the commercial year 2012. US\$0.94986 per share that was already paid as provisional dividend should be discounted from the abovementioned dividend, and the balance, amounting to US\$0.28337 per share will be paid and distributed in favor of the Shareholders who appeared registered in SQM's Shareholders Registry by the 5th working day prior the day in which the dividend will be paid. The last amount, if corresponds, will be paid in its equivalent in Chilean pesos according to the value of the "Observed US Dollar" or "US Dollar" that appears published in the Official Gazette on April 25, 2013.

Dividends presented deducted from equity are:

| | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Dividends attributable to owners of the parent | 114,487 | 203,401 |
| Possible provisional dividend | 230,000 | - |
| Dividends payable | 38,983 | 36,583 |
| Total | 383,470 | 239,984 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 18 Provisions and other non-financial liabilities

18.1 Types of provisions

| | 12/31/2014 | | | 12/31/2013 | | |
|--|-------------------|-------------|--------|-------------------|-------------|--------|
| | Current | Non-current | Total | Current | Non-current | Total |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Provision for legal complaints (*) | 17,067 | 3,000 | 20,067 | 8,567 | 3,000 | 11,567 |
| Restructuring | - | - | - | - | - | - |
| Provision for dismantling, restoration and rehabilitation cost | - | 5,890 | 5,890 | - | 5,633 | 5,633 |
| Other provisions | 10,680 | - | 10,680 | 9,386 | - | 9,386 |
| Total | 27,747 | 8,890 | 36,637 | 17,953 | 8,633 | 26,586 |

(*) Provisions for legal complaints relate to legal expenses for lawsuits whose resolution are pending, and correspond to funds estimated necessary to make the disbursement of expenses incurred for this purpose. This provision relates mainly to the litigation of its subsidiaries located in Brazil and the United States (see note 19.1) and other litigations.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 18 Provisions and other non-financial liabilities (continued)

18.2 Description of other provisions

| | 12/31/2014 | 12/31/2013 |
|---|------------|------------|
| | ThUS\$ | ThUS\$ |
| Current provisions, other short-term provisions | | |
| Provision for tax loss in fiscal litigation | 1,235 | 1,401 |
| Royalties, agreement with CORFO (the Chilean Economic Development Agency) | 6,178 | 4,782 |
| Fine to Brazil | 2,500 | 2,500 |
| Miscellaneous provisions | 767 | 703 |
| Total | 10,680 | 9,386 |
| Other long-term provisions | | |
| Mine closure | 5,890 | 5,633 |
| Total | 5,890 | 5,633 |

18.3 Other non-financial liabilities, current

| Description of other liabilities | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Tax withholdings | 7,305 | 12,334 |
| VAT payable | 2,267 | 2,531 |
| Guarantees received | 746 | 1,000 |
| Accrual for dividend | 41,364 | 36,583 |
| Monthly tax provisional payments | 8,549 | 6,601 |
| Deferred income | 8,218 | 13,475 |
| Withholdings from employees and salaries payable | 3,764 | 4,087 |
| Accrued vacations | 17,369 | 18,652 |
| Other current liabilities | 428 | 90 |
| Total | 90,010 | 95,353 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 18 Provisions and other non-financial liabilities (continued)

18.4 Changes in provisions

| Description of items that gave rise to variations | 12/31/2014 | | | | | | Total ThUS\$ |
|---|------------|---------------|------------------|-------------------|--|------------------|-----------------|
| | Guarantees | Restructuring | Legal complaints | Onerous contracts | Provision for dismantling, restoration and rehabilitation cost | Other provisions | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Total provisions, initial balance | - | - | 11,567 | - | 5,633 | 9,386 | 26,586 |
| Changes in provisions: | | | | | | | |
| Additional provisions | - | - | 8,500 | - | 257 | 2,583 | 11,340 |
| Provision used | - | - | - | - | - | (1,107) | (1,107) |
| Increase(decrease) in foreign currency exchange | - | - | - | - | - | (182) | (182) |
| Total provisions, final balance | - | - | 20,067 | - | 5,890 | 10,680 | 36,637 |

| Description of items that gave rise to variations | 12/31/2013 | | | | | | Total ThUS\$ |
|---|------------|---------------|------------------|-------------------|--|------------------|-----------------|
| | Guarantees | Restructuring | Legal complaints | Onerous contracts | Provision for dismantling, restoration and rehabilitation cost | Other provisions | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Total provisions, initial balance | - | - | 8,567 | - | 4,357 | 12,922 | 25,846 |
| Changes in provisions: | | | | | | | |
| Additional provisions | - | - | 3,000 | - | 1,276 | 12,608 | 16,884 |
| Provision used | - | - | - | - | - | (15,943) | (15,943) |
| Increase (decrease) in foreign currency exchange | - | - | - | - | - | (201) | (201) |
| Total provisions, final balance | - | - | 11,567 | - | 5,633 | 9,386 | 26,586 |

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Note 18 Provisions and other non-financial liabilities (continued)

18.4 Detail of main types of provisions

Legal expenses: This provision depends on the pending resolution of a legal lawsuit, to pay the expenses associated to and incurred during such lawsuit (incurred mainly in Brazil and the United States).

Tax accrual in tax litigation: This accrual relates to lawsuits pending resolution related to taxes in Brazil for two of our subsidiaries, SQM Brazil and NNC.

CORFO (Economic Development Agency) Royalties agreement: Relates to the commercialization of mining properties that SQM Salar S.A. pays the Economic Development Agency for on a quarterly basis. The amount of the lease payable is calculated based on sales of products extracted from the Salar de Atacama.

The settlement of the aforementioned amounts is performed on a quarterly basis.

To date, the Company and its subsidiaries have no significant uncertainties about the timing and amount of one class of provision.

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Note 19 Contingencies and restrictions

According to note 18.1 the Company has only registered a provision for the lawsuits in which the probability to lose is “more likely than not”. The Company is party to lawsuits and other relevant legal actions that are detailed as follows:

19.1 Lawsuits and other relevant events

1. Plaintiff :JB Comércio de Fertilizantes and Defensivos Agrícolas Ltda. (JB)
 Defendant :Nitratos Naturais do Chile Ltda. (NNC)
 Date :December 1995
 Court :MM 1ª, Vara Cível de Comarca de Barueri, Brazil.
 Reason : Compensation claim filed by JB against NNC for having appointed a distributor in a territory of Brazil for which JB had an exclusive contract.
 Status :Lower court ruling against Nitratos Naturais do Chile Ltda. and recourse of appeal pending resolution.
 Nominal value :ThUS\$1,800

2. Plaintiff :Nancy Erika Urrea Muñoz
 Defendants :Fresia Flores Zamorano, Duratec-Vinilit S.A. and SQM S.A. and their insurers
 Date :December 2008
 Court :1st Civil Court of Santiago
 Reason :Labor Accident
 Status :Evidence
 Nominal value :ThUS\$550

3. Plaintiff :City of Pomona, California USA
 Defendant :SQM North America Corporation
 Date :December 2010
 Court :United States District Court Central District of California
 Reason : Payment of expenses and other amount related to the treatment of groundwater to allow for consumption by removing the existing perchlorate in such groundwater and that supposedly come from Chilean fertilizer.
 Status : The Ninth Court of Appeals revoked the resolution of the District Judge that had invoked the Daubert Doctrine to prevent the declaration in the legal process of a supposed expert from the plaintiff.
 :SQMNA has resorted to writ of certiorari with the US Supreme Court for this to unify the application of the Daubert Doctrine by the Courts of Appeals. This process has been suspended awaiting the resolution of such Supreme Court.
 Nominal value :ThUS\$20,000

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 19 Contingencies and restrictions (continued)

19.1 Lawsuits and other relevant events, continued

4. Plaintiff : City of Lindsay, California USA
 Defendant : SQM North America Corporation The lawsuit also was filed against Sociedad Química y Minera de Chile S.A. this lawsuit has not yet been notified to the Company
 Date : December 2010
 Court : United States District Court Eastern District of California
 Reason : Payment of expenses and other amount related to the treatment of groundwater to allow for consumption by removing the existing perchlorate in such groundwater and that supposedly come from Chilean fertilizer.
 Status : Claim. Processing suspended
 Nominal value : Not possible to determine
5. Plaintiff : María Angélica Alday Fuentes
 Defendant : Vladimir Roco Alvarez, Compass Catering S.A. and SQM S.A.
 Date : August 2012
 Court : 1st Civil Court in Antofagasta
 Reason : Compensation for moral damages for attempt to sexual abuse.
 Status : Replay to claim.
 Nominal value : ThUS\$200
6. Plaintiff : H&V Van Mele N.V.
 Defendant : SQM Europe N.V. and its insurance companies
 Date : July 2013
 Court : Commercial Court
 Reason : Alleged indirect responsibility for the absence of adequate specification for the SOP-WS by the Belgian distributor
 Status : Evidence
 Nominal value : ThUS\$430
7. Plaintiff : E-CL S.A
 Defendant : Sociedad Química y Minera de Chile S.A.
 Date : September 2013
 Court : Arbitration
 Reason : Early termination of the Power Supply Contract entered into on February 12, 1999 (which matures in March 2016), on the basis of the alleged incompliance of a prior sentence between both parties that was resolved in favor of SQM S.A..
 Status : Evidentiary stage
 Nominal value : ThUS\$5,100

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 19 Contingencies and restrictions (continued)

19.1 Lawsuits and other relevant events, continued

8. Plaintiff : Carlos Aravena Carrizo et al.
Defendant : SQM Nitratos S.A. and its insurers
Date : May 2014
Court : 18th Civil Court of Santiago
Reason : Compensation claim for alleged civil liability under tort as a result of a explosion that occurred on September 6, 2010 near Baquedano, causing the death of 6 workers.
Status : Claim
Nominal value : ThUS\$8.200
9. Plaintiff : Corporación de Fomento de la Producción (CORFO)
Defendant : SQM Salar S.A. and Sociedad Química y Minera de Chile S.A.
Date : May 2014
Court : Arbitral court
Reason : Early termination of lease agreement entered into on November 12, 1993 maturing on December, 2030 -i- because of alleged noncompliance of the full payment of quarterly income related to certain products between 2009-2013 and -ii- and alleged lack of demarcation of certain mining properties owned by CORFO for which a demarcation was never required in such agreement, and in addition, compensation for damages.
Status : Settlement
Nominal value : ThUS\$9,000
- 10 Plaintiff : Evt Consulting SpA
Defendant : SQM Nitratos S.A.
Date : October 2014
Court : 23th Civil Court of Santiago
Reason : Claim requesting compensation for damages for purchase and sale of metallic structures contract termination.
Status : Rejoinder
Nominal value : ThUS\$835

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Note 19 Contingencies and restrictions (continued)

19.1 Lawsuits and other relevant events, continued

The Company and its subsidiaries have been involved and will probably continue to be involved either as plaintiffs or defendants in certain judicial proceedings that have been and will be heard by the Arbitral or Ordinary Courts of Justice that will make the final decision. Those proceedings that are regulated by the appropriate legal regulations are intended to exercise or oppose certain actions or exceptions related to certain mining claims either granted or to be granted and that do not or will not affect in an essential manner the development of the Company and its subsidiaries.

Soquimich Comercial S.A. has been involved and will probably continue being involved either as plaintiff or defendant in certain judicial proceedings through which it intends to collect and receive the amounts owed, the total nominal value of which is approximately ThUS\$700.

The Company has made efforts and continues making efforts to obtain payment of certain amounts that are still owed it on occasion of their activities. Such amounts will continue to be required using judicial or non-judicial means by the plaintiffs, and the actions and exercise related to these are currently in full force and effect.

The Company and its subsidiaries have not received legal notice of any claims other than those mentioned in paragraph I above. The claims detailed above seek to annul certain mining claims that were purchased by SQM S.A. and Subsidiaries, the proportional purchase value of which, with respect to the portion affected by the superimposition, exceeds the nominal and approximate amount of ThUS\$150. The claims seek payment of certain amounts allegedly owed by the Company due to its own activities, which exceed the approximate, nominal and individual amount of ThUS\$150.

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Note 19 Contingencies and restrictions (continued)

19.2 Restrictions to management or financial limits

Credit contracts subscribed by the SQM Group with domestic and foreign banks and the issuance of bonuses in the local and international market require that the Company comply with the following level of consolidated financial indicators, calculated for a moving period which considers the last twelve months:

- To maintain a minimum equity of ThUS\$1,000,000.

- To maintain a Net Financial Debt to EBITDA ratio not higher than 3 times.

To maintain a total Indebtedness Ratio not higher than 1.2 times. The total Indebtedness Ratio is defined as the total liabilities divided by total equity.

To maintain a ratio between the financial debt of the operating subsidiaries SQM Industrial S.A. and SQM Salar S.A., or their respective legal successors, and the Issuer's total consolidated current assets not higher than 0.3 times.

As of December 31, 2014, the aforementioned financial indicators are as follows:

| Indicator | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| Equity ThUS\$ | 2,299,703 | 2,432,241 |
| Net Financial Debt/EBITDA | 1.03 | 1.06 |
| Indebtedness | 1.03 | 0.96 |
| SQM Industrial and SQM Salar debt/Current assets | 0.02 | 0.02 |

Issuance contracts for bonds issued abroad does not require that the Company merge or dispose at any title the asset as a whole or as a substantial part of it, unless the following copulative conditions are met: (i) the legal successor company is an entity subject to Chilean or American laws, and assumes under a complimentary contract the Company's obligations, (ii) the Issuer does not fail to comply immediately after the merge or disposal, and (iii) the Issuer delivers a legal opinion stating the merge or disposal and the complimentary contract meet the requirements described in the original contract.

In addition, SQM S.A. is committed to disclose financial information on quarterly basis.

The Company and its subsidiaries have complied and are fully complying with all aforementioned limitations, restrictions and obligations.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 19 Contingencies and restrictions (continued)

19.3 Commitments

The subsidiary SQM Salar S.A. has signed a rental contract with the Economic Development Agency (CORFO), which establishes that the subsidiary will pay rent to CORFO for the concept of commercialization of certain mining properties owned by CORFO and for the products resulting from the commercialization. The annual rent stated in the aforementioned contract is calculated on the basis of sales of each type of product. The contract is in force until 2030, and rent began being paid in 1996 reflecting an expense amount of ThUS\$ 21,070 as of December 31, 2014 (ThUS\$ 22,885 as of December 31, 2013).

On 15 November 2013, Corporación de Fomento de la Producción (CORFO) sent a letter to SQM Salar S.A. (SQMS) stating its intention to a) collect the amount of Ch\$2,530,298,919 (ThUS\$4,823) that in CORFO's opinion, SQMS would owe to it for the calculation and payment of rental payments according to the "Lease Agreement of OMA Mining Claims located in the Salar de Atacama" entered into between CORFO and SQMS on November 12, 1993 (the AGREEMENT) and b) require the constitution of an instance of arbitration stated in the AGREEMENT with the purpose that the arbitrator appointed by the "Arbitration Center of the Santiago Chamber of Commerce" determines if other alleged lease payment obligations may exist that SQMS could owe to CORFO under the AGREEMENT. SQMS differs completely from CORFO's claims. In fact, the AGREEMENT has been in force for more than 20 years and during all this time, SQMS has paid to CORFO more than 80 quarterly payments in their entirety and on a timely basis that CORFO has received satisfactorily. Each of the parties, CORFO and SQMS, have requested the formation of an appropriate arbitration and such processes have not yet began.

CORFO's total claimed amount is of at least US\$8,940,829 - plus interest and expenses. The SQM Salar S.A. v. CORFO, and CORFO v. SQM Salar S.A. lawsuits have been compiled into a single proceeding which is soon to reach the evidence stage. CORFO and SQM waived all appeal procedures against the arbitrator's sentence. However, it is not possible to rule out the filing of a new appeal against a complaint proceeding or extraordinary appeal arbitration ruling due to incompetence or ultra petita, invoking jurisprudence of the courts of justice indicating that both appeals cannot be waived.

During 2014, revenues related to products from the Salar de Atacama represented 38.7% of total consolidated revenues of the Company for the same period. This corresponds to revenues from the Potassium and Lithium product business lines.

Additionally, during the same period, SQM Salar, a SQM subsidiary which operates plants located in the Atacama saltpeper deposit, sold potassium salts (sylvinite) and moist potassium chloride amounting to ThUS\$88,872 to SQM Industrial, a SQM subsidiary, to use as supplies in the production of potassium nitrate.

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Note 19 Contingencies and restrictions (continued)

19.4 Restricted or pledged cash

The subsidiary Isapre Norte Grande Ltda., in compliance with that established by the Chilean Superintendence of Healthcare which regulates the running of pension-related health institutions, maintains a guarantee in financial instruments delivered in deposits, custody and administration to Banco de Chile.

This guarantee, according to the regulations issued by the Chilean Superintendence of Healthcare is equivalent to the total sum owed to its members and medical providers Banco de Chile reports the present value of the guarantee to the Chilean Superintendence of Healthcare and Isapre Norte Grande Ltda. on a daily basis. As of December 31, 2014, the guarantee amounts to ThUS\$682.

SQM S.A. maintains funds with Morgan Stanley for margin call, which provide collateral for the exposure by the bank with respect to the Company.

Such collateral hedges the fair value of the Cross Currency Swap that SQM SA has entered into to hedge a portion of the Series H Bond.

Through the present date, SQM S.A. has delivered ThUS\$ 3,250 to Morgan Stanley, which will be released when one of the following conditions occurs:

1. The market value of the Cross Currency Swap is lower than the sum delivered ThUS\$ 3,250 and the collateral threshold ThUS\$ 5,000.
2. The Cross Currency Swap associated with the Series H Bond expires on January 5, 2018.

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Note 19 Contingencies and restrictions (continued)

19.5 Securities obtained from third parties

The main security received from third parties to guarantee Soquimich Comercial S.A.'s compliance with obligations in contracts of commercial mandates for the distribution and sale of fertilizers amounted to ThUS\$9,176 and ThUS\$14,178 on December 31, 2014 and December 31, 2013 respectively; which is detailed as follows:

| Grantor | Relationship | 12/31/2014 | 12/31/2013 |
|--------------------------------|-----------------------|-------------------|-------------------|
| | | ThUS\$ | ThUS\$ |
| Agrícola Lobert Ltda. | Unrelated third party | 837 | 1,271 |
| Agroc Patricio Bornand L. Eirl | Unrelated third party | 363 | 392 |
| Agrocomercial Bornand Ltda. | Unrelated third party | - | 344 |
| Agroindustrial Orzonaga Ltda. | Unrelated third party | - | 133 |
| Bernardo Guzman Schmidt | Unrelated third party | 129 | 139 |
| Bioleche Comercial Ltda. | Unrelated third party | - | 3,431 |
| Comercial Agrosal Ltda. | Unrelated third party | 108 | 116 |
| Contador Frutos S.A. | Unrelated third party | 1,623 | 1,447 |
| Llanos Y Wannas Soc. Com. Ltda | Unrelated third party | 1,633 | 953 |
| Dante Hauri Gomez | Unrelated third party | 109 | 126 |
| Gilberto Rivas Y Cia. Ltda. | Unrelated third party | 129 | 136 |
| Hortofruticola La Serena | Unrelated third party | 301 | 323 |
| Jose Antonio Gonzalez | Unrelated third party | - | 118 |
| Johannes Epple Davanzo | Unrelated third party | 691 | 935 |
| Juan Luis Gaete Chesta | Unrelated third party | 266 | 425 |
| Lemp Martin Julian | Unrelated third party | 115 | 124 |
| Neyib Farran Y Cia. Ltda. | Unrelated third party | 124 | 133 |
| Patricio Meneses Saglieto | Unrelated third party | - | 953 |
| Sebastian Urrutia Araya | Unrelated third party | 117 | 116 |
| Soc.Agr. Huifquenco Cia Ltda. | Unrelated third party | 108 | 117 |
| Soc. Agrocom. Julio Polanco | Unrelated third party | 296 | 132 |
| Tattersall Agroinsumos S.A. | Unrelated third party | 2,000 | 1,789 |
| Vicente Oyarce Castro | Unrelated third party | 227 | 525 |
| Total | | 9,176 | 14,178 |

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Note 19 Contingencies and restrictions (continued)**19.6 Indirect guarantees**

Guarantees in which there is no pending balance indirectly reflect that the respective guarantees are in force and approved by the Company's Board of Directors and have not been used by the respective subsidiary.

| Creditor of the guarantee | Debtor | | Type of guarantee | Balances as of the closing date of the financial statements | |
|---------------------------------------|-------------------------------------|--------------|-------------------|---|------------|
| | Name | Relationship | | 12/31/2014 | 12/31/2013 |
| | | | | ThUS\$ | ThUS\$ |
| Australian and New Zealand Bank | SQM North America Corp | Subsidiary | Bond | - | - |
| Australian and New Zealand Bank | SQM Europe N.V. | Subsidiary | Bond | - | - |
| Generale Bank | SQM North America Corp | Subsidiary | Bond | - | - |
| Generale Bank | SQM Europe N.V. | Subsidiary | Bond | - | - |
| Kredietbank | SQM North America Corp | Subsidiary | Bond | - | - |
| Kredietbank | SQM Europe N.V. | Subsidiary | Bond | - | - |
| Banks and financial institutions | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| Banks and financial institutions | SQM Europe N.V. | Subsidiary | Bond | - | - |
| Banks and financial institutions | SQM North America Corp | Subsidiary | Bond | - | - |
| Banks and financial institutions | Nitratos Naturais do Chile Ltda. | Subsidiary | Bond | - | - |
| Banks and financial institutions | SQM México S.A. de C.V. | Subsidiary | Bond | - | - |
| Banks and financial institutions | SQM Brasil Ltda. | Subsidiary | Bond | - | - |
| “BNP” | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| Sociedad Nacional de Minería A.G. | SQM Potasio S.A. | Subsidiary | Bond | - | - |
| JP Morgan Chase Bank | SQM Industrial S.A. | Subsidiary | Bond | - | - |
| The Bank of Nova Scotia | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| Morgan Stanley Capital Services | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| The Bank of Tokyo-Mitsubishi UFJ Ltd. | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| HSBC | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| Deutsche Bank AG | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |
| Credit Suisse International | SQM Investment Corp. N.V. | Subsidiary | Bond | - | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 19 Contingencies and restrictions (continued)**19.6 Indirect guarantees, continued**

The bonds which disclose a balance as of December 31, 2014 and December 31, 2013 are detailed below:

| Creditor of the guarantee | Debtor Name | Relationship | Type of guarantee | Pending balances as of the closing date of the financial statements | |
|---------------------------------------|------------------------------|--------------|----------------------|---|----------------------|
| | | | | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Scotiabank & Trust (Cayman) Ltd. | Royal Seed Trading A.V.V. | Subsidiary | Bond | - | 50,189 |
| Scotiabank & Trust (Cayman) Ltd. | Royal Seed Trading A.V.V. | Subsidiary | Bond | 50,137 | 50,139 |
| Bank of America | Royal Seed Trading A.V.V. | Subsidiary | Bond | 40,117 | 40,120 |
| Export Development Canada | Royal Seed Trading A.V.V. | Subsidiary | Bond | 40,012 | 50,014 |
| The Bank of Tokyo-Mitsubishi UFJ Ltd. | Royal Seed Trading A.V.V. | Subsidiary | Bond | 40,084 | 50,108 |

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Note 20 Revenue

As of December 31, 2014 and 2013, revenue is detailed as follows:

| Types of revenue | 12/31/2014 | 12/31/2013 |
|-----------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Sales of goods | 2,006,452 | 2,191,650 |
| Provision of services | 7,762 | 11,490 |
| Total | 2,014,214 | 2,203,140 |

Note 21 Earnings per share

Basic earnings per share are calculated by dividing net income attributable to the Company's shareholders by the weighted average of the number of shares in circulation during that period.

As expressed, earnings per share are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Basic earnings per share | | |
| Earnings (losses) attributable to owners of the parent | 296,381 | 467,113 |

| | 12/31/2014 | 12/31/2013 |
|--|-------------|-------------|
| | Units | Units |
| Number of common shares in circulation | 263,196,524 | 263,196,524 |

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| Basic earnings per share (US\$ per share) | 1.1261 | 1.7748 |

The Company has not made any operations with a potential dilutive effect that assumes diluted earnings per share are different from the basic earnings per share.

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Note 22 Borrowing costs

The cost of interest is recognized as expenses in the year in which it is incurred, except for interest that is directly related to the acquisition and construction of tangible property, plant and equipment assets and that complies with the requirements of IAS 23. As of December 31, 2014, total interest expenses incurred amount to ThUS\$63,373 (ThUS\$58,608 as of December 31, 2013).

The Company capitalizes all interest costs directly related to the construction or to the acquisition of property, plant and equipment, which require a substantial time to be suitable for use.

22.1 Costs of capitalized interest, property, plant and equipment

The cost of capitalized interest is determined by applying the average or weighted average of all financing costs incurred by the Company to the monthly end balances of works-in-progress meeting the requirements of IAS 23.

The rates and costs for capitalized interest of property, plant and equipment are detailed as follows:

| | 12/31/2014 | | 12/31/2013 | |
|--|-------------------|---|-------------------|---|
| Capitalization rate of costs for capitalized interest, property, plant and equipment | 7 | % | 7 | % |
| Amount of costs for interest capitalized in ThUS\$ | 7,732 | | 17,232 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 23 Effect of fluctuations on foreign currency exchange rates**a) Foreign currency exchange differences recognized in profit or loss except for financial instruments measured at fair value through profit or loss:**

| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|---|----------------------|----------------------|
| Conversion foreign exchange gains (losses) recognized in the result of the year. | (16,545) | (11,954) |
| Conversion foreign exchange reserves attributable to the owners of the controlling entity | (3,884) | (3,487) |
| Conversion foreign exchange reserves attributable to the non-controlling entity | (132) | (72) |

b) Reserves for foreign currency exchange differences:

As of December 31, 2014, and December 31, 2013, foreign currency exchange differences are detailed as follows:

| Detail | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|---|----------------------|----------------------|
| Changes in equity generated by conversion of equity value: | | |
| Comercial Hydro S.A. | 1,004 | 1,004 |
| SQMC Internacional Ltda. | - | 22 |
| Proinsa Ltda. | - | 16 |
| Comercial Agrorama Ltda. | (31) | 36 |
| Isapre Norte Grande Ltda. | (91) | 15 |
| Almacenes y Depósitos Ltda. | 42 | 69 |
| Sales de Magnesio Ltda. | 2 | 103 |
| Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | (8) | 9 |
| Agrorama S.A. | (30) | (16) |
| Doktor Tarsa | (5,076) | (3,647) |
| SQM Vitas Fzco. | (1,084) | (657) |
| Ajay Europe | (809) | 146 |
| SQM Eastmed Turkey | (69) | (42) |
| Charlee SQM (Thailand) Co. Ltd. | (176) | (129) |
| Coromandel SQM India | (253) | (231) |
| SQM Italia SRL | (128) | 89 |
| SQM Oceanía Pty Ltd. | (634) | (619) |
| SQM Indonesia S.A. | (123) | 15 |
| Abu Dhabi Fertilizers Industries WWL. | 20 | - |
| SQM Vitas Holland | (189) | - |
| SQM Thailand Limited | (68) | - |

Total

(7,701) (3,817)

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 23 Effect of fluctuations on foreign currency exchange rates (continued)

c) Functional and presentation currency

The functional currency in these companies corresponds to the currency of the country of origin of each entity, and its presentation currency is the U.S. dollar.

d) Reasons to use one presentation currency and a different functional currency

-The total revenues of these subsidiaries are associated with the local currency.

-The commercialization cost structure of these companies is affected by the local currency.

- The equities of these companies are expressed in local currency (Chilean peso).

Note 24 Environment

24.1 Disclosures of disbursements related to the environment

The Company is continuously concerned with protecting the environment both in its production processes and with respect to products manufactured. This commitment is supported by the principles indicated in the Company's Sustainable Development Policy. The Company is currently operating under an Environmental Management System (EMS) that has allowed it to strengthen its environmental performance through the effective application of the Company's Sustainable Development Policy.

Operations that use caliche as a raw material are carried out in desert areas with climatic conditions that are favorable for drying solids and evaporating liquids using solar energy. Operations involving the open-pit extraction of minerals, due to their low waste-to-mineral ratio, generate remaining deposits that slightly alter the environment. A portion of the ore extracted is crushed, a process in which particle emissions occur. Currently this operation is conducted only at the Pedro de Valdivia worksite and no ore crushing process is conducted in the María Elena sector.

Many of the Company's products are shipped in bulk at the Port of Tocopilla. In 2007, the city of Tocopilla was declared a zone saturated with MP10 Particles mainly due to the emissions from the electric power plants that operate in that city. In October 2010, the Decontamination Plan for Tocopilla was put in place. Accordingly, the Company has committed to taking several measures to mitigate the effects derived from bulk product movements in the port. These measures have been successfully implemented since 2007.

The Company carries out environmental follow-up and monitoring plans based on specialized scientific studies. Within this context, the Company entered into a contract with the National Forestry Corporation (CONAF) aimed at researching the activities of flamingo groups that live in the Salar de Atacama lagoons. Such research includes a population count of the birds, as well as breeding research. Environmental monitoring activities carried out by the Company at the Salar de Atacama and other systems in which it operates are supported by a number of studies that have integrated diverse scientific efforts from prestigious research centers, including Dictuc from the Pontificia Universidad Católica in Santiago and the School of Agricultural Science of the Universidad de Chile.

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Note 24 Environment (continued)

24.1 Disclosures of disbursements related to the environment, continued

Furthermore, within the framework of the environmental studies which the Company is conducting, the Company performs significant activities in relation to the recording of Pre-Columbian and historical cultural heritage, as well as the protection of heritage sites, in accordance with current Chilean laws. These activities have been especially performed in the areas surrounding Maria Elena and the Nueva Victoria plants. This effort is being accompanied by cultural initiatives within the community and the organization of exhibits in local and regional museums.

As emphasized in its Sustainable Development Policy, the Company strives to maintain positive relationships with the communities surrounding the locations in which it carries out its operations, as well as to participate in communities' development by supporting joint projects and activities which help to improve the quality of life for residents. For this purpose, the Company has focused its efforts on activities involving the rescue of historical heritage, education and culture, as well as development.

In order to do so, it acts both individually and in conjunction with private and public entities.

24.2 Detail of information on disbursements related to the environment

The accumulated disbursements in which the Company incurred as of December 31, 2014 for the concept of investments in production processes, verification and control of compliance with ordinances and laws relative to industrial processes and facilities, including prior year disbursements related to these projects amounted to ThUS\$13,267 and are detailed as follows:

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Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Accumulated expenses as of 12/31/2014**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made |
|---|---|---|
| Miscellaneous | Environmental-operational area | Not classified |
| SQM Industrial S.A. | IQWZ - Normalization TK NV liquid fuels | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MP5W - Normalization TK's Fuels | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MQBM - Archaeological Digging Deployment Maria Elena - Toco | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MQK2 – Elimination of PCBs I | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | PPZU - Standardize and Certify Plant Fuel Tanks | Environmental processing |
| SQM Industrial S.A. | PQLV – Pedro de Valdivia mine site DIA | Environmental processing |
| SQM Industrial S.A. | TQA2 - Drainage Improvement Villa Prat | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | PQXM – Elaboration DIA Operation with batteries in PV | Environmental processing |
| SQM Industrial S.A. | 04-I0002 - Nueva Iris TAS | Sustainability |
| SQM S.A. | IPFT - Cultural Heritage Region I | Sustainability |
| SQM S.A. | IQ1M - PSA Re-injection of water to Puquios Llamara | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQ3S- Hazardous Materials Management Standardization | Sustainability |
| SQM S.A. | IQOW- Deposit authorization for Humberstone heritage | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQWS - Mine Area equity measures Stage II | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQX6 – Environmental management plan of Tamarugos Pampa del Tamarugal 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQXB – Environmental management plan of Tamarugos Salar de Llamara 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | I0042 – Mine are equity measures Stage III | Sustainability: Environment and Risk Prevention |
| SQM S.A. | 01-I0046 – Cultural heritage Pampa Hermosa 2014-2015 | Sustainability |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Accumulated expenses as of 12/31/2014, continued**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made |
|---|---|---|
| SQM Salar S.A. | LQDM – Certification of tanks | Sustainability: Replacement of equipment |
| SQM Salar S.A. | LQI6 - EIA Operating maintenance at Salar de Atacama | Environmental processing |
| SQM Salar S.A. | LQXW – White water | Environmental processing |
| SQM Nitratos S.A. | IQMH - Normalization Mine NV area operation | Sustainability: Environment and Risk Prevention |
| SIT S.A. | TQQ5 - Environmental curtains Field No. 8 | Sustainability: Environment and Risk Prevention |
| SIT S.A. | 03-T0013 – Improvement of sewerage system, Villa Prat 2014 | Sustainability: Environment and Risk Prevention |
| SIT S.A. | 03-T0008 – Mobile belt protections 2, 5 and 7 | Sustainability: Environment and Risk Prevention |
| Total | | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Future expenses as of 12/31/2014**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made |
|---|---|---|
| SQM Industrial S.A. | IQWZ - Normalization TK NV liquid fuels | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MP5W - Normalization TK's Fuels | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MQBM - Archaeological Digging Deployment Maria Elena – Toco | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | MQK2 – Elimination of PCBs I | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | PPZU - Standardize and Certify Plant Fuel Tanks | Environmental processing |
| SQM Industrial S.A. | PQXM - Elaboration DIA Operation with batteries in PV | Environmental processing |
| SQM Industrial S.A. | J0006 – NPT III boiler gas scrubbing system | Sustainability: Environment and Risk Prevention |
| SQM Industrial S.A. | I0002 – Nueva Iris TAS | Sustainability and Environment |
| SQM Industrial S.A. | M0006 – Significant maintenance of ME town streets and ME garbage dumps | Sustainability |
| SQM Industrial S.A. | 04-I0023 – Acquisition of leak detection equipment | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQWS - Mine Area equity measures Stage II | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQX6 – Environmental management plan of Tamarugos Pampa del Tamarugal 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQXB – Environmental management plan of Tamarugos Salar de Llamara 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | I0032- Hazardous Materials Standardization | Sustainability |
| SQM S.A. | I0042 - Mine Area equity measures Stage III | Sustainability: Environment and Risk Prevention |
| SQM S.A. | 01-I0046 - Cultural heritage Pampa Hermosa 2014 – 2015 | Sustainability |
| SQM S.A. | 01-IQWP - 01-J0011 - DIA Expansion of NV Mine Zone | Environmental processing |
| SQM Salar S.A. | LQI6 - EIA Operating maintenance at Salar de Atacama | Environmental processing |
| SIT S.A. | TQQ5 - Environmental curtains Field No. 8 | Sustainability: Environment and Risk Prevention |
| Total | | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Accumulated expenses as of 12/31/2013**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made | Asset / Expense |
|---|---|---|------------------------|
| Miscellaneous | Environmental-operational area | Not classified | Expense |
| SQM Industrial S.A. | CQLX – Hazardous waste yard S Carmen and Lagarto | Sustainability | Asset/Expense |
| SQM Industrial S.A. | FP55 - FPXA-EIA Pampa Blanca Expansion | Environmental Processing | Asset |
| SQM Industrial S.A. | IQWZ - Normalization TK NV liquid fuels | Sustainability: Environment and Risk prevention | Asset |
| SQM Industrial S.A. | JQ8K – DIA Line 4 Floor Drying, Coya Sur | Environmental Processing | Asset |
| SQM Industrial S.A. | JQB6 - DIA Plant NPT4, Coya Sur | Environmental Processing | Asset |
| SQM Industrial S.A. | JQH9 – Purchase of Bertrams Boiler | Sustainability: Environment and Risk prevention | Asset |
| SQM Industrial S.A. | MNYS - Measures of Technological Change Cultural Heritage Dissemination Maria Elena | Environmental Processing | Expense |
| SQM Industrial S.A. | MP5W - Normalization TK´s Fuels | Sustainability: Environment and Risk prevention | Asset |
| SQM Industrial S.A. | MPQU - Construction of Hazardous Chemical Supplies warehouse | Sustainability: Environment and Risk prevention | Asset |
| SQM Industrial S.A. | MQA8- Normalization gas system, external cafeterias (Stage 1: projects) | Sustainability: Environment and Risk prevention | Asset/Expense |
| SQM Industrial S.A. | MQBM-Archaeological Digging Deployment Maria Elena - Toco | Sustainability: Environment and Risk prevention | Expense |
| SQM Industrial S.A. | MQHF -Sustaining of batteries ME | Sustainability: Environment and Risk prevention | Asset-Expense |
| SQM Industrial S.A. | MQK2-Elimination of PCBs I | Sustainability: Environment and Risk prevention | Expense |
| SQM Industrial S.A. | PPC1-Remove switches park PCB sub 3 and 1/12 Pedro de Valdivia | Sustainability: Environment and Risk prevention | Expense |
| SQM Industrial S.A. | PPZU - Standardize and certify Plant Fuel Tanks | Environmental Processing | Asset |
| SQM Industrial S.A. | PQLV-DIA Pedro de Valdivia Mine | Environmental Processing | Asset |
| | SQ7X - Reach 2011-2013 | | Expense |

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|---------------------|---|---|---------|
| SQM Industrial S.A. | | Sustainability: Environment and Risk prevention | |
| SQM Industrial S.A. | TQA2 - Drainage Improvement Villa Prat | Sustainability: Environment and Risk prevention | Expense |
| SQM Industrial S.A. | PQXM – Elaboration DIA Operation with batteries in PV | Environmental Processing | Asset |
| SQM S.A. | IP83-DIA Expansion TLN-15 | Environmental Processing | Asset |
| SQM S.A. | IPFT-Cultural Heritage Region I | Sustainability | Expense |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Accumulated expenses as of 12/31/2013 (continued)**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made |
|---|---|---|
| SQM S.A. | IPXE – Environmental monitoring plan Salar de Llamara | Cost reduction |
| SQM S.A. | IPXF-Environmental monitoring plan Pampa del Tamarugal | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQ1M-PSA Re-injection of water to Puquíos Llamara | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQ3S-Hazardous Materials Management Standardization | Sustainability |
| SQM S.A. | IQ54-Cultural heritage Pampa Hermosa | Minor projects (between ThUS\$50 and ThUS\$299) |
| SQM S.A. | IQOW-Deposit authorization for Humberstone heritage | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQPJ-Mine Area equity measures Stage I | Sustainability |
| SQM S.A. | IQWS - Mine Area equity measures Stage II | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQX6 – Environmental management plan of Tamarugos Pampa del Tamarugal 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | IQXB - Environmental management plan of Tamarugos Llamara Salt Flat 2013-2014 | Sustainability: Environment and Risk Prevention |
| SQM S.A. | MQLQ- Gas scrubbing system | Not Classified |
| SQM Salar S.A. | LQG8 – Waste room Toconao Campsite | Sustainability: Natural Resources |
| SQM Salar S.A. | LQDM – Certification of tanks | Sustainability: Replacement of equipment |
| SQM Salar S.A. | LQI6-EIA Operating maintenance at Salar de Atacama | Environmental Processing |
| SQM Salar S.A. | LQNI-DIA KCI Floor Drying and compacting expansion | Environmental Processing |
| SIT S.A. | TPYX - Enabling the dust collector of the crib and court seal 3 Tocopilla | Sustainability: Environment and Risk Prevention |
| SIT S.A. | TQAV - Paving paths IV | Sustainability |

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Note 24 Environment (continued)

24.2 Detail of information on disbursements related to the environment, continued

Accumulated expenses as of 12/31/2013, continued

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made | Asset / Expense |
|---|---|---|------------------------|
| SIT S.A. | TQQ5 – Environmental curtains field No.8 | Sustainability: Environment and Risk Prevention | Expense |
| SQM Nitratos S.A. | IQMH – Normalization Mine NV area operation | Sustainability: Environment and Risk Prevention | Asset |
| SQM Nitratos S.A. | PQI9 – Mine waste water treatment plant | Sustainability: Environment and Risk Prevention | Asset |
| Total | | | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 24 Environment (continued)**24.2 Detail of information on disbursements related to the environment, continued****Future expenses as of 12/31/2013**

| Identification of the Parent or subsidiary | Name of the project with which expenditure is associated | Concept for which the expenditure was made or will be made | Asset / Expense |
|---|---|---|------------------------|
| SQM Industrial S.A. | FP55 - FPXA - EIA Pampa Blanca Expansion | Environmental processing | Asset |
| SQM Industrial S.A. | IQWZ - Normalization TK NV liquid fuels | Sustainability: Environment and Risk Prevention | Asset |
| SQM Industrial S.A. | MP5W - Normalization TK's Fuels | Sustainability: Environment and Risk Prevention | Asset |
| SQM Industrial S.A. | MQBM-Archaeological Digging Deployment Maria Elena - Toco | Sustainability: Environment and Risk Prevention | Expense |
| SQM Industrial S.A. | MQK2-Elimination of PCBs I | Sustainability: Environment and Risk Prevention | Expense |
| SQM Industrial S.A. | PPZU - Standardize and Certify Plant Fuel Tanks | Environmental processing | Asset |
| SQM Industrial S.A. | PQLV-DIA Pedro de Valdivia Mine | Environmental processing | Asset |
| SQM S.A. | IP83-DIA Expansion TLN-15 | Environmental processing | Asset |
| SQM S.A. | IPFT-Cultural Heritage Region I | Sustainability | Expense |
| SQM S.A. | IQ1M-PSA Re-injection of water to Puquíos Llamara | Sustainability: Environment and Risk Prevention | Asset |
| SQM S.A. | IQ3S-Hazardous Materials Management Standardization | Sustainability | Asset-Expense |
| SQM S.A. | IQOW-Deposit authorization for Humberstone heritage | Sustainability: Environment and Risk Prevention | Expense |
| SQM S.A. | IQWS - Mine Area equity measures Stage II | Sustainability: Environment and Risk Prevention | Expense |
| SQM S.A. | IQX6 – Environmental management plan of Tamarugos Pampa del Tamarugal 2013-2014 | Sustainability: Environment and Risk Prevention | Asset |
| SQM S.A. | IQXB - Environmental management plan of Tamarugos Salar de Llamara 2013-2014 | Sustainability: Environment and Risk Prevention | Asset |
| SQM Salar S.A. | LQDM – Certification of tanks | Sustainability: Replacement of equipment | Asset |
| SQM Salar S.A. | LQI6-EIA Operating Maintenance at Salar de Atacama | Environmental processing | Asset |
| SIT S.A. | TQQ5- Environmental curtains Field No. 8 | Sustainability: Environment and Risk Prevention | Expense |
| | PQXM – Elaboration DIA Operation with batteries in PV | Environmental processing | Asset |

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Note 24 Environment (continued)

24.3 Description of each project, indicating whether these are in process or have been finished

SQM Industrial S.A.

IQWZ: Performing an analysis of the tank facilities (civil works, mechanical work, piping, electrical work and instruments) by a company specialized in liquid fuels and that is a Certifying Entity. After that, performance of the detail engineering and then implementation of the modifications required to normalize the TKs facilities and leave them in conditions to be declared and filed with the SEC. The budget of ThUS\$123 only covers expenses related to the analysis and detail engineering. The project is in process.

I0002: The project involves a new waste water treatment plant, for the supervisor role area in the Iris campsite. The project is pending.

J0006: This project is intended to design a rapidly-implemented gas scrubbing system that complies with the standard on the emission of gases involved. This project is in process.

MP5W: Normalization of the fuel storage and distribution system in SQM installations. This project is in process.

MQBM: Implementing archeological measures in María Elena – Toco site, such as the archeological registry, analysis of lithic materials, and generation of reports. This project is in process.

MQK2: The project involves the decontamination of equipment and items contaminated with PCBs and/or final disposal in accordance with applicable regulations. This project is in process.

M0006: The project involves the enhancement of the bischofite layer in main streets of the town ME. This project is in process.

PPZU: The necessary actions to normalize and certify fuel tanks in the plants in Maria Elena, Coya Sur and Pedro de Valdivia were performed. This project is in process.

PQLV: Preparation and filing of EID Pedro de Valdivia. This project is in process.

PQXM: Elaborate a project to enter into the Environmental Impact Assessment System (SEIA), with the intention of obtaining the environmental approval for the operation of Batteries in Pedro de Valdivia. This project is in process.

TQA2: This project aims to improve the sewerage system of Villa Prat. The project is in the closure stage.

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Note 24 Environment (continued)

24.3 Description of each project, indicating whether these are in process or have been finished, continued

I0023: This project is aimed at acquiring leak detection equipment to ensure that evaporation ponds are not damaged and no solution is lost, avoiding the pollution of the environment. This project is in process.

SQM S.A.

IPFT: The project considers the implementation of measures committed in projects in the area of the Nueva Victoria mine, update of operations in Nueva Victoria, evaporation ducts and pits in Iris. The project is at the closure stage.

IQ1M: Implementing environmental commitments included in the EIS of project "Pampa Hermosa" to safeguard the puquíos zone that is in the Salar de Llamara water reservoir. The project is in the closure stage.

IQ3S: Improvements in the storage facilities of hazardous raw materials in Nueva Victoria. This project is in process.

IQOW: Enabling a deposit in Humberstone Saltpeter to store material of heritage interest recovered in land campaigns of Project ZMNV (performed and to be performed). The project is in the closure stage.

IQWS: Implementation of heritage-related environmental commitments, to make available mining areas in 2013, required to develop the mining exploitation of the VPONV, in compliance with the commitments agreed through the Environmental Assessment System (SEA). The project is in process.

IQWP: This project consists of reclassifying geological resources measured. The project is in process.

IQX6: Implementation of environmental commitments of the Pampa Hermosa Project at Pampa del Tamarugal considered for the years 2013-2014. The project is in process.

IQXB: Implementation of environmental commitments of the Pampa Hermosa Project at Llamara Saltpeter deposit considered for the years 2013-2014. The project is in process.

I0032: Presenting departures from the standard currently in force with respect to storage of hazardous substances and provisions of SD 78/2010. This project is in process.

I0042: The project involves the implementation of equity measures under the Environmental Assessment for the mining area. It comprises the implementation of a fence in the exclusion and archaeological working area in the mining areas, required for the exploitation in 2014. This project is in process.

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Note 24 Environment (continued)

24.3 Description of each project, indicating whether these are in process or have been finished, continued

I0046: The project consists of the implementation of equity measures committed in the Environmental Assessment of the Pintados sector (geoglyphs and former railway station) and for the Sur Viejo sector the implementation of development activities and archeological works are contemplated. This project is in progress.

SQM Salar S.A.

LQDM: Certification of the liquid fuel storage tanks. This project is in process.

LQI6: Preparation and processing of the EIA Update Operations in the Atacama Saltpeter Deposit. This project is in process.

LQXW: Increasing the availability of brine ponds. The greater capacity of water wells implies the possibility of re-injecting more water to the saltpeter deposit, resulting in an increase in brine extraction. The expense considered only includes environmental processing. The project is in process.

SIT S.A.

TQQ5: This project aims to contain emissions of particulate material to prevent contamination to adjacent communities. The project is in process.

T0013: This project is intended to address sectors where sewage chambers have exceeded their capacity, the replacement of sewage collectors and sewage system chambers is proposed. The project is in progress.

T0008: This project consists of reducing pollution issues in the bulk loading process and increasing port safety. This project is in process.

SQM Nitratos S.A.

IQMH: Creation of an area allowing storing hazardous substances. This project is in process.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 25 Other current and non-current non-financial assets

As of December 31, 2014, and December 31, 2013, the detail of other current and non-current assets is as follows:

| Other non-financial assets, current | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Domestic Value Added Tax | 15,149 | 21,263 |
| Foreign Value Added Tax | 7,388 | 5,842 |
| Prepaid mining licenses | 1,275 | 1,522 |
| Prepaid insurance | 7,916 | 9,767 |
| Other prepayments | 533 | 623 |
| Refund of Value Added Tax to exporters | 8,966 | - |
| Other assets | 2,509 | 5,213 |
| Total | 43,736 | 44,230 |

| Other non-financial assets, non-current | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Stain development expenses and prospecting expenses (1) | 29,569 | 33,388 |
| Guarantee deposits | 682 | 708 |
| Pension plan | 647 | 987 |
| Other assets | 1,273 | 1,422 |
| Total | 32,171 | 36,505 |

1) Reconciliation of changes in assets for exploration and mineral resource evaluation, by type

Movements in assets for the exploration and evaluation of mineral resources as of December 31, 2014, and December 31, 2013:

| Reconciliation | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Opening balance | 33,388 | 22,496 |
| Changes | | |
| Additions, other than business combinations | 2,695 | 13,064 |
| Depreciation and amortization | (2,092) | (2,059) |
| Increase (decrease) due to transfers and other charges | (4,422) | (113) |
| Total changes | (3,819) | 10,892 |
| Total | 29,569 | 33,388 |

As of the presentation date, no reevaluations of assets for exploration and assessment of mineral resources have been conducted.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments

26.1 Operating segments

General information:

The amount of each item presented in each operating segment is equal to that reported to the maximum authority that makes decisions regarding the operation, in order to decide on the allocation of resources to the defined segments and to assess its performance.

Factors used to identify segments on which a report should be presented:

Segments reported are strategic business units that offer different products and services. These are managed separately because each business requires different technology and marketing strategies.

Description of the types of products and services on which each reportable segment obtain its income from ordinary activities

The operating segments, through which incomes of ordinary activities are obtained, that generate expenses and whose operating results are reviewed on a regular basis by the maximum authority who makes decisions regarding operations, relate to the following groups of products:

1. Specialty plant nutrients
2. Iodine and its derivatives
3. Lithium and its derivatives
4. Industrial chemicals
5. Potassium
6. Other products and services

Description of income sources for all the other segments

Information relative to assets, liabilities, profit and expenses that cannot be assigned to the segments indicated above, due to the nature of production processes, is included under "Unassigned amounts" category of the disclosed information.

Basis of accounting for transactions between reportable segments

Sales between segments are made in the same conditions as those made to third parties, and are consistently measures as presented in the income statement.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments (continued)

26.1 Operating segments, continued

Description of the nature of the differences between measurements of results of reportable segments and the result of the entity before the expense or income tax expense of incomes and discontinued operations.

The information reported in the segments is extracted from the Company's consolidated financial statements and therefore is not required to prepare reconciliations between the data mentioned above and those reported in the respective segments, according to what is stated in paragraph 28 of IFRS 8, "Operating Segments".

Description of the nature of the differences between measurements of assets of reportable segments and the Company's assets

Assets are not shown classified by segments, as this information is not readily available. Some of these assets are not separable by the type of activity by which they are affected since this information is not used by management in decision-making with respect to resources to be allocated to each defined segment. All assets are disclosed in the "unallocated amounts" category.

Description of the nature of the differences between measurements of liabilities of reportable segments and the Company's liabilities

Liabilities are not shown classified by segments, as this information is not readily available. Some of these liabilities are not separable by the type of activity by which they are affected, since this information is not used by management in decisions making regarding resources to be allocated to each defined segment. All liabilities are disclosed in the "unallocated amounts" category.

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Note 26 Operating segments (continued)

26.2 Operating segment disclosures:

12/31/2014

| Operating segment items | Specialty plant nutrients | Iodine and its derivatives | Lithium and its derivatives | Industrial chemicals | Potassium | Other products and services | Reportable segments | Operating segments | Elimination of segment amounts |
|---|---------------------------|----------------------------|-----------------------------|----------------------|-----------|-----------------------------|---------------------|--------------------|--------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Revenue | 708,023 | 335,433 | 206,849 | 101,933 | 584,268 | 77,708 | 2,014,214 | 2,014,214 | - |
| Revenues from transactions with other operating segments of the same entity | 69,686 | 560,051 | 119,900 | 311,188 | 358,089 | 238,614 | 1,657,528 | 1,657,528 | (1,657,528) |
| Revenues from external customers and transactions with other operating segments of the same entity | 777,709 | 895,484 | 326,749 | 413,121 | 942,357 | 316,322 | 3,671,742 | 3,671,742 | (1,657,528) |
| Costs of sales | (564,151) | (196,535) | (118,432) | (60,451) | (423,488) | (68,185) | (1,431,242) | (1,431,242) | - |
| Administrative expenses | - | - | - | - | - | - | - | - | 7,000 |
| Interest expense | - | - | - | - | - | - | - | - | 19,000 |
| depreciation and amortization expense | (97,037) | (33,805) | (20,371) | (10,399) | (72,842) | (11,726) | (246,180) | (246,180) | - |
| The entity's interest in the profit or loss of associates and joint ventures accounted for by the equity method | - | - | - | - | - | - | - | - | (9,000) |
| income tax expense, continuing operations | - | - | - | - | - | - | - | - | - |
| Other items other than significant cash | - | - | - | - | - | - | - | - | - |
| Income (loss) before taxes | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | 582,972 | 582,972 | (5,000) |
| Net income (loss) from continuing operations | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | 582,972 | 582,972 | (5,000) |
| Net income (loss) from discontinued operations | - | - | - | - | - | - | - | - | - |
| Net income (loss) | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | 582,972 | 582,972 | (5,000) |

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|---|--------|-----|-------|-------|-------|---------|-----------|-----------|-----|
| Assets | - | - | - | - | - | - | - | - | (7) |
| Equity-accounted investees | - | - | - | - | - | - | - | - | (3) |
| Increase of non-current assets | - | - | - | - | - | - | - | - | - |
| Liabilities | - | - | - | - | - | - | - | - | (3) |
| Impairment loss recognized in profit or loss | - | - | (989) |) - | (164) |) (111) |) (1,264) |) (1,264) |) - |
| Reversal of impairment losses recognized in profit or loss for the period | 10,487 | 979 | - | 2,993 | - | - | 14,459 | 14,459 | - |
| Cash flows from (used in) operating activities | - | - | - | - | - | - | - | - | - |
| Cash flows from (used in) investing activities | - | - | - | - | - | - | - | - | - |
| Cash flows from (used in) financing activities | - | - | - | - | - | - | - | - | - |

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Note 26 Operating segments (continued)**26.2 Operating segment disclosures , continued****12/31/2013**

| | Specialty plant nutrients | Iodine and its derivatives | Lithium and its derivatives | Industrial chemicals | Potassium | Other products and services | Reportable segments | Operating segments |
|---|--|---|--|---------------------------------|------------------|--|--------------------------------|-------------------------------|
| Operating segment items | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Revenue | 687,455 | 461,015 | 196,492 | 153,963 | 606,315 | 97,900 | 2,203,140 | 2,203,140 |
| Revenues from transactions with other operating segments of the same entity | 121,735 | 723,801 | 122,616 | 309,127 | 462,565 | 337,690 | 2,077,534 | 2,077,534 |
| Revenues from external customers and transactions with other operating segments of the same entity | 809,190 | 1,184,816 | 319,108 | 463,090 | 1,068,880 | 435,590 | 4,280,674 | 4,280,674 |
| Costs of sales | (536,067) | (202,650) | (99,244) | (110,921) | (443,988) | (88,820) | (1,481,690) | (1,481,690) |
| Administrative expenses | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - |
| depreciation and amortization expense | (67,656) | (45,371) | (19,338) | (15,152) | (59,670) | (9,634) | (216,821) | (216,821) |
| The entity's interest in the profit or loss of associates and joint ventures accounted for by the equity method | - | - | - | - | - | - | - | - |
| income tax expense, continuing operations | - | - | - | - | - | - | - | - |
| Income (loss) before taxes | 151,388 | 258,366 | 97,248 | 43,042 | 162,327 | 93,079 | 805,450 | 805,450 |
| Net income (loss) from continuing operations | 151,388 | 258,366 | 97,248 | 43,042 | 162,327 | 93,079 | 805,450 | 805,450 |
| Net income (loss) from discontinued operations | - | - | - | - | - | - | - | - |
| Net income (loss) | 151,388 | 258,366 | 97,248 | 43,042 | 162,327 | 93,079 | 805,450 | 805,450 |
| Assets | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |

| | | | | | | | | | |
|--|-----------|----------|--------|----------|----------|--------|-----------|-----------|-----------|
| Equity-accounted investees | | | | | | | | | |
| Increase of non-current assets | - | - | - | - | - | - | - | - | - |
| Liabilities | - | - | - | - | - | - | - | - | - |
| Equity | - | - | - | - | - | - | - | - | - |
| Liabilities and Equity | - | - | - | - | - | - | - | - | - |
| Impairment loss recognized in profit or loss | (15,985) | (1,832) | (783) | (3,733) | (2,509) | (352) | (25,195) | (25,195) | (25,195) |
| Cash flows from (used in) operating activities | - | - | - | - | - | - | - | - | - |
| Cash flows from (used in) investing activities | - | - | - | - | - | - | - | - | - |
| Cash flows from (used in) financing activities | - | - | - | - | - | - | - | - | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments (continued)

26.3 Statement of comprehensive income classified by operating segments based on groups of products

| Items in the statement of comprehensive income | 12/31/2014 | | | | | | | Corporate Unit ThUS\$ | To seg Co uni Th |
|--|-------------------------------------|--------------------------------------|---------------------------------------|--------------------------------|---------------------|---------------------------------------|-----------|--------------------------|---------------------------|
| | Specialty plant nutrients ThUS\$ | Iodine and its derivatives ThUS\$ | Lithium and its derivatives ThUS\$ | Industrial chemicals ThUS\$ | Potassium ThUS\$ | Other products and services ThUS\$ | | | |
| Revenue | 708,023 | 335,433 | 206,849 | 101,933 | 584,268 | 77,708 | - | 2, | |
| Cost of sales | (564,151) | (196,535) | (118,432) | (60,451) | (423,488) | (68,185) | - | (1 | |
| Gross profit | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | - | 58 | |
| Other incomes by function | - | - | - | - | - | - | 24,055 | 24 | |
| Administrative expenses | - | - | - | - | - | - | (96,532) | (9 | |
| Other expenses by function | - | - | - | - | - | - | (57,107) | (5 | |
| Other gains (losses) | - | - | - | - | - | - | 4,424 | 4, | |
| Financial income | - | - | - | - | - | - | 16,142 | 16 | |
| Financial costs | - | - | - | - | - | - | (63,373) | (6 | |
| interest in the profit or loss of associates and joint ventures accounted for by the equity method | - | - | - | - | - | - | 18,116 | 18 | |
| Exchange differences | - | - | - | - | - | - | (16,545) | (1 | |
| Profit (loss) before taxes | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | (170,820) | 41 | |
| Income tax expense | - | - | - | - | - | - | (108,382) | (1 | |
| Profit (loss) from continuing operations | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | (279,202) | 30 | |
| Profit (loss) from discontinued operations | - | - | - | - | - | - | - | - | |
| Profit (loss) | 143,872 | 138,898 | 88,417 | 41,482 | 160,780 | 9,523 | (279,202) | 30 | |
| Profit (loss), attributable to | | | | | | | | | |
| Profit (loss) attributable to the controller's owners | - | - | - | - | - | - | - | 29 | |
| Profit (loss) attributable to the non-controllers | - | - | - | - | - | - | - | 7, | |
| Profit (loss) | - | - | - | - | - | - | - | 30 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments (continued)**26.3 Statement of comprehensive income classified by operating segments based on groups of products, continued**

| Items in the statement of comprehensive income | 12/31/2013 | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|--------------------------------|---------------------|---------------------------------------|--------------------------|
| | Specialty plant nutrients ThUS\$ | Iodine and its derivatives ThUS\$ | Lithium and its derivatives ThUS\$ | Industrial chemicals ThUS\$ | Potassium ThUS\$ | Other products and services ThUS\$ | Corporate Unit ThUS\$ |
| Revenue | 687,455 | 461,015 | 196,492 | 153,963 | 606,315 | 97,900 | - |
| Cost of sales | (536,067) | (202,650) | (99,244) | (110,921) | (443,988) | (88,820) | - |
| Gross profit | 151,388 | 258,365 | 97,248 | 43,042 | 162,327 | 9,080 | - |
| Other incomes by function | - | - | - | - | - | 84,000 | 12,716 |
| Administrative expenses | - | - | - | - | - | - | (105,180) |
| Other expenses by function | - | - | - | - | - | - | (49,397) |
| Other gains (losses) | - | - | - | - | - | - | (11,391) |
| Financial income | - | - | - | - | - | - | 12,696 |
| Financial costs | - | - | - | - | - | - | (58,608) |
| interest in the profit or loss of associates and joint ventures accounted for by the equity method | - | - | - | - | - | - | 18,786 |
| Exchange differences | - | - | - | - | - | - | (11,954) |
| Profit (loss) before taxes | 151,388 | 258,365 | 97,248 | 43,042 | 162,327 | 93,080 | (192,340) |
| Income tax expense | - | - | - | - | - | - | (138,530) |
| Profit (loss) from continuing operations | 151,388 | 258,365 | 97,248 | 43,042 | 162,327 | 93,080 | (330,870) |
| Profit (loss) from discontinued operations | - | - | - | - | - | - | - |
| Profit (loss) | 151,388 | 258,365 | 97,248 | 43,042 | 162,327 | 93,080 | (330,870) |
| Profit (loss), attributable to | | | | | | | |
| Profit (loss) attributable to the controller's owners | - | - | - | - | - | - | - |
| Profit (loss) attributable to the non controllers | - | - | - | - | - | - | - |
| Profit (loss) | - | - | - | - | - | - | - |

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Note 26 Operating segments (continued)

26.4 Revenue from transactions with other operating segments of the Company as of December 31, 2014

12/31/2014

| Items in the statement of comprehensive income | Specialty plant nutrients ThUS\$ | Iodine and its derivatives ThUS\$ | Lithium and its derivatives ThUS\$ | Industrial chemicals ThUS\$ | Potassium ThUS\$ | Other products and services ThUS\$ | Total segments and Corporate unit ThUS\$ |
|--|-------------------------------------|--------------------------------------|---------------------------------------|--------------------------------|---------------------|---------------------------------------|---|
| Revenue | 708,023 | 335,433 | 206,849 | 101,933 | 584,268 | 77,708 | 2,014,214 |

12/31/2013

| Items in the statement of comprehensive income | Specialty plant nutrients ThUS\$ | Iodine and its derivatives ThUS\$ | Lithium and its derivatives ThUS\$ | Industrial chemicals ThUS\$ | Potassium ThUS\$ | Other products and services ThUS\$ | Total segments and Corporate unit ThUS\$ |
|--|-------------------------------------|--------------------------------------|---------------------------------------|--------------------------------|---------------------|---------------------------------------|---|
| Revenue | 687,455 | 461,015 | 196,492 | 153,963 | 606,315 | 97,900 | 2,203,140 |

26.5

Disclosures on geographical areas

As indicated in paragraph 33 of IFRS 8, the entity discloses geographical information on its revenue from operating activities with external customers and from non-current assets that are not financial instruments, deferred income tax assets, assets related to post-employment benefits or rights derived from insurance contracts.

26.6

Disclosures on main customers

With respect to the degree of dependency of the Company on its customers, in accordance with paragraph N° 34 of IFRS N° 8, the Company has no external customers who individually represent 10% or more of its revenue. Credit risk concentrations with respect to trade and other accounts receivable are limited due to the significant number of entities in the Company's portfolio and its worldwide distribution. The Company's policy requires guarantees (such as letters of credit, guarantee clauses and others) and/or to maintain insurance policies for certain accounts as deemed necessary by the Company's Management.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments (continued)

26.7 Segments by geographical areas as of December 31, 2014 and December 31, 2013

| Items | 12/31/2014 | | | | | |
|--|-------------------|---|------------------|-------------------------|---------------------------|-----------------|
| | Chile ThUS\$ | Latin America and the Caribbean ThUS\$ | Europe ThUS\$ | North America ThUS\$ | Asia and others ThUS\$ | Total ThUS\$ |
| Revenue | 227,261 | 356,867 | 428,538 | 503,891 | 497,657 | 2,014,214 |
| Investment accounted for under the equity method | 1,159 | - | 25,588 | 13,530 | 35,501 | 75,778 |
| Intangible assets other than goodwill | 114,476 | - | - | 258 | 1 | 114,735 |
| Goodwill | 26,929 | 86 | 11,373 | - | - | 38,388 |
| Property, plant and equipment, net | 1,883,534 | 133 | 1,343 | 2,109 | 835 | 1,887,954 |
| Investment property | - | - | - | - | - | - |
| Other non-current assets | 31,354 | 170 | - | 647 | - | 32,171 |
| Non-current assets | 2,057,452 | 389 | 38,304 | 16,544 | 36,337 | 2,149,026 |

| Items | 12/31/2013 | | | | | |
|--|-------------------|---|------------------|-------------------------|---------------------------|-----------------|
| | Chile ThUS\$ | Latin America and the Caribbean ThUS\$ | Europe ThUS\$ | North America ThUS\$ | Asia and others ThUS\$ | Total ThUS\$ |
| Revenue | 242,373 | 379,063 | 504,043 | 546,075 | 531,586 | 2,203,140 |
| Investment accounted for under the equity method | 1,649 | - | 24,847 | 13,126 | 37,396 | 77,018 |
| Intangible assets other than goodwill | 104,043 | - | - | 317 | 3 | 104,363 |
| Goodwill | 26,929 | 86 | 11,373 | - | - | 38,388 |
| Property, plant and equipment, net | 2,050,684 | 157 | 460 | 2,205 | 871 | 2,054,377 |
| Investment property | - | - | - | - | - | - |
| Other non-current assets | 35,326 | 191 | - | 988 | - | 36,505 |
| Non-current assets | 2,218,631 | 434 | 36,680 | 16,636 | 38,270 | 2,310,651 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 26 Operating segments (continued)

26.8 Property, plant and equipment classified by geographical areas

The company's main productive facilities are located near their mines and extraction facilities in northern Chile. The following table presents the main production facilities as of December 31, 2014 and December 31, 2013:

| Location | Products |
|--------------------|---|
| -Pedro de Valdivia | :Production of iodine and nitrate salts |
| -María Elena | :Production of iodine and nitrate salts |
| -Coya Sur | :Production of nitrate salts |
| -Nueva Victoria | :Production of iodine and nitrate salts |
| -Salar de Atacama | :Potassium chloride, lithium chloride, boric acid potassium sulfate |
| -Salar del Carmen | :Production of lithium carbonate and lithium hydroxide |
| -Tocopilla | :Port facilities |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Nota 27 Gains (losses) from operating activities in the statement of income by function of expenses, included according to their nature

27.1

Revenue

| | 12/31/2014 | 12/31/2013 |
|----------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Products | 2,006,452 | 2,191,650 |
| Services | 7,762 | 11,490 |
| Total | 2,014,214 | 2,203,140 |

27.2

Cost of sales

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Raw material and supplies | (593,126) | (811,518) |
| Types of employee benefits expenses | | |
| Salaries and wages | (107,917) | (138,937) |
| Other short-term employee benefits | (61,525) | (44,601) |
| Termination benefit expenses | (7,971) | (10,811) |
| Total employee benefits expenses | (177,413) | (194,349) |
| Depreciation expense | (246,180) | (216,388) |
| Impairment loss (review of impairment losses) recognized in profit or loss for the year | 13,195 | (25,195) |
| Changes in inventories for the period | 116,300 | 416,398 |
| Other expenses, by nature | (544,018) | (650,638) |
| Total | (1,431,242) | (1,481,690) |

27.3

Other income

| | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Discounts obtained from suppliers | 705 | 1,349 |
| Compensation received and insurance claim recovery | 645 | 5,306 |
| Penalties charged to suppliers | 255 | 374 |
| Tax recoveries | 40 | 9 |
| Excess in the provision for liabilities with 3rd parties | 1,690 | 712 |
| Excess in allowance for doubtful accounts | 296 | - |
| Sale of property, plant and equipment | 39 | 107 |
| Sale of materials, spare parts and supplies | 1,241 | 1,392 |
| Sale de scrap | 69 | 27 |
| Sale of mining concessions | 13,000 | 86,157 |
| Options on mining properties | 921 | - |

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| | | |
|---|--------|--------|
| Reimbursement of mining patents and notarial expenses | 1,510 | - |
| Overstated provision for indemnity, Yara South Africa | - | 272 |
| Non-conventional renewable energy | 2,255 | - |
| Goodwill paid in acquisition of portfolio | - | 337 |
| Unrealized gain from acquisition of goodwill | - | 248 |
| Other operating income | 1,389 | 426 |
| Total | 24,055 | 96,716 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 27 Gains (losses) from operating activities in the statement of income by function of expenses, included according to their nature (continued)

27.4

Administrative expenses

| | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Employee benefit expenses by nature | | |
| Salaries and wages | (42,218) | (48,033) |
| Other short-term benefits to employees | (4,710) | (3,176) |
| Total employee benefit expenses | (46,928) | (51,209) |
| Other expenses, by nature | (49,604) | (53,980) |
| Total | (96,532) | (105,189) |

27.5

Other expenses by function

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Employee benefit expenses by nature | | |
| Other short-term benefits to employees | - | (6) |
| Depreciation and amortization expenses | | |
| Depreciation of stopped assets | (284) | (433) |
| Depreciation of residual value | (4,827) | - |
| Impairment loss (reversal of impairment losses) recognized in profit or loss for the year | | |
| Impairment of allowance for doubtful accounts | (349) | (732) |
| Subtotal to date | (349) | (732) |
| Other expenses, by nature | | |
| Legal Expenses | (5,465) | (3,791) |
| Worksite stoppage expenses | (257) | (75) |
| VAT and other unrecoverable tax | (1,164) | (1,196) |
| Fines paid | (162) | (444) |
| Advisory services | (2) | (8) |
| Provisions, investment plan expenses, materials and closing sales | (41,505) | (19,397) |
| Donations rejected as expense | (1,514) | (5,253) |
| Provision for work closing | - | (1,276) |
| Adjustment to realization amount of property, plant and equipment | - | (10,085) |
| Indemnities paid | - | (146) |
| Other operating expenses | (1,578) | (6,555) |
| Subtotal to date | (51,647) | (48,226) |
| Total | (57,107) | (49,397) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 27 Gains (losses) from operating activities in the statement of income by function of expenses, included according to their nature (continued)

27.6 Other income (expenses)

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Provision for restructuring | - | (11,545) |
| Prior year adjustment, application of equity method of accounting | (2,935) | 22 |
| Sale of investments in associates | 5,000 | - |
| Gain (loss) for no involvement in capital contribution | 2,359 | - |
| Other | - | 132 |
| Total | 4,424 | (11,391) |

27.7 Summary of expenses by nature

| | 12/31/2014 | 12/31/2013 |
|---|--------------------|--------------------|
| | ThUS\$ | ThUS\$ |
| Raw material and supplies used | (593,126) | (811,518) |
| Types of employee benefits expenses | | |
| Salaries and wages | (150,135) | (186,970) |
| Other short-term employee benefits | (66,235) | (47,783) |
| Termination benefit expenses | (7,971) | (10,811) |
| Total employee benefit expenses | (224,341) | (245,564) |
| Depreciation expense | (246,464) | (216,821) |
| Depreciation of residual value | (4,827) | - |
| Impairment loss (reversal of impairment losses) recognized in profit or loss for the year | 12,846 | (25,927) |
| Other expenses, by nature | (528,969) | (347,837) |
| Total | (1,584,881) | (1,647,667) |

This table corresponds to the summary from Note 27.2 to 27.6 required by the Chilean Superintendence of Securities and Insurance

27.8 Finance expenses

| | 12/31/2014 | 12/31/2013 |
|-------------------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Interest expense from bonds | (61,714) | (65,763) |
| Interest expense from loans | (8,268) | (9,080) |
| Capitalized interest expenses | 7,732 | 17,232 |

| | | | | |
|---------------------|---------|---|---------|---|
| Other finance costs | (1,123 |) | (997 |) |
| Total | (63,373 |) | (58,608 |) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Nota 28 Income tax and deferred taxes

Accounts receivable from taxes as of December 31, 2014 and December 31, 2013, are as follows:

| 28.1 | Current tax assets | |
|---|--------------------|------------|
| | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ |
| Monthly provisional income tax payments, Chilean companies current year | 39,551 | 44,018 |
| Monthly provisional payment Royalty | 4,586 | 10,417 |
| Monthly provisional income tax payments, foreign companies | 2,093 | 1,444 |
| Corporate tax credits (1) | 1,729 | 2,025 |
| Corporate tax absorbed by tax losses (2) | 16 | 1,572 |
| Total | 47,975 | 59,476 |

These credits are available to companies and relate to the corporate tax payment in April of the following year.

- (1) These credits include, amongst others, training expense credits (SENCE) and property, plant and equipment acquisition credits that are equivalent to 4% of the property, plant and equipment purchases made during the year. In addition, some credits relate to the donations the Group has made during 2014 and 2013.
- (2) This concept corresponds to the absorption of non-operating losses (NOL's) determined by the company at year end, which must be imputed or recorded in the Retained Taxable Profits Registry (FUT).

In accordance with the laws in force and as provided by article 31 No. 3 of the Income Tax Law, when profits recorded in the FUT that have not been withdrawn or distributed are totally or partially absorbed by NOL's, the corporate tax paid on such profits (21%, 20% or 17%, depending on the year in which profits were generated) will be considered to be a provisional payment with respect to the portion representing the absorbed accumulated tax profits.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 28 Income tax and deferred taxes (continued)

28.1

Current tax assets, continued

Tax payers are entitled to apply for a refund of this monthly provisional income tax payments on the absorbed profits recorded in the FUT registry via their tax returns (Form 22).

Therefore, the provisional payment for absorbed profits (PPAP) recorded in the FUT is in effect a recoverable tax, and as such the Company records it as an asset.

28.2

Current tax liabilities

| Current tax liabilities | 12/31/2014 | 12/31/2013 |
|----------------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| 1st Category income tax | 2,425 | 21,466 |
| Foreign company income tax | 26,539 | 10,113 |
| Article 21 single tax | 19 | 128 |
| Total | 28,983 | 31,707 |

Income tax is calculated based on the profit or loss for tax purposes that is applied to the effective tax rate applicable in Chile. As established by Law No.20.780, an income tax rate of 21% was set starting from 2014, a rate of 22.5% for 2015 and a rate of 24% for 2016; beginning in 2017, the rate will range between 25% and 27% depending on the taxation system selected by the system, Attributed Income System or Partially-Integrated Taxation System.

The provision for royalty is determined by applying the tax rate determined for the net operating income (NOI).

In conclusion, both concepts represent the estimated amount the Company will have to pay for income tax and specific tax on mining.

28.3

Tax earnings

As of December 31, 2014 and December 31, 2013, the Company and its subsidiaries have recorded the following consolidated balances for retained tax earnings, income not constituting revenue subject to income tax, accumulated

tax losses and credit for shareholders:

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Taxable profits with credit rights (1) | 1,160,329 | 1,321,643 |
| Taxable profits without credit right(1) | 62,621 | 90,628 |
| Taxable loss | 7,396 | 7,425 |
| Credit for shareholders | 268,901 | 321,006 |

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Note 28 Income tax and deferred taxes (continued)

28.3

Tax earnings, continued

The Retained Taxable Profits Registry (FUT) is a chronological registry where the profits generated and distributed by the company are recorded. The object of the FUT is to control the accumulated tax profits of the company that may be distributed, withdrawn or remitted to the owners, shareholders or partners, and the final taxes that must be imposed, called in Chile Global Aggregate Tax (that levies persons resident or domiciled in Chile), or Withholding Tax (that levies persons “not” resident or domiciled in Chile).

The FUT Register contains profits with credit rights and profits without credit rights, which arise out of the inclusion of the net taxable income determined by the company or the profits received by the company that may be dividends received or withdrawals made during the period.

Profits without credit rights represent the tax payable by the company within the year and filed the following year, therefore they will be deducted from the FUT Registry the following year.

Profits with credit rights may be used to reduce the final tax burden of owners, shareholders or partners, which upon withdrawal are entitled to use the credits associated with the relevant profits.

In summary, companies use the FUT Registry to maintain control over the profits they generate that have not been distributed to the owners and the relevant credits associated with such profits.

28.4

Income tax and deferred taxes

Assets and liabilities recognized in the statement of financial position are offset if and only if:

¹ The Company has legally recognized before the right the tax authority to offset the amounts recognized in these entries; and

² Deferred income tax assets and liabilities are derived from income tax related to the same tax authority on:

(i) the same entity or tax subject; or

different entities or tax subjects who intend either to settle current fiscal assets and liabilities for their net amount, (ii) or to realize assets and pay liabilities simultaneously in each of the future periods in which the Company expects to settle or recover significant amounts of deferred tax assets or liabilities.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 28 Income tax and deferred taxes (continued)**28.4 Income tax and deferred taxes, continued**

Deferred income tax assets recognized are the income taxes that are to be recovered in future periods, related to:

- a) deductible temporary differences;
- b) the offset of losses obtained in prior periods and not yet subject to tax deduction; and
- c) the offset of unused credits from prior periods.

The Company recognizes a deferred tax asset when there is certainty that these can be offset with tax income from subsequent periods, losses or fiscal credits not yet used, but solely as long as it is more likely than not that there will be tax earnings in the future against which to charge to these losses or unused fiscal credits.

Deferred tax liabilities recognized refer to the amounts of income taxes payable in future periods related to taxable temporary differences.

d.1 Income tax assets and liabilities as of December 31, 2014 are detailed as follows:

| Description of deferred income tax assets and liabilities | Net position, assets | | Net position, liabilities | |
|---|----------------------|-----------------------|---------------------------|-----------------------|
| | Assets ThUS\$ | Liabilities ThUS\$ | Assets ThUS\$ | Liabilities ThUS\$ |
| Depreciation | 27 | - | - | 233,889 |
| Doubtful accounts impairment | 40 | - | 6,715 | - |
| Accrued vacations | - | - | 3,735 | - |
| Manufacturing expenses | - | - | - | 81,650 |
| Unrealized gains (losses) from sales of products | - | - | 83,355 | - |
| Fair value of bonds | - | - | 350 | - |
| Severance indemnity | - | - | - | 5,950 |
| Hedging | - | - | 5,512 | - |
| Inventory of products, spare parts and supplies | 49 | - | 24,583 | - |
| Research and development expenses | - | - | - | 4,285 |
| Tax losses | - | - | 715 | - |
| Capitalized interest | - | - | - | 26,904 |
| Expenses in assumption of bank loans | - | - | - | 4,011 |
| Unaccrued interest | - | - | 150 | - |

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| | | | | |
|--|-----|---|---------|---------|
| Fair value of property, plant and equipment | - | - | 70 | - |
| Employee benefits | - | - | 2,450 | - |
| Royalty deferred income taxes | - | - | - | 7,791 |
| Acquisition of intangible assets | - | - | - | 235 |
| Provision for lawsuits and legal expenses | - | - | 3,663 | - |
| Provision for investment plan | - | - | 8,946 | - |
| Provision of fines and crushing site closure | - | - | 1,654 | - |
| Other | 224 | - | - | 532 |
| Balance to date | 340 | - | 141,898 | 365,247 |
| Net balance | 340 | - | - | 223,349 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 28 Income tax and deferred taxes (continued)**28.4****Income tax and deferred taxes, continued**

d.2 Income tax assets and liabilities as of December 31, 2013 are detailed as follows

| Description of deferred income tax assets and liabilities | Net position, assets | | Net position, liabilities | |
|---|----------------------|-----------------------|---------------------------|-----------------------|
| | Assets ThUS\$ | Liabilities ThUS\$ | Assets ThUS\$ | Liabilities ThUS\$ |
| Depreciation | - | - | - | 162,378 |
| Doubtful accounts impairment | - | - | 7,030 | - |
| Accrued vacations | - | - | 3,566 | - |
| Manufacturing expenses | - | - | - | 66,759 |
| Unrealized gains (losses) from sales of products | - | - | 84,711 | - |
| Fair value of bonds | - | - | 661 | - |
| Severance indemnity | - | - | - | 4,628 |
| Hedging | - | - | - | 5,261 |
| Inventory of products, spare parts and supplies | 1 | - | 20,828 | - |
| Research and development expenses | - | - | - | 7,018 |
| Tax losses | - | - | 468 | - |
| Capitalized interest | - | - | - | 21,759 |
| Expenses in assumption of bank loans | - | - | - | 2,917 |
| Unaccrued interest | - | - | 39 | - |
| Fair value of property, plant and equipment | - | - | - | 603 |
| Employee benefits | - | - | 381 | - |
| Royalty deferred income taxes | - | - | - | 7,923 |
| Purchase of intangible assets | - | - | - | 235 |
| Provision for lawsuits and legal expenses | - | - | 1,878 | - |
| Provision for investment plan | - | - | 4,225 | - |
| Provision of fines and crushing site closure | - | - | 1,600 | - |
| Other | 530 | - | - | 201 |
| Balance to date | 531 | - | 125,387 | 279,682 |
| Net balance | 531 | - | - | 154,295 |

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Note 28 Income tax and deferred taxes (continued)**28.4****Income tax and deferred taxes, continued**

d.3 Reconciliation of changes in deferred tax liabilities (assets) as of December 31, 2014

| | Deferred tax liabilities (assets) at the beginning of the period | Deferred tax expense (income) recognized in profit or loss | Deferred tax related to items credited (debited) directly to equity | Total increase (decrease) of deferred tax liabilities (assets) | Deferred tax liabilities (assets) at the end of the period |
|---|--|--|---|--|---|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Depreciation | 162,378 | 18,037 | 53,447 | 71,484 | 233,862 |
| Doubtful accounts impairment | (7,030) |) 2,534 | (2,259) |) 275 | (6,755) |
| Accrued vacations | (3,566) |) 239 | (408) |) (169) | (3,735) |
| Manufacturing expenses | 66,759 | 6,630 | 8,261 | 14,891 | 81,650 |
| Unrealized gains (losses) from sales of products | (84,711) |) 11,007 | (9,651) |) 1,356 | (83,355) |
| Fair value of bonds | (661) |) - | 311 | 311 | (350) |
| Severance indemnity | 4,628 | (214) |) 1,536 | 1,322 | 5,950 |
| Hedging | 5,261 | (11,038) |) 265 | (10,773) | (5,512) |
| Inventory of products, spare parts and supplies | (20,829) |) 1,155 | (4,958) |) (3,803) | (24,632) |
| Research and development expenses | 7,018 | (2,808) |) 75 | (2,733) | 4,285 |
| Capitalized interest | 21,759 | (2,032) |) 7,177 | 5,145 | 26,904 |
| Expenses in assumption of bank loans | 2,917 | 206 | 888 | 1,094 | 4,011 |
| Unaccrued interest | (39) |) (111) | - | (111) | (150) |
| Fair value of property, plant and equipment | 603 | (86) |) (587) | (673) | (70) |
| Employee benefits | (381) |) (1,901) | (168) |) (2,069) | (2,450) |
| Royalty deferred income taxes | 7,923 | (132) | - | (132) | 7,791 |
| Unused tax losses | (468) |) (247) | - | (247) | (715) |
| Purchase of intangible assets | 235 | - | - | - | 235 |
| Provision for lawsuits and legal expenses | (1,878) |) (1,785) | - | (1,785) | (3,663) |
| Provision for investment plan | (4,225) |) (2,532) | (2,189) |) (4,721) | (8,946) |
| Provision of fines and crushing site closure | (1,600) |) (54) | - | (54) | (1,654) |
| Other ID | (329) |) (239) |) 876 | 637 | 308 |
| Total temporary differences, losses and unused fiscal credits | 153,764 | 16,629 | 52,616 | 69,245 | 223,009 |

During the period ended December 31, 2014, the Company calculated and accounted for taxable income considering a rate of 21% for commercial year 2014 in conformity with Law No. 20.780, Tax Reform, published in the Official Gazette on September 29, 2014.

The main amendments include a gradual increase in the corporate income tax rate up to 27% starting from 2018 for taxpayers who apply the “partially-integrated taxation system.” The maximum rate would be 25% starting from 2017 if the Company opts to use the “Attributed Income Taxation System.”

Such Law establishes that because SQM S.A. is openly-held shareholders’ corporations, in general the “Partially-integrated taxation system” is applicable, unless the Company opts to use the “Attributed Income Taxation System” as agreed by the shareholders at an Extraordinary Shareholders’ Meeting in the future.

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Note 28 Income tax and deferred taxes (continued)**28.4****Income tax and deferred taxes, continued**

With respect to deferred taxes, the Company considered the provisions of Circular No. 856 issued by the Chilean Superintendence of Securities and Insurance, which requires that differences associated with deferred tax assets and liabilities generated as direct effect of an increase in the corporate income tax rate, should be accounted for in the related period against equity. The amount charged to equity for such concept was ThUS\$52,304.

d.4 Reconciliation of changes in deferred tax liabilities (assets) as of December 31, 2013

| | Deferred tax liabilities (assets) at the beginning of the period | Deferred tax expense (income) recognized in profit or loss | Deferred tax related to items credited (debited) directly to equity | Total increase (decrease) of deferred tax liabilities (assets) | Deferred tax liabilities (assets) at the end of the period |
|---|--|--|---|--|--|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Depreciation | 145,251 | 17,127 | - | 17,127 | 162,378 |
| Doubtful accounts impairment | (5,807) | (1,223) | - | (1,223) | (7,030) |
| Accrued vacations | (3,971) | 405 | - | 405 | (3,566) |
| Manufacturing expenses | 60,160 | 6,599 | - | 6,599 | 66,759 |
| Unrealized gains (losses) from sales of products | (105,879) | 21,168 | - | 21,168 | (84,711) |
| Fair value of bonds | (3,684) | - | 3,023 | 3,023 | (661) |
| Severance indemnity | 4,483 | 145 | - | 145 | 4,628 |
| Hedging | 22,890 | (17,629) | - | (17,629) | 5,261 |
| Inventory of products, spare parts and supplies | (15,027) | (5,802) | - | (5,802) | (20,829) |
| Research and development expenses | 4,917 | 2,101 | - | 2,101 | 7,018 |
| Capitalized interest | 20,449 | 1,310 | - | 1,310 | 21,759 |
| Expenses in assumption of bank loans | 2,243 | 674 | - | 674 | 2,917 |
| Unaccrued interest | (215) | 176 | - | 176 | (39) |
| Fair value of property, plant and equipment | 2,743 | (2,140) | - | (2,140) | 603 |
| Employee benefits | (2,027) | 1,646 | - | 1,646 | (381) |
| Royalty deferred income taxes | 8,430 | (507) | - | (507) | 7,923 |
| Unused tax losses | (1,509) | 1,041 | - | 1,041 | (468) |
| Purchase of intangible assets | - | 235 | - | 235 | 235 |
| Provision for lawsuits and legal expenses | (1,823) | (55) | - | (55) | (1,878) |
| Provision for investment plan | (2,487) | (1,738) | - | (1,738) | (4,225) |
| Provision of fines and crushing site closure | (745) | (855) | - | (855) | (1,600) |
| Other | (3,170) | 2,841 | - | 2,841 | (329) |
| Total temporary differences, losses and unused fiscal credits | 125,222 | 25,519 | 3,023 | 28,542 | 153,764 |

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Note 28 Income tax and deferred taxes (continued)**28.4 Income tax and deferred taxes, continued**

d.5 Deferred taxes related to benefits for tax losses

The Company's tax loss carryforwards (NOL carryforwards) were mainly generated by losses in Chile, which in accordance with current Chilean tax regulations have no expiration date.

As of December 31, 2014 and December 31, 2013, tax loss carryforwards (NOL carryforwards) are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|-------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Chile | 715 | 468 |
| Total | 715 | 468 |

Tax losses as of December 31, correspond mainly to Servicios Integrales de Tránsitos y Transferencias S.A., Exploraciones Mineras S.A. e Isapre Norte Grande Ltda.

d.6 Unrecognized deferred income tax assets and liabilities

Unrecognized deferred tax assets and liabilities as of December 31, 2014 and December 31, 2013 are as follows:

| | 12/31/2014 | 12/31/2013 |
|------------------------------|----------------------|----------------------|
| | ThUS\$ | ThUS\$ |
| | Assets (liabilities) | Assets (liabilities) |
| Tax losses (NOL's) | 139 | 139 |
| Doubtful accounts impairment | 81 | 81 |
| Inventory impairment | 1,020 | 1,020 |
| Pensions plan | (536 |) (536 |
| Accrued vacations | 29 | 29 |

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| | | | | |
|------------------|-----|---|-----|---|
| Depreciation | (57 |) | (57 |) |
| Other | (19 |) | (19 |) |
| Balances to date | 657 | | 657 | |

Tax losses mainly relate to the United States, and they expire in 20 years.

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Note 28 Income tax and deferred taxes (continued)

28.4 Income tax and deferred taxes, continued

d.7 Movements in deferred tax assets and liabilities

Movements in deferred tax assets and liabilities as of December 31, 2014 and December 31, 2013 are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|--|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| | Liabilities | Liabilities |
| | (assets) | (assets) |
| Deferred tax assets and liabilities, net opening balance | 153,764 | 125,222 |
| Increase (decrease) in deferred taxes in profit or loss | 16,629 | 25,519 |
| Increase (decrease) in deferred taxes in equity | 52,616 | 3,023 |
| Balances to date | 223,009 | 153,764 |

d.8 Disclosures on income tax expense (income)

The Company recognizes current tax and deferred taxes as income or expenses, and they are included in profit or loss, unless they arise from:

(a) a transaction or event recognized in the same period or in a different period, outside profit or loss either in other comprehensive income or directly in equity; or

(b) a business combination

Current and deferred tax expenses (income) are detailed as follows:

| 12/31/2014 | 12/31/2013 |
|-------------------|-------------------|
| ThUS\$ | ThUS\$ |
| Income | Income |
| (expenses) | (expenses) |

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| | | |
|--|------------|------------|
| Current income tax expense | | |
| Current income tax expense | (94,796) | (113,326) |
| Adjustments to prior year current income tax | 3,043 | 305 |
| Current income tax expense, net, total | (91,753) | (113,021) |
| Deferred tax expense | | |
| Deferred tax expense (income) relating to the creation and reversal of temporary differences | (16,629) | (25,518) |
| Deferred tax expense, net, total | (16,629) | (25,518) |
| Tax expense (income) | (108,382) | (138,539) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 28 Income tax and deferred taxes (continued)**28.4 Income tax and deferred taxes, continued**

Tax expenses (income) for foreign and domestic parties are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|---|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| | Income | Income |
| | (expenses) | (expenses) |
| Current income tax expense by foreign and domestic parties, net | | |
| Current income tax expense, foreign parties, net | (7,761) | (8,267) |
| Current income tax expense, domestic, net | (83,992) | (104,769) |
| Current income tax expense, net, total | (91,753) | (113,036) |
| Deferred tax expense by foreign and domestic parties, net | | |
| Deferred tax expense, foreign parties, net | (138) | 492 |
| Deferred tax expense, domestic, net | (16,491) | (25,995) |
| Deferred tax expense, net, total | (16,629) | (25,503) |
| Income tax expense | (108,382) | (138,539) |

d.9 Equity interest in taxation attributable to equity-accounted investees

The Company does not recognize any deferred tax liability in all cases of taxable temporary differences associated with investments in subsidiaries, branches and associated companies or interest in joint ventures, because as indicated in the standard, the following two conditions are jointly met:

- (a) the parent, investor or interest holder is able to control the time for reversal of the temporary difference; and
- (b) It is more likely than not that the temporary difference is not reversed in the foreseeable future.

In addition, the Company does not recognize deferred income tax assets for all deductible temporary differences from investments in subsidiaries, branches and associated companies or interests in joint ventures because it is not possible to meet for the following requirements:

(a) Temporary differences are reversed in a foreseeable future; and

(b) The Company has tax earnings, against which temporary differences can be used.

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Note 28 Income tax and deferred taxes (continued)**28.4****Income tax and deferred taxes, continued**

d.10 Disclosures on the tax effects of other comprehensive income components:

| Income tax related to other income and expense components with a charge or credit to net equity | Amount | (Expense) | Amount |
|---|-----------------------------|-------------------------|-------------|
| | before taxes (expense) gain | income for income taxes | after taxes |
| | 12/31/2014 | 12/31/2014 | 12/31/2014 |
| | ThUS\$ | ThUS\$ | ThUS\$ |
| Cash flow hedge | 1,638 | (311) | 1,327 |
| Total | 1,638 | (311) | 1,327 |

| Income tax related to components of other income and expense with a charge or credit to net equity | Amount | (Expense) | Amount |
|--|-----------------------------|-------------------------|-------------|
| | before taxes (expense) gain | income for income taxes | after taxes |
| | 12/31/2014 | 31/12/2013 | 31/12/2013 |
| | ThUS\$ | ThUS\$ | ThUS\$ |
| Cash flow hedge | 15,113 | (3,023) | 12,090 |
| Total | 15,113 | (3,023) | 12,090 |

d.11 Explanation of the relationship between expense (income) for tax purposes and accounting income.

In accordance with paragraph No. 81, letter c) of IAS 12, the Company has estimated that the method that discloses more significant information for the users of its financial statements is the reconciliation of tax expense (income) to the result of multiplying income for accounting purposes by the tax rate in force in Chile. This option is based on the fact that the Parent and its subsidiaries incorporated in Chile generate almost the total amount of tax expense (income) and the fact that amounts of subsidiaries incorporated in foreign countries have no relevant significance within the context of the total amount of tax expense (income).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 28 Income tax and deferred taxes (continued)**28.4****Income tax and deferred taxes, continued**

Reconciliation of numbers in income tax expenses (income) and the result of multiplying financial gain by the rate prevailing in Chile.

| | Income (expense) | | | |
|--|------------------|------------|----|---|
| | 12/31/2014 | 12/31/2013 | | |
| | ThUS\$ | ThUS\$ | | |
| Consolidated income before taxes | 412,152 | 613,109 | | |
| Income tax rate in force in Chile | 21 | % | 20 | % |
| Tax expense using the legal rate | (86,552) | (122,622) | | |
| Effect of royalty tax expense | (7,583) | (10,277) | | |
| Tax effect of non-taxable revenue | 5,420 | 5,669 | | |
| Effect of taxable rate of non-deductible expenses for determination of taxable income (loss) | (1,897) | (1,955) | | |
| Tax effect of tax rates supported abroad | (4,050) | (2,268) | | |
| Other tax effects from the reconciliation between the accounting income and tax expense (income) | (13,720) | (7,086) | | |
| Tax expense using the effective rate | (108,382) | (138,539) | | |

d.12 Tax periods potentially subject to verification:

The Group's Companies are potentially subject to income tax audits by tax authorities in each country. These audits are limited to a number of interim tax periods, which, in general, when they elapse, give rise to the expiration of these inspections.

Tax audits, due to their nature, are often complex and may require several years. Below, we provide a summary of tax periods that are potentially subject to verification, in accordance with tax regulations in force in the country of origin:

Chile

According to article 200 of Decree Law No. 830, the tax authority shall review for any deficiencies in its settlement and taxes turn giving rise, by applying a requirement of 3 years term from the expiration of the legal deadline when

payment should have been made. Besides, this requirement was extended to 6 years term for the revision of taxes subject to declaration, when such declaration was not been filed or has been presented maliciously false.

United States

In the United States, the tax authority may review tax returns for up to 3 years from the expiration date of the tax return. In the event that an omission or error is detected in the tax return of sales or cost of sales, the review can be extended for a period of up to 6 years.

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Note 28 Income tax and deferred taxes (continued)

28.4

Income tax and deferred taxes, continued

Mexico:

In Mexico, the tax authority can review tax returns up to 5 years from the expiration date of the tax return.

Spain:

In Spain, the tax authority can review tax returns up to 4 years from the expiration date of the tax return.

Belgium:

In Belgium, the tax authority may review tax returns for up to 3 years from the expiration date of the tax return if no tax losses exist. In the event of detecting an omission or error in the tax return, the review can be extended for a period of up to 5 years.

South Africa:

In South Africa, the tax authority may review tax returns for up to 3 years from the expiration date of the tax return. In the event an omission or error in the tax return is detected, the review can be extended for a period of up to 5 years.

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Note 29 Disclosures on the effects of fluctuations in foreign currency exchange rates

Assets held in foreign currency subject to fluctuations in exchange rates are detailed as follows:

| Class of assets | Currency | 12/31/2014 | 12/31/2013 |
|---|----------|------------|------------|
| | | ThUS\$ | ThUS\$ |
| Current assets | | | |
| Cash and cash equivalents | ARS | 12 | - |
| Cash and cash equivalents | BRL | 29 | 73 |
| Cash and cash equivalents | CLP | 6,355 | 25,391 |
| Cash and cash equivalents | CNY | 769 | 384 |
| Cash and cash equivalents | EUR | 10,449 | 9,230 |
| Cash and cash equivalents | GBP | 5 | 14 |
| Cash and cash equivalents | IDR | 4 | 4 |
| Cash and cash equivalents | INR | 12 | 7 |
| Cash and cash equivalents | MXN | 736 | 428 |
| Cash and cash equivalents | PEN | 1 | 2 |
| Cash and cash equivalents | THB | 2,055 | 2,161 |
| Cash and cash equivalents | YEN | 1,701 | 1,435 |
| Cash and cash equivalents | ZAR | 4,046 | 7,229 |
| Subtotal cash and cash equivalents | | 26,174 | 46,358 |
| Other current financial assets | CLF | 60,153 | - |
| Other current financial assets | CLP | 255,045 | 108,892 |
| Subtotal other current financial assets | | 315,198 | 108,892 |
| Other current non-financial assets | ARS | 22 | 21 |
| Other current non-financial assets | AUD | - | 95 |
| Other current non-financial assets | BRL | 2 | 1 |
| Other current non-financial assets | CLF | 59 | 75 |
| Other current non-financial assets | CLP | 20,985 | 25,814 |
| Other current non-financial assets | CNY | 101 | 33 |
| Other current non-financial assets | EUR | 5,594 | 5,383 |
| Other current non-financial assets | AED | - | - |
| Other current non-financial assets | INR | - | - |
| Other current non-financial assets | MXN | 1,503 | 793 |
| Other current non-financial assets | PEN | - | 3 |
| Other current non-financial assets | THB | 42 | 13 |
| Other current non-financial assets | ZAR | 972 | 801 |
| Subtotal other current non-financial assets | | 29,280 | 33,032 |
| Trade and other receivables | ARS | - | - |
| Trade and other receivables | AUD | - | - |
| Trade and other receivables | BRL | 29 | 32 |
| Trade and other receivables | CLF | 1,174 | 507 |
| Trade and other receivables | CLP | 80,240 | 50,112 |

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| | | | |
|---|-----|---------|--------|
| Trade and other receivables | CNY | 2,368 | 9 |
| Trade and other receivables | EUR | 24,496 | 31,975 |
| Trade and other receivables | GBP | 269 | 261 |
| Trade and other receivables | MXN | 322 | 240 |
| Trade and other receivables | PEN | 88 | 92 |
| Trade and other receivables | THB | 4,713 | 1,823 |
| Trade and other receivables | INR | - | - |
| Trade and other receivables | ZAR | 18,162 | 14,742 |
| Subtotal trade and other receivables | | 131,861 | 99,793 |
| Receivables from related parties | AED | 379 | 379 |
| Receivables from related parties | CLP | 87 | 517 |
| Receivables from related parties | EUR | 1,360 | 845 |
| Receivables from related parties | THB | 1,506 | - |
| Receivables from related parties | CNY | 105 | - |
| Receivables from related parties | YEN | 206 | 197 |
| Receivables from related parties | ZAR | 3,771 | 9,157 |
| Subtotal receivables from related parties | | 7,414 | 11,095 |

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Note 29 Disclosures on the effects of fluctuations in foreign currency exchange rates (continued)

| Class of assets | Currency | 12/31/2014 | 12/31/2013 |
|---|----------|------------|------------|
| | | ThUS\$ | ThUS\$ |
| Current tax assets | AUD | - | - |
| Current tax assets | CLP | 1,803 | 1,033 |
| Current tax assets | EUR | 68 | 75 |
| Current tax assets | ZAR | - | - |
| Current tax assets | MXN | 1,122 | 230 |
| Current tax assets | PEN | 253 | 267 |
| Subtotal current tax assets | | 3,246 | 1,605 |
| Non-current assets | | | |
| Other non-current financial assets | BRL | - | 27 |
| Other non-current financial assets | CLP | 20 | 20 |
| Other non-current financial assets | YEN | 39 | 45 |
| Subtotal other non-current financial assets | | 59 | 92 |
| Other non-current non-financial assets | BRL | 170 | 191 |
| Other non-current non-financial assets | CLP | 727 | 758 |
| Subtotal other non-current non-financial assets | | 897 | 949 |
| Non-current right receivable | CLF | 1,028 | 465 |
| Non-current right receivable | CLP | 1,016 | 818 |
| Subtotal non-current rights receivable | | 2,044 | 1,283 |
| Equity-accounted investees | AED | 19,459 | 24,215 |
| Equity-accounted investees | CLP | 1,159 | 1,649 |
| Equity-accounted investees | IDR | - | 802 |
| Equity-accounted investees | EUR | 8,004 | 7,924 |
| Equity-accounted investees | INR | 754 | - |
| Equity-accounted investees | THB | 2,038 | 1,876 |
| Equity-accounted investees | TRY | 14,956 | 15,336 |
| Subtotal equity-accounted investees | | 46,370 | 51,802 |
| Intangible assets other than goodwill | CLP | 402 | 507 |
| Intangible assets other than goodwill | CNY | 1 | 3 |
| Subtotal intangible assets other than goodwill | | 403 | 510 |
| Property, plant and equipment | CLP | 4,240 | 5,633 |
| Subtotal property, plant and equipment | | 4,240 | 5,633 |
| Total non-current assets | | 54,013 | 60,269 |
| Total assets | | 567,186 | 361,044 |

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Note 29 Disclosures on the effects of fluctuations in foreign currency exchange rates (continued)

Liabilities held in foreign currencies are detailed as follows:

| Class of liability | Currency | 12/31/2014 | | | 12/31/2013 | | |
|---|----------|-------------------------|-----------------------------|-----------------|-------------------------|-----------------------------|-----------------|
| | | Up to 90 days ThUS\$ | 91 days to 1 year ThUS\$ | Total ThUS\$ | Up to 90 days ThUS\$ | 91 days to 1 year ThUS\$ | Total ThUS\$ |
| Current liabilities | | | | | | | |
| Other current financial liabilities | CLF | 4,822 | 6,329 | 11,151 | 1,455 | 77,866 | 79,321 |
| Other current financial liabilities | CLP | - | - | - | - | 141,704 | 141,704 |
| Subtotal other current financial liabilities | | 4,822 | 6,329 | 11,151 | 1,455 | 219,570 | 221,025 |
| Trade and other payables | ARS | - | - | - | 3 | - | 3 |
| Trade and other payables | BRL | 52 | - | 52 | 64 | - | 64 |
| Trade and other payables | CHF | 1 | - | 1 | 1 | - | 1 |
| Trade and other payables | CLP | 67,326 | 3,163 | 70,489 | 55,785 | 26,224 | 82,009 |
| Trade and other payables | CNY | 2,622 | - | 2,622 | 117 | - | 117 |
| Trade and other payables | EUR | 10,442 | - | 10,442 | 18,654 | - | 18,654 |
| Trade and other payables | GBP | 14 | - | 14 | 6 | - | 6 |
| Trade and other payables | INR | 1 | - | 1 | 1 | - | 1 |
| Trade and other payables | MXN | 20 | - | 20 | 485 | - | 485 |
| Trade and other payables | PEN | 6 | - | 6 | 3 | - | 3 |
| Trade and other payables | ZAR | 1,470 | - | 1,470 | 2,517 | - | 2,517 |
| Subtotal trade and other payables | | 81,954 | 3,163 | 85,117 | 77,636 | 26,224 | 103,860 |
| Other current provisions | ARS | - | - | - | 62 | - | 62 |
| Other current provisions | BRL | 524 | 13 | 537 | 821 | 595 | 1,416 |
| Other current provisions | CLP | 9 | - | 9 | 6 | - | 6 |
| Other current provisions | EUR | 6 | - | 6 | 7 | - | 7 |
| Other current provisions | INR | - | - | - | 1 | - | 1 |
| Subtotal other current provisions | | 539 | 13 | 552 | 897 | 595 | 1,492 |
| Current tax liabilities | CLP | - | - | - | - | 33 | 33 |
| Current tax liabilities | EUR | - | 1,544 | 1,544 | - | 1,553 | 1,553 |
| Current tax liabilities | MXN | - | 896 | 896 | - | - | - |
| Subtotal current tax liabilities | | - | 2,440 | 2,440 | - | 1,586 | 1,586 |
| Current provisions for employee benefits | CLP | - | - | - | 24,172 | - | 24,172 |
| Current provisions for employee benefits | MXN | - | - | - | 156 | - | 156 |
| Subtotal current provisions for employee benefits | | - | - | - | 24,328 | - | 24,328 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 29 Disclosures on the effects of fluctuations in foreign currency exchange rates (continued)

| Class of liability | Currency | 12/31/2014 | | | 12/31/2013 | | |
|--|----------|-------------------------|----------------------------------|-----------------|-------------------------|----------------------------------|-----------------|
| | | Up to 90 days ThUS\$ | over 90 days to 1 year ThUS\$ | Total ThUS\$ | Up to 90 days ThUS\$ | Over 90 days to 1 year ThUS\$ | Total ThUS\$ |
| Other current non-financial liabilities | BRL | 18 | - | 18 | 55 | - | 55 |
| Other current non-financial liabilities | CLP | 5,557 | 2,158 | 7,715 | 7,055 | 19,922 | 26,977 |
| Other current non-financial liabilities | CNY | - | - | - | 18 | - | 18 |
| Other current non-financial liabilities | EUR | 546 | - | 546 | 2,442 | - | 2,442 |
| Other current non-financial liabilities | MXN | 1,479 | 62 | 1,541 | 720 | 62 | 782 |
| Other current non-financial liabilities | AUD | 70 | - | 70 | - | - | - |
| Other current non-financial liabilities | PEN | - | - | - | 70 | - | 70 |
| Other current non-financial liabilities | THD | 4 | - | 4 | - | - | - |
| Other current non-financial liabilities | ZAR | 37 | - | 37 | 8 | - | 8 |
| Subtotal other current non-financial liabilities | | 7,711 | 2,220 | 9,931 | 10,368 | 19,984 | 30,352 |
| Total current liabilities | | 95,026 | 14,165 | 109,191 | 114,684 | 267,959 | 382,643 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 29 Disclosures on the effects of fluctuations in foreign currency exchange rates (continued)

| Class of liability | Currency | 12/31/2014 | | | | | Total ThUS\$ |
|---|----------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | | 1 to 2 | 2 to 3 | 3 to 4 | 4 to 5 | Over 5 | |
| | | years ThUS\$ | years ThUS\$ | years ThUS\$ | years ThUS\$ | years ThUS\$ | |
| Non-current liabilities | | | | | | | |
| Other non-current financial liabilities | CLF | 6,088 | 46,524 | 6,088 | 6,088 | 262,761 | 327,549 |
| Other non-current financial liabilities | CLP | - | - | - | - | - | - |
| Subtotal other non-current financial liabilities | | 6,088 | 46,524 | 6,088 | 6,088 | 262,761 | 327,549 |
| Deferred tax liabilities | CLP | - | - | - | - | - | - |
| Deferred tax liabilities | MXN | - | - | - | - | - | - |
| Subtotal deferred tax liabilities | | - | - | - | - | - | - |
| Non-current provisions for employee benefits | CLP | - | - | - | - | 1,793 | 1,793 |
| Non-current provisions for employee benefits | MXN | - | - | - | - | 115 | 115 |
| Non-current provisions for employee benefits | YEN | - | - | - | - | 449 | 449 |
| Subtotal non-current provisions for employee benefits | | - | - | - | - | 2,357 | 2,357 |
| Total non-current liabilities | | 6,088 | 46,524 | 6,088 | 6,088 | 265,118 | 329,906 |

| Class of liability | Currency | 12/31/2013 | | | | | Total ThUS\$ |
|---|----------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | | 1 to 2 | 2 to 3 | 3 to 4 | 4 to 5 | Over 5 | |
| | | years ThUS\$ | years ThUS\$ | years ThUS\$ | years ThUS\$ | years ThUS\$ | |
| Non-current liabilities | | | | | | | |
| Other non-current financial liabilities | CLF | 6,471 | 6,488 | 50,648 | 6,521 | 293,841 | 363,969 |
| Other non-current financial liabilities | CLP | - | - | - | - | - | - |
| Subtotal other non-current financial liabilities | | 6,471 | 6,488 | 50,648 | 6,521 | 293,841 | 363,969 |
| Deferred tax liabilities | CLP | - | - | - | - | - | - |
| Deferred tax liabilities | MXN | - | - | - | - | - | - |
| Subtotal deferred tax liabilities | | - | - | - | - | - | - |
| Non-current provisions for employee benefits | CLP | - | - | - | - | 28,532 | 28,532 |
| Non-current provisions for employee benefits | MXN | - | - | - | - | 131 | 131 |
| Non-current provisions for employee benefits | YEN | - | - | - | - | 494 | 494 |
| Subtotal non-current provisions for employee benefits | | - | - | - | - | 29,157 | 29,157 |
| Total non-current liabilities | | 6,471 | 6,488 | 50,648 | 6,521 | 322,998 | 393,126 |

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Note 30 Mineral resource exploration and evaluation expenditure

Because of the nature of the operations of Sociedad Química y Minera de Chile S.A. and its subsidiaries and the type of exploration they conduct (which is different than other mining businesses where the exploration process results in significant time), the exploration and process and the definition of the economic feasibility occurs normally within the year. Accordingly, although expenditure is initially capitalized, it could be recognized in profit or loss for the same year should there be no technical and commercial feasibility. This results in having no significant expenditure that have no feasibility study at the end of the year.

Prospecting expenditure can be found in 4 different stages: execution, economically feasible, not economically feasible and under exploitation:

1. Execution: prospecting expenditure which are under execution and accordingly there is no yet a definition as to its economic feasibility are classified in the caption property, plant and equipment. As of December 31, 2014 and December 31, 2013, the balance amounts to ThUS\$28,401 and ThUS\$ 28,568, respectively.
2. Economically feasible: prospecting expenditure, which upon completion, has been concluded to be economically feasible is classified in the caption non-current assets in other non-current non-financial assets. As of December 31, 2014 and December 31, 2013, the balance amounts to ThUS\$ 29,569 and ThUS\$ 33,388 respectively.
3. Not economically feasible: Prospecting expenditure, which upon completion it has been concluded that are not economically feasible are recorded in profit or loss: as of December 31, 2014 and December 31, 2013, the balance amounts to ThUS\$2,352 and ThUS\$7,064, respectively.
4. Under exploitation: Prospecting expenditure under exploitation is classified in the caption current assets in current inventories. These are amortized considering the exploited material. As of December 31, 2014 and December 31, 2013, the balance amounts to ThUS\$2,207 and ThUS\$ 630, respectively.

For the amount of capitalized expenditure, the total amount disbursed in exploration and evaluation of mineral resources for the six months ended December 31, 2014 ThUS\$9,910, and correspond to non-metallic projects. Such expenditure mainly correspond to studies, either topographical, geological, exploratory drilling, sampling, among others.

With respect to this expenditure, the Company has defined classifying it in accordance with IFRS 6.9:

For exploration expenditure where the mineral has low ore grade that is not economically exploitable, it is debited directly to profit or loss.

If studies determine that the ore grade is economically exploitable, it is classified in other non-current assets in the caption stain development and prospecting expenses and at the time of making the decision for exploiting the zone it is classified in the caption inventories as part of the cost of raw materials required for production purposes.

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Note 31 Events occurred after the reporting date

31.1 Authorization of the financial statements

The consolidated financial statements of Sociedad Química y Minera de Chile S.A. and subsidiaries prepared in accordance with International Financial Reporting Standards for the period ended December 31, 2014 were approved and authorized for issuance by the Board of Directors at their meeting held on March 3, 2015.

31.2 Disclosures on events occurring after the reporting date

The Company's Board of Directors held an Extraordinary Meeting on February 26, 2015 to analyze the issues that had been disclosed by the press over the previous few weeks in relation to the investigation performed by the Chilean IRS (Servicio de Impuestos Internos) and the Public Prosecutor's Office. At said Meeting, the Board of Directors agreed to form an ad-hoc committee composed of the directors José María Eyzaguirre B., Juan Antonio Guzmán M. and Wolf von Appen B in order to conduct the appropriate investigation. In said committee, the Board of Directors delegated all the necessary authority to carry out its mandate. The Board authorized the committee to request any external, independent advice they deemed appropriate (in other words, at its discretion). Furthermore, the Directors instructed the committee to, upon the completion of the task, report its conclusions and possible courses of action to the SQM S.A. Directory.

Management was not aware of any other significant events, occurred between December 31, 2014 and the date of issuance of these consolidated financial statements, that may affect them significantly.

31.3 Detail of dividends declared after the reporting date

At the date of these financial statements, there are no dividends declared after the reporting date.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

CHEMICAL AND MINING COMPANY OF CHILE INC.

(Registrant)

Date: April 1, 2015

/s/ Ricardo Ramos

By: Ricardo Ramos

CFO & Vice-President of Development

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