

**ARTICLES OF ASSOCIATION AND AMENDED BY-LAWS  
FREE TRANSLATION.**

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**I. CONSTITUTION.**

Sociedad Química y Minera de Chile S.A., hereinafter also and indistinctly referred to as the Corporation or SQM, was constituted by public deed awarded on June 17, 1968 before Santiago Notary Public Mr. Sergio Rodríguez Garcés. Its abstract was registered on June 29, 1968 in the Business Registry of the Santiago Real Estate Property Register, on page 4.533 No. 1.991. The Corporation's existence was approved by Decree No. 1.164 (Decreto Supremo No. 1.164) from June 22, 1968 of the Ministry of Finance, and also registered on June 29, 1968 in the Business Registry of the Santiago Real Estate Property Register, on page 4.537 No. 1.992, and inscribed within the margin of the corporate registration. The abstract of the articles of incorporation, approved by the Superintendency of Insurance Companies, Corporations, and Stock Exchanges, and the Decree authorizing the Corporations' existence, were published in the Official Gazette (Diario Oficial) No. 27.080, on June 29, 1968.

**II. AMENDMENTS.**

1. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on October 9, 1969 and an abstract was executed into public deed on October 13, 1969 before Santiago Notary Public Mr. Sergio Rodríguez Garcés. The abstract of this deed, approved by the Superintendency of Insurance Companies, Corporations, and Stock Exchanges, was registered on February 5, 1970 in the Business Registry of the Santiago Real Estate Property Register, on page 947 No. 447, and was inscribed within the margin of the corporate registration. The amendment was approved by Decree No. 63 of January 26, 1970 of the Ministry of Finance, and was registered on February 5, 1970 in the Business Registry of the Santiago Real Estate Property Register, on page 948 No. 448, and inscribed within the margin of the abstract's registration of the deed of amendment. The deed of amendment's abstract and the Decree approving the amendment were published in the Official Gazette No. 27.566 on February 7, 1970.

Among other matters, this amendment established a preferred dividend for Series "A" shares of the Corporation's net earnings originated in the draw-back awarded by Decree No. 914 of September 4, 1969 of the Ministry of Economy, Development and Reconstruction.

2. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on April 21, 1977 and an abstract was executed into public deed on May 19, 1977 before Santiago Notary Public Mr. Jaime Morandé Orrego. This public deed was subsequently complemented by the public deeds awarded on May 15 and September 21, 1978, before Santiago Notary Public Mr. Jaime Morandé Orrego. The amendment was approved by means of Exempt Resolution No. 256-S of June 27, 1979 of the Superintendency of Insurance Companies, Corporations, and Stock Exchanges. The certificate from the General Secretary of that Superintendency regarding the mentioned Resolution and abstract of the deed of amendment, was published in the Official Gazette No. 30.408 on July 7, 1979, registered in the Business Registry of the Santiago Real Estate Property Register on page 8.068 No. 4.908 on July 9, 1979, and inscribed within the margin of the corporate registration.

Among other matters, this amendment specified the corporate purposes, eliminated the division of shares into Series, increased the payment term for share capital and reduced the period for SQM's Directors to 2 years.

3. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on April 19, 1979 and an abstract was executed into public deed on May 18, 1979 before Santiago Notary Public Mr. Jaime Morandé Orrego. This deed was subsequently complemented by a public deed executed on January 8, 1980 before Santiago Notary Public Mr. Jaime Morandé Orrego. The amendment was approved by means of Resolution No. 020-S of January 14, 1980 of the Superintendency of Insurance Companies, Corporations, and Stock Exchanges. The certificate of the General Secretary of that Superintendency regarding this Resolution, the abstract of the deed of

amendment and its complementary deed was registered in the Business Registry of the Santiago Real Estate Property Register, on page 1.080, No. 569, on January 21, 1980, and inscribed within the margin of the corporate registration. The abstract of the deed of amendment and the aforementioned certificate were published in the Official Gazette No. 30.572, on January 24, 1980.

Among other matters, this amendment reduced the number of Directors to 7 and eliminated the positions of alternate Directors.

4. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on July 6, 1981 and an abstract was executed into public deed on July 6, 1981 before Santiago Notary Public Mr. Jaime Morandé Orrego. This deed was subsequently complemented by a public deed also executed before Santiago Notary Public Mr. Rubén Galecio Gómez, on October 20, 1981. The amendment was approved by means of Resolution No. 652 of October 21, 1981 from the Superintendency of Securities and Insurances. The certificate of the General Secretary of that Superintendency regarding the mentioned Resolution, the abstract of the deed of amendment and the complementary deed was registered in the Business Registry of the Santiago Real Estate Property Register, on page 23.170 No. 12.751, on December 15, 1981 and inscribed within the margin of the corporate registration. The abstract of the deed of amendment and the aforementioned certificate were published in the Official Gazette No. 31.142, on December 16, 1981.

Among other matters, this amendment increased share capital of US\$ 40,000,000, divided into 40,000,000 shares with a nominal value of US\$ 1 each, to US\$ 123,491,099 divided into 123,491,099 shares with a nominal value of US\$ 1 each.

5. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on April 14, 1982 and an abstract was executed into public deed on April 15, 1982 before Santiago Notary Public Mr. Rubén Galecio Gómez. The abstract of this deed of amendment was published in the Official Gazette No. 31.255 on May 4, 1982, registered in the Business Registry of the Santiago Real Estate Property Register on page 7.600, No. 4.184 on May 7, 1982, and inscribed within the margin of the corporate registration.

Among other matters, this amendment adjusted the by-laws to comply with the provisions of Law No. 18.046 of 1981.

6. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on August 5, 1982 and an abstract was executed into public deed on September 6, 1982, before Santiago Notary Public Mr. Patricio Zaldívar Mackenna. The abstract of this deed of amendment was published in the Official Gazette No. 31.377, on September 27, 1982, registered in the Business Registry of the Santiago Real Estate Property Register, on page 16.546, No. 9.482 on September 27, 1982, and inscribed within the margin of the corporate registration.

Among other matters, this amendment voluntarily subjected the Corporation to the regulations governing publicly-held corporations and, thereby, obligated it to register its stock in the National Security Register (Registro Nacional de Valores) and establish the incompatibility of the position of Chief Executive Officer with that of Director, Auditor or Accountant and to specify that SQM's General Ordinary Shareholders' Meeting appoints the Corporation's External Auditors on a yearly basis.

7. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on July 26, 1984 and an abstract was executed into public deed on August 9, 1984 before Santiago Notary Public Mr. Mario Baros González. The abstract of the deed of amendment was published in the Official Gazette No. 31.962, on August 31, 1984, registered in the Business Registry of the Santiago Real Estate Property Register on page 12.682, No. 6.912, on August 31, 1984, and inscribed within the margin of the corporate registration.

Among other matters, this amendment reduced share capital to US\$79,528,455 by absorbing losses of US\$43,962,644 accumulated as of December 31, 1983, thus leaving the Corporation's share capital divided into 123,491,099 shares without nominal value.

8. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on August 8, 1986 and an abstract was executed into public deed on August 12, 1986 before Santiago Notary Public Mr. Mario Baros González. The abstract of this deed of amendment was registered in the Business Registry of the Santiago Real Estate Property Register, on page 15.600, No. 8.754, on August 22, 1986 and inscribed within the margin of the corporate registration. This abstract was corrected, registering the correction on page 17.211, No. 9.564, on September 15, 1986 and inscribing it within the margin of the aforementioned Business Registry. Both abstracts were published in the Official Gazettes No. 32.554 and No. 32.572, on August 22, 1986 and September 13, 1986, respectively.

Among other matters, this amendment adapted the By-Laws to provisions contained in Title XII of Decree Law No. 3.500 of 1980, adding Articles 1 Bis, 5 Bis, 16 Bis, 18 Bis, 27 Bis, 28 Bis, 31 Bis, 36 Bis and a ninth chapter with "Special Regulations".

9. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on December 5, 1988 and an abstract was executed into public deed on January 19, 1989 before Santiago Notary Public Mr. Patricio Zaldívar Mackenna. The abstract of this deed of amendment was registered in the Business Registry of the Santiago Real Estate Property Register, on page 3.263, No. 1.555, on February 1, 1989, inscribed within the margin of the corporate registration and published in the Official Gazette No. 33.289, on February 3, 1989.

Among other matters, this amendment modified the Corporations' name, established its indefinite duration and extended its corporate purposes.

10. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting, held on April 23, 1993 and an abstract was executed into public deed on April 27, 1993 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 34.554 on April 30, 1993, registered on page 8.675, No. 7.186 of the Business Registry of the Santiago Real Estate Property Register for 1993 and inscribed within the margin of the corporate registration.

Among other matters, this amendment **(a)** increased the Corporation's share capital of US\$79,528,455, divided into 123,491,099 shares without nominal value and fully paid, to US\$229,528,455 divided into 123,491,099 Series A shares without nominal value and fully paid, and 83,007,413 Series B shares without nominal value, either fully paid or payable, 16,601,482 shares with US\$30,000,000 by means of immediate capitalization of retained earnings equal to that amount, and 66,405,931 shares with US\$120,000,000 by means of issuing, subscribing, and paying for these shares within three years of April 23, 1993; **(b)** established that only Series A shares are able to separately elect, in the respective Meeting, Directors and Inspectors of the Corporation's accounts and their respective alternates; **(c)** established that only Series B shares are able to separately elect, in the respective Meeting, the Corporation's External Auditors; **(d)** determined that the aforementioned privileges will be in force for 50 years from April 23, 1993; and **(e)** replaced articles 5, 11, 12, 31, and 32 of the By-Laws and included 2 new temporary articles into the By-Laws.

11. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held June 3, 1993 and an abstract was executed into public deed on June 3, 1993 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 34,584 on June 7, 1993, and registered on page 13.866 No. 11.475 of the Business Registry of the Santiago Real Estate Property Register for 1993. This abstract was corrected and the corrections were published in the Official Gazettes No. 34.589, No. 34.600 and No. 34.609 on June 14, 1993, June 26, 1993 and July 8, 1993, respectively. The corrections were registered on page 15.410, No. 12.761, on July 23, 1993 of the Business Registry of the Santiago Real Estate Property Register for 1993 and inscribed, along with the aforementioned abstract of the deed of amendment, within the margin of the corporate registration.

Among other aspects, this amendment: **(a)** revoked and fully annulled all agreements adopted at the Corporation's General Extraordinary Shareholders' Meeting held June 3, 1993, an abstract of which was executed into public deed on June 3, 1993 before Santiago Notary Public Juan Ricardo San

Martín Urrejola; **(b)** increased the share capital of US\$79,528,455, divided into 123,491,099 shares without nominal value and fully paid, to US\$229,528,455 divided into 123,491,099 Series A shares without nominal value and fully paid and 83,007,413 Series B shares without nominal value and paid or to be paid, 16,601,482 shares with US\$30,000,000 by means of immediate capitalization of retained earnings for that amount, and 66,405,931 with US\$120,000,000 by means of issuing, subscribing and paying for such shares within three years of June 3, 1993; **(c)** increased the number of Directors from 7 to 8; **(d)** established that Series B shares have a restricted right to vote, since they can only elect 1 Director; **(e)** established the preference of Series B shares to enable them to **-i-** call an Ordinary or Extraordinary Meeting when requested by Series B shareholders representing at least 5% of the issued Series B shares and **-ii-**, call an Extraordinary Board of Directors' Meeting without the Chairman's authorization, when requested by the Director elected by Series B shareholders; **(f)** indicated that before a tie in electing the Chairman, a new election will be called excluding the Director elected by Series B shareholders, and that this exclusion represents a preference for Series A shares; **(g)** determined that the aforementioned privileges will be in force for 50 years from June 3, 1993; and **(h)** replaced Articles 5, 9, 11, 12, 14, 15, 19, 28, 30, 31, and, 32 of the By-Laws, and included 2 new temporary articles to the By-Laws.

12. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on December 19, 1994 and an abstract was executed into public deed on December 26, 1994 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette on January 6, 1995, registered on January 16, 1995 on page 1.391, No. 1.113 of the Business Registry of the Santiago Real Estate Property Register for 1995 and inscribed within the margin of the corporate registration. This abstract was corrected and the correction was published in the Official Gazette No. 35.067 on January 14, 1995 and inscribed within the margin of the aforementioned registration.

Among other matters, this amendment: **(a)** adapted the By-Laws to the provisions of Law No. 19.301; **(b)** extended the specific corporate purposes; **(c)** indicated that the Corporation's share capital amounts to US\$265,669,746 divided into 120,376,972 Series A shares without nominal value and fully paid, and 83,007,413 Series B shares without nominal value and fully paid; **(d)** replaced articles 5 Bis, 31, 31 Bis, 41 and 43 of the By-Laws and **(e)** annulled the first temporary article.

13. The By-Laws were amended at the Corporation's General Extraordinary Shareholders' Meeting held on September 1, 1995 and an abstract was executed into public deed on September 1, 1995 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 35.260 on September 4, 1995, registered on September 4, 1995 on page 20.977, No. 16.988 of the Business Registry of the Santiago Real Estate Property Register for 1995 and inscribed within the margin of the corporate registration.

Among other matters, this amendment: **(a)** increased share capital of US\$265,669,746 divided into 120,376,972 Series A shares without nominal value and 83,007,413 Series B shares without nominal value to a new share capital of US\$435,669,746 divided into 120,376,972 Series A shares without nominal value and 120,376,972 Series B shares without nominal value and **(b)** replaced article 5 of the By-Laws, renamed the temporary article as temporary article 1 and incorporated temporary article 2.

14. The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held April 26, 1996 and an abstract was executed into public deed on May 3, 1996 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 35.466 on May 14, 1996, registered on page 11.504 No.9.332 of the Business Registry of the Santiago Real Estate Property Register for 1996.

Among other matters, this amendment: **(a)** indicated that share capital amounts to US\$415,160,946 divided into 120,376,972 Series A shares without nominal value and fully paid and 120,376,972 Series B shares without nominal value and fully paid and **(b)** modified Article 5, annulled transitory article No. 2 and renamed transitory article No.1 as transitory article.

15. The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held on April 28, 1997 and an abstract was executed into public deed on April 28, 1997 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published

in the Official Gazette No. 35.758 on May 6, 1997, registered on May 9, 1997 on page 11.099 No. 8.802 of the Business Registry of the Santiago Real Estate Property Register for 1997 and inscribed in the margin of the corporate registration.

Among other matters, this amendment: (a) increased the term that Directors serve from 2 to 3 years and (b) modified Articles 10 and 14 of the By-Laws.

- 16.** The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held on February 6, 1998 and an abstract was executed into public deed on February 6, 1998 before Mr. Oscar Ernesto Navarrete Villalobos, Deputy Notary Public for Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 35.986 on February 9, 1998, registered on February 9, 1998 on page 3.556 No. 2.851 of the Business Registry of the Santiago Real Estate Property Register for 1998 and inscribed within the margin of the corporate registration.

Among other matters, this amendment **(a)** increased the Corporation's share capital from US\$415,160,946 divided into 120,376,972 Series A shares without nominal value and fully paid and 120,376,972 Series B shares without nominal value and fully paid to US\$494,160,946 divided into 143,376,972 Series A shares without nominal value and 120,376,972 Series B shares without nominal value and **(b)** replaced Article 5, renamed the transitory article as transitory article No.1 and incorporated a new transitory article No.2.

- 17.** The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held November 20, 1998 and an abstract was executed into public deed on November 20, 1998 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of modification was published in the Official Gazette No. 36,224 on November 26, 1998, registered on November 26, 1998 on page 29.145 No.23.338 of the Business Registry of the Santiago Real Estate Property Register for 1998 and inscribed within the margin of the corporate registration.

Among other matters, this amendment replaced article 31 and transitory article No.2.

- 18.** The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held April 26, 2002 and an abstract was executed into public deed on April 26, 2002 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of the deed of amendment was published in the Official Gazette No. 37.251 on May 6, 2002, registered on May 6, 2002 on page 11.150 No.9.227 of the Business Registry of the Santiago Real Estate Property Register for 2002 and inscribed within the margin of the corporate registry.

Among other matters, this amendment modified article 13 in order to eliminate the penalty applicable to Directors who left the country for over three months.

- 19.** The By-Laws were amended at the Corporation's Extraordinary Shareholders' Meeting held May 25, 2005 and an abstract was executed into public deed on May 26, 2005 before Santiago Notary Public Mr. Juan Ricardo San Martín Urrejola. The abstract of this deed of amendment was published in the Official Gazette No. 38,179 on June 7, 2005, registered on June 8, 2005 on page 19.598 No.14.193 of the Business Registry of the Santiago Real Estate Property Register for 2005 and inscribed within the margin of the corporate registry.

Among other matters, this amendment modified article 31 in order to incorporate the concept of "related persons" and other associated terms that were already included in article 31 Bis of said By-Laws.

## BY-LAWS

### TITLE I

#### Name, Address, Duration, and Purpose.

**ARTICLE 1.** – A Corporation is constituted under the name of "SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.", and for advertising purposes it may also act as "SOQUIMICH" or "S.Q.M.". It will be governed by the present By-Laws and by the legal and regulatory provisions in force.

**ARTICLE 1 BIS.** – Notwithstanding the foregoing, the Corporation is subject to the provisions contained in the Decree Law No. 3.500 and its amendments as it falls within the conditions foreseen in article 111 of such Decree Law.

**ARTICLE 2.** – The Corporation will have its legal domicile in the Santiago Municipality, notwithstanding the special legal domiciles of its agencies or branches, and offices to be established in other locations within the country or abroad.

**ARTICLE 3.** – The duration of the Corporation will be indefinite.

**ARTICLE 4.** – The Corporation's specific purposes will be to: **(a)** perform all kinds of chemical or mining activities and businesses, among others, those related to researching, prospecting, extracting, producing, working, processing, purchasing, disposing of, and commercializing properties, as applicable, of all metallic and non-metallic and fossil mining substances and elements of any type or nature, to be obtained from them or from one or more concessions or mining deposits, and in their natural or converted state, or transformed into different raw materials or manufactured or partially manufactured products, and of all rights and properties thereon; **(b)** manufacture, produce, work, purchase, transfer ownership, import, export, distribute, transport, and commercialize in any way, all kinds of fertilizers, components, raw materials, chemical, mining, agricultural, and industrial products, and their by-products; **(c)** generate, produce, distribute, purchase, transfer ownership, and commercialize, in any way, all kinds of electrical, thermal, or other type of power, and hydric resources or water rights in general; **(d)** request, manifest, claim, constitute, explore, work, lease, transfer ownership, and purchase, in any way, all kinds of mining concessions; **(e)** purchase, transfer ownership, and administer, in any way, any kind of telecommunications, railroads, ships, ports, and any means of transport, and represent and manage shipping companies, common carriers by water, airlines, and carries in general; **(f)** manufacture, produce, commercialize, maintain, repair, assemble, construct, disassemble, purchase and transfer ownership, and in any way, any kind of electromechanical structure, and substructure in general, components, parts, spares, or parts of equipment, and machines, and execute, develop, advice, and commercialize, any kind of electromechanical or smelting activities; **(g)** purchase, transfer ownership, lease, and commercialize any kind of agribusiness and farm forestry activities, in any way; **(h)** purchase, transfer ownership, lease, and commercialize, in any way, any kind of urban or rural real estate; **(i)** render any kind of health services and manage hospitals, private clinics, or similar facilities; **(j)** construct, maintain, purchase, transfer ownership, and manage, in any way, any kind of roads, tunnels, bridges, water supply systems, and other required infrastructure works, without any limitation, regardless of whether they may be public or private, among others, to participate in bids and enter into any kind of contracts, and to be the legal owner of the applicable concessions; and **(k)** purchase, transfer ownership, and commercialize, in any way, any kind of intangible properties such as shares, bonds, debentures, financial assets, commercial papers, shares or rights in corporations, and any kind of bearer securities or instruments, and to administer such investments, acting always within the Investment and Financing Policies approved by the applicable General Shareholders' Meeting. The Corporation may comply with the foregoing acting by itself or through or with other different legal entities or natural persons, within the country or abroad, with properties of its own or owned by third parties, and additionally, in the ways and territories, and with the aforementioned properties and purposes, it may also construct and operate industrial or agricultural facilities or installations; constitute, administer, purchase, transfer ownership, dissolve, liquidate, transform, modify, or form part of partnerships, institutions, foundations, corporations, or associations of any kind or nature; perform all actions, enter into all contracts, and incur in all obligations convenient or necessary for the foregoing; perform any business or activity related to its properties, assets, or patrimony, or with that of its affiliates, associated companies, or related companies, and render financial, commercial, technical, legal, auditing, administrative, advisory, and other pertinent services.

**TITLE II.**  
**Capital and Shares.**

**ARTICLE 5.** – The Corporation’s share capital amounts to US\$477,385,979 divided into or represented by 142,819,552 Series A shares without nominal value and 120,376,972 Series B shares without nominal value.<sup>1</sup> The Series B shares may in no case exceed 50% of the Corporation’s issued, subscribed and paid shares and have a restricted right to vote as they can only elect 1 Director of the Corporation, regardless of its ownership on the total shares of the Corporation and the preferences of (a) calling to an Ordinary or Extraordinary Shareholders’ Meeting when the shareholders of at least 5% of Series B issued shares request it and (b) call an Extraordinary Board of Director’s Meeting, without the qualification of the same by the Chairman, when it is requested by the Director elected by the shareholders of said Series B. The restriction and preferences of the aforementioned Series B shares will be in force for 50 continuous years from June 3, 1993. The Series A shares have the preference to exclude the Director elected by the Series B shares from the voting process in which the Chairman of the Board of Directors and of the Corporation is to be elected, if there is a tie in the first voting process. The preference of the Series A shares will be in force for 50 continuous years from June 3, 1993. All shares will be registered shares and the form of the listed securities, their issuance, exchange, disabling, loss, replacement, assignment and other circumstances thereon will be ruled pursuant to the provisions of Law No. 18,046 and its Regulations.

**ARTICLE 5 BIS.** – The minimum value of the ratio resulting from dividing the Corporation’s total cleared assets by its total assets, measured on the individual balance, will be 40%. No person, including the state treasury, may directly or by means of third related persons, state-owned companies, decentralized, autonomous, municipal, or other institutions, concentrate more than 32% of the Corporation’s capital with right to vote. Minority shareholders must have at least 10% of the Corporation’s capital with right to vote, and at least 15% of such capital must be underwritten by over 100 shareholders not related among them, and each of them must own a minimum equivalent to 100 Unidades de Fomento in shares, according to the value determined in the last balance. The Corporation’s administrators must pursue the strict compliance of the foregoing, pursuant to the applicable terms established in the Decree Law No. 3.500 of 1980, and its amendments. In addition, the Corporation will register under the applicable shareholder’s name, only the amount of shares which do not surpass the stock’s concentration limit established in these By-Laws, when requested to register some stock transfer. In the event that some shareholder owns an amount of shares greater than the number allowed by these By-Laws, the Corporation, within 15 days, must inform the shareholder about it, in order for him to sell the remnant. This is without detriment of the obligation for both parties to sign a commitment of non concentration of shares, under the terms provided by Decree Law No. 3.500 of 1980 and its amendments. Shareholders will have no right to underwrite preferred shares, when this implies surpassing the concentration margin established in these By-Laws. The Corporation may request from its shareholders the information requested to determine if there are related persons or, in case the shareholders are legal entities, the names of their main partners or shareholders, and those of the natural persons related thereon. The shareholders will be obliged to provide such information. Cleared asset, minority shareholder, and related persons are to be understood as per the definitions stated thereon, in the Decree Law number three thousand five hundred of year one thousand nine hundred eighty, and its amendments.

**ARTICLE 6.** – The Corporation will keep a record of every shareholder, registering the amount of shares owned by each of them, and their domiciles.

**ARTICLE 7.** – The Corporation neither recognizes nor accepts divided shares. In the event two or more persons are sharing one stock, they must appoint a common representative.

**ARTICLE 8.** – Once the loss, theft, robbery, or disabling of a listed security, or another similar accident, has been verified, the replacement of the listed security will be performed pursuant to the rules in Law No. 18.046, and its Regulations.

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<sup>1</sup> The underlined text reflects the Corporation’s current capital and the number of shares into which it is divided. This text will be “authorized” at the next Extraordinary General Shareholders’ Meeting in which the By-Laws are amended and a new modified text is issued.

**TITLE III.**  
**Administration.**

**ARTICLE 9.** – The Corporation will be managed by a Board of Directors composed of 8 members. Series A Shareholders will elect 7 Directors, and Series B shareholders will elect 1 Director. The Directors may be shareholders or not.

**ARTICLE 10.** – Directors will remain 3 years in their posts, and they can be reelected indefinitely. The Directors will stay in their posts after the date of expiration, if the Yearly Shareholders' Meeting has not been held in time, so as to elect the new Directors. In that event, the Board of Directors must call a Meeting as soon as possible, so as to appoint the applicable Directors, and in any case within the period stipulated by Law.

**ARTICLE 11.** – In order to elect the Directors in the applicable General Shareholders' Meeting, each Series A stock and each Series B stock will have the right to only one vote. Series A shareholders and Series B shareholders will vote separately, and those persons with the highest majority in each Series will be elected, until the number of posts each Series has the right to elect has been completed.

**ARTICLE 12.** – The minutes containing the Directors' election performed in the applicable General Shareholders' Meetings, will include the names of all Series A and Series B shareholders attending the meeting, specifying the number of shares they voted for themselves or acting for third parties, and stating the general result of the election.

**ARTICLE 13.** – The Director who does not attend to 3 consecutive meetings due to reasons not considered as reasonable by the Board of Directors, will as a matter of fact stop performing his functions, and must be replaced without delay and formalities. The same penalty will be applied to the Director who leaves the country for over three months. Exempted from this rule are those Directors whom, during their absence, have been entrusted with a specific mission on behalf of the Corporation, due to corporate benefits. In these cases, and in those of conflict of duties, resignation, dismissal, death, bankruptcy, or any other inability disabling a Director to perform his duties, the Board of Directors will proceed to appoint the replacing Director(s), which will stay in his or their duties until the next Meeting, where all the Directors are to be elected.

**ARTICLE 14.** – In the first meeting to be held by the Board of Directors after the election, a Chairman and, immediately afterwards, a Vice-Chairman will be appointed from among its members. These appointments will be made with the agreeing votes of the absolute majority of Directors attending the meeting, and in the event of a tie, a new voting will be performed, where only the Directors elected by Series A shareholders will participate. Each of them will remain 3 years in his post, and can be reelected indefinitely. If any of these posts becomes vacant due to any reason, before the expiration period stated in the foregoing paragraph, the Directors will appoint someone new for the remaining period. The foregoing will be performed with the same quorum, and restrictions indicated for a tie. In the Board of Directors' Meetings, the duties of Secretary will be performed by the Corporation's Chief Executive Officer or by the person specifically designated for such purpose by the Board of Directors.

**ARTICLE 15.** – The Board of Directors will meet or be in session at least once a month. There will be ordinary and extraordinary Board of Directors' meetings. The former will be held on dates previously specified by the same Board of Directors. The latter will be held when specially called for by the Chairman himself or due to instructions of one or more Directors, subject to the previous judgment of the need thereon by the Chairman, unless the meeting is requested by the absolute majority of the Directors, or by the Director elected by the Series B shareholders, events in which the meeting is to be held without the previous judgment of its need. In the extraordinary meetings, only the matters specifically indicated in the meeting's notice can be discussed.

**ARTICLE 16.** – If there are Directors that in a specific operation have personal interests in it or on behalf of third parties, the provisions thereon in Articles No. 44 and 136 of Law No. 18.046 and the applicable regulations of such Law will be applied.

**ARTICLE 16 BIS.** – All acts and contracts entered into by the Corporation with its majority shareholders, its Directors or Chief Executives, or with persons related to them, must be previously approved by two-thirds of the Board of Directors, and must be recorded in the corresponding Minutes, without detriment to the provisions thereon, in Article No. 44 of Law No. 18.046, and other applicable provisions of the same body of laws, or its Regulations concerning Directors.

**ARTICLE 17.** – Directors will be remunerated for their duties. The amount of their remuneration will be fixed yearly by the General Ordinary Shareholders' Meeting.

**ARTICLE 18.** – The Board of Directors, in order to comply with the corporate purposes, fact which is not necessary to demonstrate before third parties, will have the Corporation's court-ordered representation and out-of-court representation, and will be invested of all administrative and disposing powers that can be legally granted to it, including those acts and contracts that require special power, excluding only those issues that the Law or these By-Laws establish as exclusive of the General Shareholders' Meetings. The foregoing is without detriment of the court-ordered representation corresponding to the Chief Executive Officer.

**ARTICLE 18 BIS.** – While performing the duties indicated in the foregoing article, the Board of Directors must always remain within the limits determined by the investment and financing policy approved by the Ordinary Meeting, pursuant to the provisions of Article 119 of Decree Law number three thousand five hundred of year one thousand nine hundred eighty, and its amendments.

**ARTICLE 19.** – The quorum for the Board of Directors' meetings will be of 5 members, and the agreements will be accepted by the majority of the attending Directors. In the event of a tie, the vote of the presiding party will decide.

**ARTICLE 20.** – The Board of Directors may commission part of its authority to the Corporation's Chief Executives, Executives, or attorneys, to a Director or a Commission of Directors, and for purposes expressly determined, to third parties.

**ARTICLE 21.** – The deliberations and agreements of the Board of Directors will be recorded in a special minutes book, which must be signed by the members attending the meeting, and by the Secretary. If one of them dies or becomes unable for any reason, the circumstance of this impediment will be recorded in the footer thereof.

The Minutes will be considered as approved from the moment it has been signed by the aforementioned persons, and as of such moment onward, the agreements may be put into force.

**ARTICLE 22.** – The Director wishing to exempt his liability for some act or agreement of the Board of Directors, must state his opposition in the Minutes, and the Chairman of the Board of Directors must inform such matter in the next General Shareholders' Meeting.

**TITLE IV.**  
**Chairman and Vice-Chairman**  
**of the Board of Directors and Chief Executive Officer**

**ARTICLE 23.** – The Chairman will be the Chairman of the Board of Directors, and of the General Shareholders' Meetings, and he will be specially entrusted to: **(a)** Act as chairman of the Board of Directors' meetings, and of the General Shareholders' Meetings; **(b)** Perform other duties indicated in these By-Laws, and in the Law or those entrusted to him by the Board of Directors and **(c)** Exercise all other duties contemplated in these By-Laws or in the Laws or that the Board of Directors entrusts him.

**ARTICLE 24.** – The Vice-Chairman will replace the Chairman in the event of absence or temporary inability of the latter, with the same powers and without the need to demonstrate this fact to third parties. In the event of absence or inability of the Vice-Chairman, he will be replaced by the senior Director and, if this is not possible, by the Director appointed by the Board of Directors.

**ARTICLE 25.** – The Board of Directors will appoint a Chief Executive Officer, who will have all the powers and duties applicable to a commercial agent, and those others provided in the Law or in these Bylaws, or specifically assigned to him by the Board of Directors.

The post of Chief Executive Officer is in conflict with the post of the Corporation's Chairman, Vice-Chairman, Director, Auditor or Accountant.

**TITLE V.**  
**General Shareholders' Meetings.**

**ARTICLE 26.** – The Shareholders will hold Ordinary and Extraordinary Meetings.

**ARTICLE 27.** – The Ordinary Meeting will take place within the four month period following the Balance's date, in the place, date, and time determined by the Board of Directors, to address the following matters: **(a)** To approve or reject the Report Statement, the Balance and the Financial Statements submitted by the Corporation's Board of Directors or the Receivers; to review the Corporation's condition and the inspectors' reports; **(b)** To pronounce on the distribution of profits, if any, for each accounting year and, specially, on the distribution of dividends; **(c)** To elect, when applicable, or to revoke the members of the Board of Directors or the Receivers; **(d)** To designate yearly independent external auditors in order to review the Corporation's accounting, inventory, balance and other financial statements, with the commitment of submitting a written report during the next General Ordinary Shareholders' Meeting, about the fulfillment of its mandate with at least 30 days in advance to such meeting; **(e)** To fix the Board of Directors' remuneration; **(f)** To yearly designate, in accordance with the provisions of Article 118 of the Decree Law number three thousand five hundred of year one thousand nine hundred eighty, and its amendments, 2 Regular and 2 Alternate Account Inspectors, with the authority established in Article 51 of Law No. 18.046 of 1981, and **(g)** any other matter related to the interests and progress of the Corporation, except matters which must be addressed in the General Extraordinary Shareholders' Meeting, pursuant to the Law or these By-Laws.

**ARTICLE 27 BIS.** – In addition to the foregoing article, the Ordinary Meeting will approve the investment and financing policy proposed by the Administration, in the terms provided in Article 119, of the Decree Law number three thousand five hundred of year one thousand nine hundred eighty, and its amendments. If the State Treasury, directly or indirectly, either through state-owned companies, decentralized, autonomous, or municipal institutions, or through any other legal entity, is the owner of 50% or more of the issued shares, this policy has to include the Corporation's criteria to fix the products' and services' selling prices, and will require, for its approval, the agreeing votes from the majority of the shareholders representing the State Treasury or the state-owned companies, decentralized, autonomous, or municipal institutions, or other legal entity, and the absolute majority of the remaining shareholders. The Ordinary Meeting will also yearly designate 2 Regular and 2 Alternate Account Inspectors with the authority established in Article 51 of Law No. 18.046.

**ARTICLE 28.** – The General Extraordinary Shareholders' Meeting will be held when the Board of Directors deems necessary, when requested by shareholders representing at least 10% of the Corporations' total issued shares, or when requested by Series B shareholders representing at least 5% of the issued Series B shares, in order to address the following matters: **(a)** Dissolution of the Corporation; **(b)** Transformation, union or division of the Corporation and modification of its By-Laws; **(c)** Issuing bonds or debentures that may be converted into shares; **(d)** Transferring the ownership of the Corporation's fixed assets and liabilities, or of the total asset; **(e)** Furnishing collateral securities or personal guarantees to give bail for third party's liabilities, except if these are subsidiary Corporations, in which case the Board of Directors' approval will be enough, and **(f)** Other matters which are determined by the Law, by these By-Laws or by the Board of Directors.

Matters indicated in letters (a), (b), (c), and (d), can only be agreed upon in a meeting held in the presence of a Notary Public, who must attest that the written Minutes is a true statement of what happened, and was agreed upon in the meeting. When calling a General Extraordinary Shareholders' Meeting, the notice must indicate its objective, and only those matters included in the notice can be addressed.

**ARTICULO 28 BIS.** – Notwithstanding the foregoing article, other matters to be addressed in the Extraordinary Meeting are: **(a)** Transferring the ownership of the Corporation's properties or rights,

considered essential for its operation, according to the investment and financing policy, as well as setting up guaranties thereon, and **(b)** The anticipated modification of the investment and financing policy approved by the Ordinary Meeting.

**ARTICULO 29.** – The call to a Shareholders’ Meetings, either Ordinary or Extraordinary, will be by means of a highlighted advertising, published at least 3 times, and on different days, in the newspaper of the legal address determined by the Shareholders’ Meeting, and in the way and under those conditions indicated by the Regulations.

Additionally, a notice will be sent by mail to each shareholder with at least 15 days prior to the date of the Meeting, which will include a reference of the matters to be addressed. However, those meetings with the attendance of all shares with a right to vote may be legally held, even if the foregoing formal notice requirements are not met.

Any Shareholders’ Meeting must be informed to the Superintendency of Securities and Insurances, with at least 15 days in advance.

**ARTICLE 30.** – The General Shareholders’ Meetings, either Ordinary or Extraordinary, will be constituted in its first notice with shares representing at least the absolute majority of the issued shares, and in its second notice, with those that are attending, whichever its number. Agreements will be adopted by the absolute majority of the present or represented shares having right to vote, without detriment of those special majorities stated by the Law or these By-Laws. The agreements to increase Series B shares’ participation above 50% of the Corporation’s total shares, and to modify the inventory and percentages stated for the Essential Assets referred to in the applicable letter B of the Corporation’s Financing Policy of nineteen ninety three, approved by the fifteenth General Extraordinary Shareholders’ Meeting thereon, or any other that will follow it or replace it in the future,<sup>2</sup> will require the agreeing vote of two thirds of the shares present or represented with right to vote, in the respective Corporation’s General Shareholders’ Meeting.

**ARTICLE 31.** – Only record holders of shares that are registered in the Shareholders’ Register 5 business days prior to a General Shareholders’ Meeting will have the right to vote in such a meeting. Each shareholder will have the right to 1 vote for each share it owns or represents. No holder of Series A or Series B shares will have the right to exercise for itself or on behalf of other holders of Series A or Series B shares the right to vote more than 37.5% of the outstanding shares of each such class entitled to vote. For purposes of calculating such percentage, shares owned by persons related to such shareholder shall be added to shares held by such shareholder. Apart from the aforesaid voting limitations, and the preferences corresponding to the Series A and Series B shares, the holders of both series of shares will have identical rights in the Corporation. Shareholders may be represented in shareholders meetings by third parties, whether or not such third party is also a shareholder, by means of a proxy.

**ARTICLE 31 BIS.** –Notwithstanding anything contained in the preceding article, no shareholder, including the Treasury of Chile, will have the right to exercise for itself or on behalf of other holders the right to vote more than 32% of the outstanding shares of the Corporation entitled to vote, with any excess of such 32% being deducted from the number of shares such holder may vote. For purposes of calculating such percentage, shares owned by persons related to such shareholder shall be added to shares held by such shareholder. In addition, no person may represent shareholders that collectively have more than 32% of the outstanding shares of the Corporation.

**ARTICLE 32.** – Parties attending the Meeting must sign an attendance record where, after each signature, the signatory’s stock number and Series, and the stock number and Series he is representing, with the name of the represented party, must be indicated.

**ARTICLE 33.** – The deliberations and agreements of the Meetings will be recorded in a special minutes book that will be kept by the Board of Directors’ Secretary. The Minutes will be signed by the Chairman

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<sup>2</sup> The underlined text has been eliminated. This elimination will be “authorized” at the next Extraordinary General Shareholders’ Meeting in which the By-Laws are amended and a new modified text is issued.

or by whom replaces him, by the Secretary and by 3 shareholders elected in the Meeting, or by all shareholders if they were less than 3. The Minutes will be considered as approved from the moment it has been signed by the aforementioned persons, and from that moment on, the agreements taken in it may be put into force.

**ARTICLE 34.** – The inspectors elected by the Ordinary Shareholders' Meeting must review the Corporation's accounting, inventory, balance and other financial statements, and provide a written report, in the next General Ordinary Shareholders' Meeting, about the fulfillment of that mandate.

## **TITLE VI. Balance and Profit Distribution**

**ARTICLE 35.** – Each year, in December 31, the accounting period will be closed and a General Balance of the Corporation's assets and liabilities will be performed. The Balance must indicate the Corporation's new capital value, and stock value according to the provisions of the Law thereon.

**ARTICLE 36.** – The Board of Directors must submit a detailed annual report statement to the Ordinary Shareholders' Meeting about the Corporation's condition in the last accounting period, along with the general balance, the income statement, and the report thereon submitted by the inspectors. All these documents must clearly indicate the condition of the Corporation's patrimony at the closing of the respective accounting period, and the profits earned or losses suffered therein.

On a date not later than the first notice calling the General Ordinary Meeting, the Board of Directors must send a copy of the Corporation's balance and annual report to each shareholder registered in the respective register, including the report of the inspectors and their respective notes.

The duly audited general balance and income statements, and the other information determined by the Superintendency of Securities and Insurances, will be published once in a newspaper of wide circulation, in the location of the legal residence, with no less than 10 days and no more than 20 days in advance to the Meeting which will determine thereon. Additionally, the aforementioned documents must be submitted within the same term to the Superintendency of Securities and Insurances, in the number of copies that the latter determines.

The annual report, balance, inventory, minutes of the Board of Directors and Meetings, books, and reports of the inspectors, must be at the shareholders' disposal in the Corporation's offices, 15 days prior to the Meeting. If the general balance and income statement are changed during the Meeting, the pertinent modifications will be sent to the shareholders within 15 days following the Meeting, and will be published in the same newspaper in which those documents were published, and within the same term.

**ARTICLE 36 BIS.** – Notwithstanding the foregoing article, a copy of the report issued by the account inspectors referred to in article 27 Bis of these By-Laws, and of the investment and financing policy proposed by the administration will be submitted by the Board of Directors to the Ordinary Meeting, and sent to each shareholder registered in the respective Register.

**ARTICLE 37.** – Dividends will be paid exclusively out of the accounting period's net profits, or out of the profits retained of balances already approved by the Shareholders' Meeting. If the Corporation has accrued losses, the profits earned in the accounting period will be assigned in first place, to absorb such losses.

**ARTICLE 38.** – At least thirty per cent of the accounting period's net profits will be distributed yearly as dividend in money to the shareholders, proportionally to their shares, except as otherwise determined unanimously by the issued shares in the respective Meeting.

## **TITLE VII. Dissolution and Liquidation**

**ARTICLE 39.** – The Corporation will be dissolved by those reasons indicated in Article 103 of Law No. 18.046.

**ARTICLE 40.** – Once the Corporation has been dissolved, it will be liquidated by a receiver committee constituted of 3 members elected by the Shareholders' Meeting, which will determine its authorities, obligations, remuneration and term.

**TITLE VIII.  
Arbitration**

**ARTICLE 41.** – Any problem arising among the shareholders, or among them and the Corporation or their administrators, during its effective period or its liquidation, will be resolved by an arbitrator appointed by mutual agreement of the parties. If there is no agreement between the parties, the Superintendent of the Superintendency of Securities and Insurance, or the Ordinary Legal Proceedings will make the appointment. The aforementioned arbitrage will not restrain the possibility that, when a conflict arises, the claimant may remove his knowledge for the arbitrator's competency and submit it to the decisions of Ordinary Legal Proceedings.

**TITLE IX.  
Special Regulations.**

**ARTICLE 42.** – While the Corporation is subject to the provisions contained in Title XII, and other pertinent provisions of the Decree Law number three thousand five hundred of year one thousand nine hundred eighty, and its amendments, any modifications to the regulations established in Articles 1 BIS, 5 BIS, 16 BIS, 18 BIS, 27 BIS, 28 BIS, 31 BIS, and 36 BIS, and herein, will require the quorum set forth in Article 121 of the mentioned Decree Law number three thousand five hundred according to its new text or legal regulations replacing or amending it.

**ARTICLE 43.** – The right of withdrawal that a Pension Funds Administration (Administradora de Fondos de Pensiones) may exercise in those events set forth under Article 107 of Decree Law No. 3.500 of 1980 and its amendments, will be subject to the following special regulations: **(a)** The right of withdrawal will begin the day of publication of the agreement taken by the Risk Classification Committee (Comisión Clasificadora de Riesgo) disapproving the Corporation's shares, and from this day on the term will be counted for its exercise, and for the payment of the shares' price under the terms indicated in article 71, paragraph 2, of Law No. 18,046; **(b)** The price of each stock paid by the Corporation to the Pension Funds Administration which exercises its right of withdrawal, will be determined in the way provided for it in the pertinent articles of Decree No. 587 of the Ministry of Finance, of August 4, 1982, Regulations of Corporations. However, in the event of shares with security operations, the value of each stock will be the highest weighted average price of the security operation thereon, in the 6 months prior to the day of the disapproval agreement taken by the Risk Classification Committee that caused the withdrawal, properly adjusted by the variation experimented by the Consumer Price Index between the day of each operation, and the day of the agreement, or the market value of that day resulting from the average price of the operations performed in the Stock Exchange. The highest value calculated this way will be applied only if it is higher than the value determined, according to the provisions of the aforementioned Regulations of Corporations. In case of shares with no Security Operations, the date of the disapproval agreement taken by the Risk Classification Committee will be considered as the date to determine the shares' book value.

**TRANSITORY ARTICLE 1.** – The restriction and preferences of the Corporation's shares will extinguish as a matter of course at the term of 50 years, starting June 3, 1993. After this term, all shares in force at such date will be automatically converted in ordinary shares and the Corporation's Board of Directors will call an Extraordinary General Shareholders' Meeting as soon as possible with the purpose of adapting and modifying the pertinent By-Laws.

**TRANSITORY ARTICLE 2.** – The Corporation's share capital of US\$477,385,979, divided into or represented by 142,819,552 issued, nominative and fully subscribed Series A shares without nominal

value and 120,376,972 issued, nominative and fully subscribed Series B shares without nominal value, have been paid in full.<sup>3</sup>

By-Laws updated as of January 1, 2010.

**SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.**

**PATRICIO CONTESSE G.  
Chief Executive Officer**

**NOTE.** All words in the respective public deeds that reflect numbers or percentages have been denoted in this document using numbers and figures to simplify comprehension.

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<sup>3</sup> The underlined text reflects the Corporation's current capital and the number of shares into which it is divided. This text will be "authorized" at the next Extraordinary General Shareholders' Meeting in which the By-Laws are amended and a new modified text is issued.