

2019 ANNUAL MANAGEMENT REPORT
DIRECTORS COMMITTEE
SOCIEDAD QUÍMICA Y MINERA DE CHILE S.A.

Pursuant to the provisions of Article 50 bis of the Law 18,046 -on Corporations- and Bulletin No. 1,956 of the Superintendence of Securities and Insurance, the Directors Committee of Sociedad Química y Minera de Chile S.A. (the "Committee" and "SQM" or the "Company", respectively) has prepared and subsequently unanimously approved this "2019 Annual Management Report" by said Committee so that it may be included entirely or partially in the Company's 2019 Annual Report and also be informed at the General Ordinary Annual Shareholders Meeting of SQM to be held on April 23, 2020.

1. Activities performed

During 2019, the Committee analyzed:

- (i) the Company's Unaudited Financial Statements and Reports;
- (ii) the Company's Audited Financial Statements and Reports;
- (iii) the Reports and proposals of external auditors, accounts inspectors and independent risk rating agencies for the Company;
- (iv) the proposal to SQM's Board of Directors about the external auditors and independent rating agencies that the Board could recommend to the respective shareholders' meeting for their subsequent appointment;
- (v) the tax and other services, other than audit services, provided by the Company's external auditors and its subsidiaries in Chile and abroad;
- (vi) the remuneration and compensation plans for the Company's main executives;
- (vii) the Company's risk matrix;
- (viii) the activity related to the Company's compliance program;
- (ix) the report on internal control of the Company; and
- (x) the various matters referred to in the Chapter titled "Directors' Committee" included in SQM's Financial Statements at December 31, 2019.

Regarding the above, the Committee:

- (a) Examined the information regarding the financial statements of SQM for the 2019 fiscal year and the Report issued thereon by the External Auditors of SQM. Similarly, it also examined the Company's Interim Consolidated Financial Statements for the 2019 fiscal year.
- (b) Proposed to the Company's Board of Directors the names of the External Auditors and the Independent Credit Rating Agencies for SQM and the Company's Board of Directors, in turn, suggested their appointment to the respective Annual Ordinary Shareholders Meeting of SQM. The Company's Board of Directors approved said suggestions and the Shareholders' Meeting also ratified them.
- (c) Examined and approved the remuneration system and the compensation plans for the Company's employees and senior executives.

The Committee also (i) authorized the contracting by the Company of various consulting services with PwC, (ii) reviewed the expenses of the Company's CEO, and (iii) reviewed the reports from the Company's internal audit and risk and compliance areas.

Finally, the Committee issued the Annual Management Report referred to in Law No, 18,046.

During 2019, there were no transactions with related parties that required the Committee's review in accordance with the requirements and procedures established in Title XVI of the Chilean Corporations Act.

2. Recommendations to Shareholders

The Committee decided to recommend the following to SQM's Ordinary Annual Shareholders Meeting to be held on April 23, 2020.

- (a) To maintain PwC as the external auditing company for Sociedad Química y Minera de Chile S.A. for the fiscal year running between January 1 and December 31, 2020. In second place, they also considered Deloitte as an alternative recommendation.
- (b) To appoint Fitch Chile Clasificadora de Riesgo Limitada and Feller Rate Clasificadora de Riesgo Limitada as the two Independent Credit Rating Agencies for Sociedad Química y Minera de Chile S.A. for the fiscal year running between January 1 and December 31, 2020.
- (c) To propose Ms. Genoveva del Pilar Cofré Gutierrez and Mr. Héctor Vera Jimenez as account inspectors for the Company, and Canales Consultores SpA and AGC Audit & Consulting Limitada as substitute account inspectors.

3. Remuneration of the Committee and Expenditures

SQM's Ordinary Annual Shareholders Meeting held on April 25, 2019 approved the following remunerations for members of the Directors Committee:

- (a) Approve the compensation of the Board Directors as follows: (i) the payment of a fixed gross monthly amount of 800 UF (Indexed monetary units) to the Chairman of SQM's Board of Directors (the "Chairman"), 700 to the Vice-Chairman of the Board of Directors and 600 UF to each one of the remaining six SQM Directors, regardless of the number of meetings held or not during the respective month, (ii) the payment of a variable gross monthly amount in Chilean pesos to the Chairman equivalent to 0.12% of the total net income of the Company obtained during 2019, (iii) the payment of a variable gross monthly amount in Chilean pesos to the Vice-Chairman equivalent to 0.12% of the total net income of the Company obtained during 2019, and (iv) the payment to the Board members, excluding the Chairman and Vice-Chairman of a variable gross amount equivalent to 0.06% of the total net income of the Company obtained during 2019.
- (b) Approve an expense budget for the Board of Directors equivalent to the sum of the annual remuneration of the board members.

- (c) Approve the compensation of the members of the Directors' Committee as follows: (i) the payment of a fixed gross monthly amount of 200 UF (indexed monetary units) to each of the three Directors who serve on the Directors' Committee regardless of the number of sessions they attend during the month or not, and (ii) the payment of a variable gross monthly amount of 0.02% of the net income of the Company obtained during 2019.
- (d) Approve the budget for the operating expenses of the Company's Directors Committee equivalent to the sum of the annual remunerations of the Directors Committee members and US\$825,000.
- (e) Approve the compensation of the members of the Company's Safety, Health and Environment Committee and the Corporate Governance Committee as follows: the payment of a fixed gross monthly amount of 100 UF (indexed monetary units) to each of the three Directors who serve on the Company's Safety, Health and Environment Committee and Corporate Governance Committee regardless of the number of sessions he attends during the month.
- (f) Approve a budget for the Company's Safety, Health and Environment Committee, and Corporate Governance Committee equivalent to the total of the annual remunerations of the members of each committee.
- (g) Approve that the members of the Company's lithium committee will not receive compensation for their participation in said committee.
- (h) Approve a budget for the Company's lithium committee equivalent to the budget for the Corporate Governance Committee.
- (i) The fixed and variable amounts indicated shall not be subject to any allocations among them and those expressed in percentages shall be paid immediately after the respective Ordinary General Shareholders Meeting of SQM S.A. approves the Balance Sheet, the Financial Statements, the Annual Report, the Accounts Inspectors Report, and the External Auditors Report of SQM S.A. for the business year ended December 31, 2019.
- (j) The amounts expressed in UF shall be paid in Chilean national currency according to the value that the Superintendence of Banks and Financial Institutions, the Central Bank of Chile, or other pertinent institution that replaces them determines for that monetary unit on the last calendar day of the corresponding month.
- (k) The amounts expressed in United States dollars shall be converted and paid in Chilean national currency to the same exchange rate with which the final dividend from the 2019 fiscal year is set or at the time at which it should have been paid, as applicable.

During 2019, the Directors' Committee incurred US\$660,000 in expenses related to the services of Internal and SOX audit.

Santiago, March 25, 2020

Alberto Salas Muñoz

Chairman of the Directors Committee
Sociedad Química y Minera de Chile S.A.