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 September , 2015

Commission File Number 001-35575

Cencosud S.A.
(Translation of registrant's name into English)

Av. Kennedy 9001, Piso 6
Las Condes, Santiago
Chile
(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): ☐

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): ☐

This report on Form 6-K is being furnished for the purpose of providing a copy of the registrant's unaudited condensed consolidated interim financial statements as of and for the six month period ended June 30, 2015 (the "Consolidated Financial Statements"). The Consolidated Financial Statements are presented in Chilean pesos and prepared in accordance with International Financial Reporting Standards.

The attachment contains forward-looking statements. The registrant desires to qualify for the "safe-harbor" provisions of the Private Securities Litigation Reform Act of 1995, and consequently is hereby filing cautionary statements identifying important factors that could cause the registrant's actual results to differ materially from those set forth in such forward-looking statements.

The registrant's forward-looking statements are based on the registrant's current expectations, assumptions, estimates and projections about the registrant and its industry. These forward-looking statements can be identified by words or phrases such as "anticipate," "believe," "continue," "estimate," "expect," "intend," "is/are likely to," "may," "plan," "should," "would," or other similar expressions.

The forward-looking statements included in the attached involve various risks and uncertainties, including, among others: (i) changes in general economic, business or political or other conditions in Chile, Argentina, Brazil, Peru, Colombia or elsewhere in Latin America or global markets; (ii) changes in capital markets in general that may affect policies or attitudes towards investing in Chile, Argentina, Brazil, Peru, Colombia or securities issued by companies in such countries; (iii) the monetary and interest rate policies of the Central Banks of Chile, Argentina, Brazil, Peru and Colombia; (iv) high levels of inflation or deflation; (v) unanticipated increases in financing and other costs or our inability to obtain additional debt or equity financing on attractive terms; (vi) movements in interest and/or foreign exchange rates, and movements in equity prices or other rates or prices; (vii) changes in, or failure to comply with, applicable regulations or changes in taxes; (viii) loss of market share or changes in competition and pricing environments in the industries in which the Company operates; (ix) difficulties in successfully integrating recent and future acquisitions into the Company's operations; (x) the Company's inability to hedge certain risks economically; (xi) changes in consumer spending and saving habits; (xii) implementation of new technologies; (xiii) limitations on the Company's ability to open new stores and operate them profitably; (xiv) difficulties in completing proposed store openings, expansions or remodeling; (xv) difficulties in acquiring and developing land in Chile, Argentina, Brazil, Peru or Colombia, and restrictions on opening new large stores in any such countries; and (xvi) the factors discussed under the heading "Risk Factors" as well as risks included in the Company's other filings and submissions with the United States Securities and Exchange Commission.

Although the registrant believes that its expectations expressed in these forward-looking statements are reasonable, its expectations may turn out to be incorrect. The registrant's actual results could be materially different from its expectations. In light of the risks and uncertainties described above, the estimates and forward-looking statements discussed in the attached might not occur, and the registrant's future results and its performance may differ materially from those expressed in these forward-looking statements due to, including, but not limited to, the factors mentioned above. Because of these uncertainties, you should not make any investment decision based on these estimates and forward-looking statements.

The forward-looking statements made in the attached relate only to events or information as of the date on which the statements are made in the attached. The registrant undertakes no obligation to update any forward-looking statements to reflect events or circumstances after the date on which the statements are made or to reflect the occurrence of unanticipated events.

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.

Cencosud S.A.

By: /s/ Sebastián Rivera Martínez
Name: Sebastián Rivera Martínez
Title: Legal Manager

Date: September 2, 2015

Cencosud S.A. and subsidiaries, condensed consolidated interim statements of financial position

Assets	Note	As of June 30, 2015 ThCh$ (unaudited)	As of December 31, 2014 ThCh$
Current assets			
Cash and cash equivalents		289,784,506	218,871,793
Other financial assets, current	5	118,132,195	47,778,995
Other non-financial assets, current		20,701,686	10,646,492
Trade receivables and other receivables	6	732,412,186	781,576,754
Receivables due from related entities, current		31,699,062	1,371,016
Inventory	8	1,119,364,187	1,094,609,583
Current tax assets		73,107,225	54,196,417
Total current assets other than non-current assets held for sale		2,385,201,047	2,209,051,050
Assets held for sale	19	—	793,416,576
Total current assets		2,385,201,047	3,002,467,626
Non-current assets			
Other financial assets, non-current	5	341,402,215	302,479,598
Other non-financial assets, non-current		33,070,292	33,873,417
Trade receivable and other receivables, non-current	6	36,416,052	34,777,355
Equity method investment		213,596,436	52,247,914
Intangible assets other than goodwill	9	406,988,427	400,542,180
Goodwill	10	1,508,216,017	1,682,348,563
Property, plant and equipment	11	2,931,371,436	3,009,728,456
Investment property	12	1,687,207,848	1,663,592,396
Non-current tax assets,		11,671,500	43,047,543
Deferred income tax assets		574,774,893	491,398,181
Total non-current assets		7,744,715,116	7,714,035,603
Total assets		10,129,916,163	10,716,503,229

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

Cencosud S.A. and subsidiaries, condensed consolidated interim statements of financial position

Net equity and liabilities	Note	As of June 30, 2015 ThCh$ (unaudited)	As of December 31, 2014 ThCh$
Current liabilities			
Other financial liabilities, current	13	319,947,712	739,507,129
Trade payables and other payables		1,760,039,327	1,957,738,268
Payables to related entities, current		26,624,427	3,302,006
Provisions and other liabilities	14	17,306,318	15,197,558
Current income tax liabilities		52,374,365	60,615,912
Current provision for employee benefits		94,173,948	102,513,612
Other non-financial liabilities, current		42,510,790	43,104,370
Total current liabilities		2,312,976,887	2,921,978,855
Liabilities held for sale	21	—	216,791,432
Total current liabilities		2,312,976,887	3,138,770,287
Non-current liabilities			
Other financial liabilities,	13	2,731,521,573	2,431,032,096
Trade accounts payables		5,722,130	6,134,069
Provisions and other liabilities	14	107,604,598	104,765,779
Deferred income tax liabilities		674,146,375	674,881,877
Non-current income tax liabilities		—	—
Other non–financial liabilities, non–current		68,386,574	69,433,310
Total non-current liabilities		3,587,381,250	3,286,247,131
Total liabilities		5,900,358,137	6,425,017,418
Equity			
Paid-in capital	15	2,321,380,936	2,321,380,936
Retained earnings		2,201,662,909	2,166,548,572
Issuance premium		526,633,344	526,633,344
Other reserves		(820,140,425)	(722,245,257)
Equity attributable to controlling shareholders		4,229,536,764	4,292,317,595
Non-controlling interest		21,262	(831,784)
Total equity		4,229,558,026	4,291,485,811
Total equity and liabilities		10,129,916,163	10,716,503,229

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

Cencosud S.A. and subsidiaries condensed consolidated interim income statements (unaudited)

Statements of profit and loss	Note	6/30/2015 ThCh$	6/30/2014 ThCh$
Revenues from ordinary activities	18	5,269,755,834	5,075,195,561
Cost of Sales	16	(3,765,115,552)	(3,728,291,535)
Gross Profit		**1,504,640,282**	**1,346,904,026**
Other income by function	16	40,059,848	8,804,263
Distribution cost	16	(13,387,108)	(12,131,680)
Administrative expenses	16	(1,206,714,916)	(1,071,484,921)
Other expenses by function	16	(82,367,697)	(82,851,396)
Other gain (losses), net	16	(61,091,677)	9,699,567
Operating profit		**181,138,732**	**198,939,859**
Finance income	16	8,048,232	3,893,373
Finance expenses	16	(116,460,409)	(105,674,134)
Participation in profit or loss of equity method associates		4,540,287	1,882,880
Exchange differences	16	(26,544,429)	(8,344,663)
(Losses) from indexation	16	(8,490,152)	(22,140,421)
Profit before tax		**42,232,261**	**68,556,894**
Income tax expense	17	22,874,595	(18,123,064)
Profit from continuing operations		**65,106,856**	**50,433,830**
Profit from discontinued operations	22	**9,244,460**	**11,095,025**
Profit attributable to controlling shareholders		73,475,043	60,334,261
Profit attributable to non–controlling shareholders		876,273	1,194,594
Profit		**74,351,316**	**61,528,855**
Earnings per share			
Basic earnings per share from continued operations		22.7	17.4
Basic earnings per share from discontinued operations		3.3	3.9
Diluted earnings per share from continued operations		22.7	17.4
Diluted earnings per share from discontinued operations		3.3	3.9

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

Cencosud S.A. and subsidiaries condensed consolidated interim statements of comprehensive income (unaudited)

	6/30/2015 ThCh$	6/30/2014 ThCh$
Profit	**74,351,316**	**61,528,855**
Other comprehensive income		
Items that will never be reclassified to profit and loss		
Re-measurements of defined benefit liability (asset)	—	74,073
Total OCI that will never be reclassified to profit and loss	**—**	**74,073**
Items that are or may be reclassified to profit and loss		
Foreign currency translation adjustments	(98,504,184)	141,219,494
Cash flow hedge	(1,331,330)	(7,737,085)
Total Items that are or may be reclassified to profit and loss	**(99,835,514)**	**133,482,409**
Other comprehensive income, before taxes.	**(99,835,514)**	**133,482,409**
Income tax related to re-measurement of defined benefit liability (asset)	—	(25,185)
Total income tax that will never be reclassified to profit and loss	**—**	**(25,185)**
Income tax related to cash flow hedge	304,990	1,547,417
Total income tax that are or may be reclassified to profit and loss	**304,990**	**1,547,417**
Total other comprehensive income and expense	**(99,530,524)**	**135,078,714**
Total comprehensive income	**(25,179,208)**	**196,607,569**
Income attributable to		
Owners of the Company	(26,032,254)	195,310,632
Non-controlling Shareholders	853,046	1,296,937
Total comprehensive income	**(25,179,208)**	**196,607,569**

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

Cencosud S.A. and subsidiaries
Condensed consolidated interim statement of changes in net equity
For the six months ended June 30, 2015 (unaudited)

Statement of changes in equity ThCh$	Paid-in capital	Issuance premiums	Translation reserves	Cash flow Hedge reserves	Actuarial Gain(loss) reserves	Share based payments reserves	Other reserves	Total reserves	Changes in retained earnings (Accumulated losses)	Changes in net equity attributable to parent company shareholders	Change in non-controlling interest	Total equity
Opening balance as of January 1, 2015	2,321,380,936	526,633,344	(696,546,714)	13,202,220	117,926	13,458,245	(52,476,934)	(722,245,257)	2,166,548,572	4,292,317,595	(831,784)	4,291,485,811
Changes in equity												
Comprehensive income												
Net income	—	—	—	—	—	—	—	—	73,475,043	73,475,043	876,273	74,351,316
Other comprehensive income	—	—	(98,480,957)	(1,026,340)	—	—	—	(99,507,297)	—	(99,507,297)	(23,227)	(99,530,524)
Total Comprehensive income	—	—	(98,480,957)	(1,026,340)	—	—	—	(99,507,297)	73,475,043	(26,032,254)	853,046	(25,179,208)
Share issuance	—	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	(36,578,436)	(36,578,436)	—	(36,578,436)
Stock option (see 20)	—	—	—	—	—	1,612,129	—	1,612,129	—	1,612,129	—	1,612,129
Decrease due to changes in ownership interest without a loss of control (see 15.4)	—	—	—	—	—	—	—	—	(1,782,270)	(1,782,270)	—	(1,782,270)
Total transactions with owners	—	—	(98,480,957)	(1,026,340)	—	1,612,129	—	(97,895,168)	35,114,337	(62,780,831)	853,046	(61,927,785)
Total Changes in equity	—	—	(98,480,957)	(1,026,340)	—	1,612,129	—	(97,895,168)	35,114,337	(62,780,831)	853,046	(61,927,785)
Ending balance, as of June 30, 2015	2,321,380,936	526,633,344	(795,027,671)	12,175,880	117,926	15,070,374	(52,476,934)	(820,140,425)	2,201,662,909	4,229,536,764	21,262	4,229,558,026

Cencosud S.A. and subsidiaries
Consolidated statement of changes in net equity
For the six months ended June 30, 2014 (unaudited)

Statement of changes in equity ThCh$	Paid-in capital	Issuance premiums	Translation reserves	Hedge reserves	Actuarial Gain(loss) reserves	Share based payments reserves	Other reserves	Total reserves	Changes in retained earnings (Accumulated losses)	Changes in net equity attributable to parent company shareholders	Change in non-controlling interest	Total equity
Opening balance as of January 1, 2014	2,321,380,936	526,633,344	(615,316,151)	20,525,986	402,512	10,636,164	(52,479,121)	(636,230,610)	2,049,483,333	4,261,267,003	100,086	4,261,367,089
Changes in equity												
Comprehensive income												
Net income	—	—	—	—	—	—	—	—	60,334,261	60,334,261	1,194,594	61,528,855
Other comprehensive income	—	—	141,117,151	(6,189,668)	48,888	—	—	134,976,371	—	134,976,371	102,343	135,078,714
Total Comprehensive income	—	—	141,117,151	(6,189,668)	48,888	—	—	134,976,371	60,334,261	195,310,632	1,296,937	196,607,569
Share issuance	—	—	—	—	—	—	—			—		
Dividends	—	—	—	—	—	—	—		(29,578,314)	(29,578,314)		(29,578,314)
Stock option (see 20)	—	—	—	—	—	1,213,462	—	1,213,462	—	1,213,462		1,213,462
Decrease due to changes in ownership interest without a loss of control (see 15.4)	—	—	—	—	—	—	—	—	—	—	—	—
Total transactions with owners	—	—	141,117,151	(6,189,668)	48,888	1,213,462	—	136,189,833	30,755,947	166,945,780	1,296,937	168,242,717
Total Changes in equity	—	—	141,117,151	(6,189,668)	48,888	1,213,462	—	136,189,833	30,755,947	166,945,780	1,296,937	168,242,717
Ending balance, as of June 30, 2014	2,321,380,936	526,633,344	(474,199,000)	14,336,318	451,400	11,849,626	(52,479,121)	(500,040,777)	2,080,239,280	4,428,212,783	1,397,023	4,429,609,806

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

Cencosud S.A. and subsidiaries
Consolidated statements of cash flows

	For the six months ended June 30, Unaudited	
	2015	2014
	ThCh$	ThCh$
Cash flows from (used in) operating activities		
Types of revenues from operating activities		
Revenue from sale of goods & provision of services	6,553,733,468	5,968,619,862
Proceeds from royalties, installments, commissions and other ordinary activities	940,912	1,135,397
Other operating activity revenue	1,934,718	6,042,398
Types of payments		
Payments to suppliers for supply of goods & services	(5,108,369,217)	(4,980,644,323)
Payments to and on behalf of personnel	(745,900,798)	(663,352,759)
Other operating payments	(297,543,757)	(243,442,721)
Interest paid	—	(1,954,707)
Interest received	—	827,597
Taxes paid	(35,492,255)	(41,761,921)
Other cash inflows	(104,410,925)	(14,441,252)
Cash flows from operating activities (continuing operations)	3,038,378	664,897
Cash flows from operating activities (discontinued operations)	(107,449,303)	(15,106,149)
Net cash flow from operating activities	264,892,146	31,027,571
Cash flows from (used in) investment activities		
Cash flows from loss of control in subsidiaries classified as investment activities	169,845,372	—
Proceeds from sales of property, plant & equipment	15,918,841	103,520
Purchases of property, plant & equipment	(84,166,349)	(98,556,867)
Purchases of intangible assets	(14,259,085)	(9,284,948)
Collection from related entities	290,824,586	—
Dividends received	1,331,981	1,280,746
Interest received	335,915	137,838
Other financial assets—mutual funds	(80,120,769)	12,435,984
Cash flows from operating activities (continuing operations)	(79,370,498)	12,788,044
Cash flows from operating activities (discontinued operations)	(750,271)	(352,060)
Net cash flow (used in) investment activities	299,710,492	(93,883,727)
Cash flows from (used in) financing activities		
Proceeds from paid in capital	—	—
Proceeds from borrowing at long–term	663,922,847	355,952,456
Proceeds from borrowing at short–term	1,061,177,819	2,075,445,445
Total loan proceeds from borrowing	1,725,100,666	2,431,397,901
Proceeds from borrowings granted by related parties	—	—
Repayments of borrowing	(2,120,150,767)	(2,228,356,797)
Dividends paid	(35,639,263)	(35,639,263)
Interest paid	(112,199,382)	(102,302,116)
Other cash outflows	44,119,009	(28,763,874)
Cash flows from operating activities (continuing operations)	8,860,313	—
Cash flows from operating activities (discontinued operations)	35,258,696	(28,763,874)
Net cash flow from financing activities	(498,769,737)	36,335,851
Net (decrease) increase in cash and cash equivalents before the effect of variations	65,832,901	(26,520,305)
Effects of variations in the exchange rate on cash and cash equivalents	5,079,812	6,746,392
Net (decrease) increase in cash and cash equivalents	70,912,713	(19,773,913)
Cash and cash equivalents at the beginning of the year	218,871,793	171,711,625
Cash and cash equivalents at the end of the period	289,784,506	151,937,712
Included in cash and cash equivalents per the statement of financial situation	289,784,506	153,578,005
Included in the assets of the disposal group	—	(1,640,293)

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

1 General information

Cencosud S.A. (hereinafter “Cencosud Group,” “the Company,” “the Holding,” “the Group”) taxpayer ID number 93.834.000-5 is a public corporation with an indefinite life, with its legal residence at Avda. Kennedy 9001, 4th floor, Las Condes, Santiago, Chile.

Cencosud S.A. is a public company registered with the Chilean Superintendence of Securities and Insurance (SVS), under No.743, which shares are quoted in Chile on the Stock Brokers-Stock Exchange (Valparaíso), the Chilean Electronic Stock Exchange and the Santiago Stock Exchange; it is also quoted on the United States of America Stock Exchange (“NYSE”) in New York in the form of American Depositary Receipts (ADRs).

Cencosud S.A. is a retail operator in Latin America, which has active operations in Chile, Argentina, Brazil, Colombia and Peru, where it has developed a successful multi-format and multi-brand strategy reaching sales of ThCh$ 5,269,755,834 as of June 30, 2015.

During the year ended June 30, 2015, the Company employed an average of 147,980 employees, ending with a total number of 144,218 employees.

The Company’s operations include supermarkets, hypermarkets, home improvement stores, department stores, shopping centers, as well as real estate development and financial services, which makes it the most diversified retail company of Latin-American capital in South America with the biggest offering of square meters, it caters to the consumption needs of over 180 million customers.

Additionally, it operates other lines of business that complement the main retail operations, such as insurance brokerage, a travel agency, customer loyalty services and family entertainment centers. All of these services have gained recognition and prestige among customers, with brands that excel at quality and service.

The Company splits its equity among 2,828,723,963 shares of a single series whose main shareholders are the following:

Major shareholders as of June 30, 2015	Shares	Interest %
Inversiones Quinchamali Limitada	573,754,802	20.283%
Inversiones Latadia Limitada	550,823,211	19.473%
Inversiones Tano Limitada	457,879,800	16.187%
Banco de Chile por cuenta de terceros	163,085,568	5.765%
Banco Itau por cuenta de inversionistas	130,348,720	4.608%
Horst Paulmann Kemna	70,336,573	2.487%
Fondo de Pensiones Habitat C	59,275,641	2.096%
Fondo de Pensiones Provida C	56,826,301	2.009%
Banco Santander - JP Morgan	50,127,849	1.772%
Fondo de Pensiones Habitat B	41,680,765	1.474%
Fondo de Pensiones Capital C	37,947,208	1.342%
Fondo de Pensiones Cuprum C	36,518,607	1.291%
Otros accionistas	600,118,918	21.215%
Total	2,828,723,963	100.000%

The Cencosud group is controlled by the Paulmann family, as detailed below:

Interest of Paulmann family as of June 30, 2015	**Interest %**
Inversiones Quinchamali Limitada	20.283%
Inversiones Latadia Limitada	19.473%
Inversiones Tano Limitada	16.187%
Horst Paulmann Kemna	2.487%
Manfred Paulmann Koepfer	0.492%
Peter Paulmann Koepfer	0.498%
Heike Paulmann Koepfer	0.492%
Sucesión de doña Helga Koepfer Schoebitz	0.115%
Inversiones Alpa Limitada	0.007%
Total	60.032%

The consolidated interim financial statements of Cencosud group as of June, 2015, were approved by the Board of Directors in a session held on August 28th, 2015.

2 Summary of the main accounting policies

2.1 Presentation basis

The consolidated financial statements of Cencosud S.A. have been prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB).

These condensed consolidated interim financial statements for the six months ended June 30, 2015 have been prepared in accordance with IAS 34, "Interim financial reporting." These do not include all the information required for a complete set of IFRS financial statements. However, the condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended December 31, 2014, which have been prepared in accordance with International Financial Reporting Standards ("IFRS").

2.2 New and amended standards adopted by the group

(a) New standards, amendments and interpretations adopted by the group.

The following standards have been adopted by the group for the first time for the financial year beginning on 1 January 2014; however none of the new amendments and pronouncements had a significant impact on the group's financial statements:

IFRIC 21, 'Levies', sets out the accounting for an obligation to pay a levy if that liability is within the scope of IAS 37 'Provisions'. The interpretation addresses what the obligating event is that gives rise to pay a levy and when a liability should be recognized. The Group is not currently subjected to significant levies so the impact on the Group is not material.

Amendment to IAS 32, 'Financial instruments: Presentation' on offsetting financial assets and financial liabilities. This amendment clarifies that the right of set-off must not be contingent on a future event. It must also be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy. The amendment also considers settlement mechanisms. The amendment did not have a significant effect on the group financial statements.

Amendments to IAS 36, 'Impairment of assets', on the recoverable amount disclosures for non-financial assets. This amendment removed certain disclosures of the recoverable amount of CGUs which had been included in IAS 36 by the issue of IFRS 13.

Amendment to IAS 39, 'Financial instruments: Recognition and measurement' on the novation of derivatives and the continuation of hedge accounting. This amendment considers legislative changes to 'over-the-counter' derivatives and the establishment of central counterparties. Under IAS 39 novation of derivatives to central counterparties would result in discontinuance of hedge accounting. The amendment provides relief from discontinuing hedge accounting when novation of a hedging instrument meets specified criteria. The amendment did not have a significant effect on the group financial statements.

(b) New standards, amendments and interpretations not yet adopted.

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2014, and have not been applied in preparing these consolidated financial statements. None of these is expected to have a significant effect on the consolidated financial statements of the Group, except the following set out below:

IFRS 9, 'Financial instruments', addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortized cost, fair value through OCI and fair value through P&L. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in OCI not recycling. There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. IFRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic hedging instrument and for the 'hedged ratio' to be the same as the one management actually use for risk management purposes. Contemporaneous documentation is still required but is different to that currently prepared under IAS 39. The standard is effective for accounting periods beginning on or after 1 January 2018. Early adoption is permitted. The group is yet to assess IFRS 9's full impact.

IFRS 15, 'Revenue from contracts with customers' deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognized when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces IAS 18 'Revenue' and IAS 11 'Construction contracts' and related interpretations. The standard is effective for annual periods beginning on or after 1 January 2017 and earlier application is permitted. The group is assessing the impact of IFRS 15.

Amendment to IFRS 10 "consolidated financial statements" IFRS and IAS 28 "Investments in associates and joint ventures". Published in September 2014. This amendment addresses an inconsistency between the requirements of the IFRS 10 and IAS 28 in the treatment of the sale or the contribution of goods between an investor and the associate or joint venture. The main consequence of the amendments is that recognizes a gain or loss completes when the transaction involves a business (is in a subsidiary or not) and a gain r loss partial when the transaction involves assets that do not constitute a business, even if these assets are in a subsidiary.

Amendment to IFRS 10 "consolidated financial statements" IFRS and IAS 28 "Investments in associates and joint ventures". Published in December 2014. The amendment clarifies on the application of the exception from consolidation to investment entities and their subsidiaries. The amendment to IFRS 10 clarifies on the exception of consolidation that is available to entities in group structures that include investment entities. The amendment to IAS 28 allows, to an entity which is not an entity's investment, but it has a stake in an associate or joint venture that is an entity of investment, a choice of accounting policy in the application of the equity method. The entity may choose to keep the measurement of fair value applied by the associate or joint venture that is an entity of investment, or instead, perform a consolidation at the level of the entity's investment (associate or joint venture). Early application is permitted.

Amendment to IAS 1 "presentation of financial statements". Published in December 2014 and is effective for fiscal years beginning on January 1, 2016. The amendment clarifies the guide for the application of IAS 1 on materiality and aggregation, presentation of subtotals, structure of the financial statements and disclosure of accounting policies. The modifications are part of initiatives on disclosures of the IASB. Early adoption is permitted.

There are no other IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Group.

2.3 Accounting policies

The accounting policies adopted are consistent with those of the previous financial year, except as described below.

Income taxes for interim periods are accounted for using the tax rate that would be applicable to expected total annual income before taxes.

3 Risk management policies

The Company is exposed to a variety of financial risks: market risk (including interest rate risk and foreign exchange rate risk), credit risk and liquidity risk.

The condensed interim consolidated financial statements do not include all financial risk management information and disclosure required in the annual financial statements, and should be read in conjunction with the Company's annual consolidated financial statements as of December 31, 2014.

There have been no changes in the risk management policies and procedures between the dates of the annual and these interim consolidated financial statements as of June 30, 2015.

3.1. Valuation methodology (initially and subsequently).

Financial instruments that have been accounted for at fair value in the statement of financial position as of June 30, 2015 and December 31, 2014 have been measured using the methodologies as set forth in IFRS 13. These methodologies applied for each class of financial instruments are classified using the following hierarchy:

Level I: The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the group is the current bid price.

Level II: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments;
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves;
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date, with the resulting value discounted back to present value;
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

Level III: Inputs for assets or liabilities that are not based on observable market data.

Group valuation process

The Group has established control framework with respect to the measurements of fair value. This includes a valuation team that has an overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports directly to the regional CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence from third parties to support the conclusion that such valuations meet the requirements of IFRS, including the fair value hierarchy in which such valuation should be classified.

Taking into account the nature and characteristics of the instruments maintained in its portfolio, the Company classifies its valuation methodologies in the three aforementioned levels. Currently, the valuation process considers internally developed valuation techniques, for which parameters and observable market inputs are used, mainly using the present value methodology.

The table below presents the percentage of financial instruments, valued under each method, compared to their total value.

As of June 30, 2015 and December 31, 2014, the Group has no financial instruments that have been valuated using inputs assessed as level III, however, the procedures above are in line with the Group policies regarding the estimation and review of the inputs used in fair-valuing financial asset and recurrent and non-recurrent non-financial assets.

The tables below show the total value of each type of the financial instruments valued under each category, and its respective percentage, as of June 30, 2015 and December 31, 2014:

June 2015

Classification	Group	Type	Valuation method Value	Level I	Level II	Level III	Amortized cost
			ThCh$	%	%	%	%
At fair value through profit or loss	Mutual funds	Mutual fund shares	12,626,884	100	—	—	—
	Shares	Shares	—	—	—	—	—
	Other financial Instrument	Highly liquid financial instruments	105,505,311	100			
		Other financial investments	201,087	100			
Credit cards and trade Receivables, net	Cash and cash equivalents	Cash balances	29,268,588				100
		Bank balances	230,665,497				100
		Short-term deposits	29,850,421				100
	Receivables	Receivables due from Bretas	3,903,679				100
		Credit card and trade receivables, net (1)	768,828,238				100
	Receivables from related entities	Related entities, current	31,699,062				100
Financial liabilities and payables	Bank loans (2)	Current	115,621,337				100
		Non-Current	280,115,539				100
	Bonds payable (2)	Current	54,386,731				100
		Non-Current	2,354,694,541				100
	Other loans (lease)	Current	2,815,870				100
		Non-Current	31,359,808				100
	Deposits and saving accounts	Current	142,477,933				100
		Non-Current	46,240,992				100
	Debt purchase affiliates	Current	1,353,755				100
		Non-Current	9,584,550				100
	Letters of Credit	Non-Current	8,595,757				100
	Other financial liabilities	Current	3,197,638				100
	Trade payables	Current	1,576,584,390				100
		Non-Current	688,354				100
	Withholding taxes	Current	183,454,937				100
		Non-Current	5,033,776				100
	Payables to related entities	Current	26,624,427				100
Hedges	Hedging derivatives	Cash flow hedging liability	1,024,834		100		
		Cash flow hedging asset	290,436,541		100		
		Fair value hedging asset	46,860,908		100		

(1) The fair value of current receivables is not significantly different from their book value, being that the effect of the discount rate is not significant.

(2) The fair value has been determined using discounted cash flows valuation models. Meaningful inputs include the discount rate used to reflect the credit risk associated with Cencosud S.A., these inputs are level II type, within the fair value hierarchy.

December 2014

Classification	Group	Type	Value	Level I	Level II	Level III	Amortized cost
			Valuation method				
			ThCh$	%	%	%	%
At fair value through profit or loss	Mutual funds	Mutual fund shares	37,328,837	100			
	Derivatives	Forward	3,844,213		100		
	Shares	Shares	42,780	100			
	Other financial Instrument	Highly liquid financial instruments	6,563,165	100			
		Other financial investments	210,306	100			
Credit cards and trade Receivables, net	Cash and cash equivalents	Cash balances	44,859,904				100
		Bank balances	129,874,187				100
		Short-term deposits	44,137,702				100
	Receivables	Receivables due from Bretas	16,938,176				100
		Credit card and trade receivables, net	816,354,109				100
	Receivables from related entities	Related entities, current	1,371,016				100
Financial liabilities and payables	Bank loans	Current	629,083,332				100
		Non-Current	695,092,202				100
	Bonds payable	Current	50,539,046				100
		Non-Current	1,656,384,016				100
	Other loans (lease)	Current	2,671,208				100
		Non-Current	31,558,878				100
	Debt purchase affiliates	Current	25,542,999				100
		Non-Current	19,681,149				
	Other financial liabilities	Current	5,939,949				100
	Trade payables	Current	1,743,224,689				100
		Non-Current	810,120				100
	Withholding taxes	Current	214,513,579				100
		Non-Current	5,323,949				100
	Payables to related entities	Current	3,302,006				100
Hedges	Hedging derivatives	Cash flow hedging liability	382,754		100		
		Cash flow hedging asset	220,058,333		100		
		Fair value hedging asset	65,272,783		100		

Instruments classified as Level II correspond mainly to interest rate and cross currency swaps that have been valued by discounting the future cash flows stipulated in the contract for both the asset and liability component of each instrument. The structure of interest rates used to bring the future cash flows to present value is constructed based on the currency of each component and inferred from transactions involving risk-free instruments in the relevant market.

The Group recognizes transfers between levels of the fair value hierarchy at the end the reporting period during the change has occurred. As of June 30, 2015 and December 31, 2014, there have been no transfers between level I and II, and transfers out of level III to another level of fair value.

3.2. Reclassifications.

As of the end of this reporting period, the Company has not reclassified any entries in the aforementioned financial instrument categories.

3.3. Liquidity risk

Compared to year end, there was no material change in the contractual undiscounted cash out flows for financial liabilities, except for the issuance of an international bond worth USD $1 BN on February 2015.

The $1 BN notes due 2025 (USD $650 M), and due 2045 (USD $350 M), has been used to prepay indebtedness in Chile and Brazil, extending Cencosud's debt maturity profile and improving its overall liquidity. The first tier of the issuance (USD $650 M) was used to pay in advance local liabilities in Chile, mainly used to cover the USD 400 million bridge loan entered in October 2014 to prepay the Chilean bonds BCENC A, BCENC C and BCENC D, which used to have a covenant related the restriction to lose control of Cencosud Administradora de Tarjetas (CAT, our Financial Retail) and no waiver was granted from the bondholders. Said waiver was needed to complete the sale of 51% of CAT to Scotiabank, which was completed on May 2015. The second tier of the new issuance (USD $350 M) was used to pay indebtedness in Brazil.

3.4 Fair value of financial assets and liabilities measured at amortized cost.

In order to estimate the fair value of debt instruments not accounted for at amortized cost, the Company has estimated the cash flows from variable interest obligations using relevant swap curves. The structure of interest rates used to bring the future cash flows to present value is constructed based on the currency of each obligation and corresponds to the risk-free curve in the relevant market plus a credit spread inferred from the initial contractual conditions of each obligation.

The fair value of the following financial assets and liabilities approximate their carrying amount:

- Trade and other receivables
- Other current financial assets
- Cash and cash equivalents (excluding bank overdrafts)
- Trade and other payables
- The following assets and liabilities within the held-for-sale disposal group:
    - Cash and cash equivalents
    - Other current assets
    - Trade and other payables
    - Borrowings
    - Other current liabilities

4 Estimates, judgment or criteria applied by management

The estimates and criteria used are continuously assessed and are based on prior experience and other factors, including the expectation of occurrence of future events that are considered reasonable according to the circumstances.

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2014, with the exception of changes in estimates that are required in determining the provision for income taxes.

5 Other financial assets, current and non-current

The composition of this item as of June 30, 2015 and December 31, 2014 includes the following:

Other financial assets, current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Shares	—	42,780
Mutual Funds Shares(*)	12,626,884	37,328,837
Hedging derivatives	—	3,844,213
Highly liquid financial instruments	105,505,311	6,563,165
Total other financial assets, current	118,132,195	47,778,995

Other financial assets, non-current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Hedging derivatives	337,297,449	285,331,116
Financial investments Long term	201,087	210,306
Account receivable due from Bretas	3,903,679	16,938,176
Total other financial assets, non-current	341,402,215	302,479,598

(*) Mutual Funds shares are mainly fixed rate investments.

6. Trade receivables and other receivables

Trade receivables and other receivables as of June 30, 2015 and December 31, 2014 are as follows:

Trade receivables and other receivables net, current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Trade receivables net, current	143,094,708	190,629,343
Credit card receivables net, current	297,905,164	272,626,749
Other receivables, net, current	290,648,312	317,357,759
Letters of credit loans	764,002	962,903
Total	732,412,186	781,576,754

Trade receivables and other receivables, net, non-current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Trade receivables net, non-current	559,823	960,006
Credit card receivables net, non-current	5,324,947	2,800,679
Other receivables, net, non-current	20,624,526	20,614,649
Letters of credit loans	9,906,756	10,402,021
Total	36,416,052	34,777,355

Trade receivables and other receivables, gross, current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Trade receivables gross, current	164,258,573	210,196,220
Credit card receivables gross, current	315,990,244	287,514,053
Other receivables gross, current	302,844,241	328,546,822
Letters of credit loans	948,102	962,904
Total	784,041,160	827,219,999

Trade receivables and other receivables, gross, non-current	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Trade receivables gross, non-current	559,823	960,006
Credit card receivables gross, non-current	5,324,947	2,800,679
Other receivables gross, non-current	20,624,526	20,614,649
Letters of credit loans, non-current	9,906,756	10,402,021
Total	36,416,052	34,777,355

Trade receivables and other receivables close to maturity	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Less than three months	578,624,003	606,401,384
Between three and six months	53,414,268	73,829,507
Between six and twelve months	46,108,442	46,238,087
In more than twelve months	36,416,052	34,777,355
Total	714,562,765	761,246,333

The maturity of past due trade receivables as of June 30, 2015 and December 31, 2014 is as follows:

Trade receivables past due but not impaired	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Past due in less than three months	77,108,500	54,092,055
Past due between three and six months	11,433,646	18,260,439
Past due between six and twelve months	7,308,555	5,791,956
Past due in more than twelve months	10,043,746	22,606,571
Total	105,894,447	100,751,021

The movement of the bad debt allowance is as follows:

Change in bad debt allowance	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Initial balance	45,643,245	91,600,887
Increase in provision	26,237,571	145,456,872
Utilized provision	(21,398,439)	(97,906,650)
Decrease in provision	(54,323,784)	(38,037,483)
Reclass to assets held for sale	55,470,381	(55,470,381)
Total	51,628,974	45,643,245

The maximum exposure to credit risk at the date of the report is the book value in each category of the trade account, the Cencosud Group does not request collateral as a guarantee.

7 Transactions with related parties

Transactions with related companies are based on immediate payment or collection or with a term of up to 30 days, and are not subject to special conditions. These operations comply with what is established in articles 44 and 49 of Law N° 18,046 that regulates the Corporations, It is noteworthy that the related party transactions are in accordance with IAS 24 (Revised) “Related Parties”, The Company has a policy to disclose all transactions performed with related parties during the period,

7.1 Board of Directors and key management of the Company

The Board of Directors as of June 30, 2015 is comprised of the following people:

Board of directors	Role	Profession
Horst Paulmann Kemna	Chairman	Businessman
Heike Paulmann Koepfer	Director	Commercial Engineer
Peter Paulmann Koepfer	Director	Commercial Engineer
Roberto Oscar Phillips	Director	National Public Accountant
Cristián Eyzaguirre Johnston	Director	Economist
Richard Büchi Buc	Director	Civil Engineer
Erasmo Wong Lu	Director	Civil Engineer
David Gallagher Patrickson	Director	Businessman
Julio Moura Neto	Director	Engineer

Key management of the Company as of June 30, 2015 is composed of the following people:

Senior management	Position	Profession
Jaime Soler	Chief Executive Officer	Commercial Engineer
Carlos Mechetti	General Counsel	Attorney at law
Bronislao Jandzio	Audit Managing Director	Business Administrator
Renato Fernández	Corporate Affairs Manager	Journalist
Antonio Ureta Vial	Home Improvement Managing Director	Commercial Engineer
Patricio Rivas	Financial Retail Managing Director	Commercial Engineer
Rodrigo Hetz	Human Resources Director	Industrial Engineer
Andres Artigas	Chief Information Officer	Industrial Engineer
Juan Manuel Parada	Chief Financial Officer	Business Administrator
Rodrigo Larrain	Shopping Centers Managing Director	Industrial Engineer
Ricardo Bennett	Department Store Managing Director	Industrial Engineer

7.2 Board of Directors compensation

In accordance with Article 33 of Law N° 18,046 in regards to Corporations, the Ordinary Shareholders' Meeting held on April 24, 2015, set the following amounts for the 2015 period:

- Fees paid for attending Board sessions: payment of UF 330 each month for those holding the position of Director of the Board and twice this amount for the President of the Board, if and only if they attend a minimum of 10 ordinary sessions each year,
- Fees paid for attending the Directors' Committee: payment to each Director of UF 110 for each session they attend,

The details of the amount paid to Directors for the six months ended June 30, 2015 and 2014 are as follows:

Name	Role	June 30, 2015	June 30, 2014
		ThCh$	ThCh$
Horst Paulmann Kemna	Chairman	97,917	88,237
Heike Paulmann Koepfer	Director	48,959	44,119
Peter Paulmann Koepfer	Director	48,959	44,119
Cristián Eyzaguirre Johnston	Director	48,959	44,119
Roberto Oscar Philipps	Director	65,278	58,825
Erasmo Wong Lu Vega	Director	48,959	44,119
David Gallagher Patrickson	Director	65,278	58,825
Julio Moura	Director	48,959	44,119
Richard Bûchi Buc	Director	65,278	58,825
Total		538,546	485,307

7.3 Compensation paid to senior management

Key management compensation	June 30, 2015	June 30, 2014
	ThCh$	ThCh$
Salary and other short term employee benefits	2,798,413	2,597,752
Share based payments	220,505	292,935
Total	3,018,918	2,890,687

The Cencosud Group has established an incentive plan, which rewards management for the achievement of individual objectives in the achievement of the company's results, These incentives are structured as a minimum and a maximum of gross compensation and are paid once a year.

8 Inventory

The composition of this item as of June 30, 2015 and December 31, 2014 is as follows:

Inventory category	As of June 30, 2015	As of December 31, 2014
	ThCh$	ThCh$
Raw materials	5,404,142	6,804,775
Goods	1,239,821,618	1,219,396,964
Finished Goods	—	235,448
Provisions	(125,861,573)	(131,827,604)
Total	1,119,364,187	1,094,609,583

The composition of inventories by business line as of June 30, 2015 and December 31, 2014 is as follows:

Inventory category	As of June 30, 2015			
	Department stores	Supermarkets	Home improvement	Total
	ThCh$	ThCh$	ThCh$	ThCh$
Raw material	2,263,096	3,141,046	—	5,404,142
Goods	158,189,032	692,255,925	263,515,088	1,113,960,045
Finished Goods	—	—	—	—
Total	160,452,128	695,396,971	263,515,088	1,119,364,187

Inventory category	As of December 31, 2014			
	Department stores	Supermarkets	Home improvement	Total
	ThCh$	ThCh$	ThCh$	ThCh$
Raw material	2,116,044	4,688,732	—	6,804,776
Goods	153,451,257	695,663,533	238,454,570	1,087,569,360
Finished Goods	—	235,447	—	235,447
Total	155,567,301	700,587,712	238,454,570	1,094,609,583

The Company periodically assesses its inventories at their net realizable value, by separating the inventory for each line of business and verifying the age, inventory turnover, sales prices and seasonality. Any adjustments are carried against income of the period.

The goods included in inventory are valued between the purchase price or production cost, net of allowance for obsolescence and net realizable value.

9 Intangible assets other than goodwill

Intangible assets are mainly composed of software and brands acquired in business combinations. The detail as of June 30, 2015 and December 31, 2014 is as follows:

Intangibles assets other than goodwill net	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Finite life intangible assets, net	136,152,089	125,471,527
Indefinite life intangible assets, net	270,836,338	275,070,653
Intangible assets, net	406,988,427	400,542,180
Patents, Trade Marks and Other Rights, Net	270,836,338	275,070,653
Software (IT)	101,764,486	88,441,290
Other Identifiable Intangible Assets, net	34,387,603	37,030,237
Identifiable Intangible Assets, Net	406,988,427	400,542,180

Intangibles assets other than goodwill gross	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Finite life intangible assets, Gross	240,222,848	216,527,275
Indefinite life intangible assets, Gross	270,836,338	275,070,653
Intangible Assets, Gross	511,059,186	491,597,928
Patents, Trade Marks and Other Rights, Gross	270,836,338	275,070,653
Software (IT)	186,271,798	160,757,436
Other Identifiable Intangible Assets, Gross	53,951,050	55,769,839
Identifiable Intangible Assets, Gross	511,059,186	491,597,928

Accumulated amortization and value impairment	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Finite life intangible assets	(104,070,759)	(91,055,748)
Indefinite life intangible assets	—	—
Intangible Assets, Gross	(104,070,759)	(91,055,748)
Software (IT)	(84,507,312)	(72,316,146)
Other Identifiable Intangible Assets	(19,563,447)	(18,739,602)
Accumulated amortization and value impairment	(104,070,759)	(91,055,748)

Other identifiable intangible assets mainly correspond to customer's data base.

The detail of the useful lives applied to intangible assets as of June 30, 2015 and December 31, 2014 is as follows:

Estimated useful lives or amortization rates used	Minimum life	Maximum life
Development costs	1	7
Patents, Trade Marks and Other Rights	Indefinite	Indefinite
Software (IT)	1	7
Other identifiable Intangible Assets	1	5

The detail of the amounts of identifiable intangible assets that are individually significant as of June 30, 2015 and December 31, 2014 is as follows:

Individually significant identifiable Intangible assets	Book Value 2015	Book Value 2014	Remaining amortization period	Country of origin	Segment
	ThCh$	ThCh$			
Paris Brand	120,754,313	120,754,313	Indefinite	Chile	Department stores
Johnson's Brand	15,501,628	15,501,628	Indefinite	Chile	Department stores
Pierre Cardin License	171,584	171,584	Defined	Chile	Department stores
Wong Brand	32,857,876	33,189,716	Indefinite	Peru	Supermarkets
Metro Brand	71,689,910	72,413,925	Indefinite	Peru	Supermarkets
Bretas Brand	17,296,824	19,137,928	Indefinite	Brazil	Supermarkets
Perini Brand	774,488	856,926	Indefinite	Brazil	Supermarkets
Prezunic Brand	11,789,715	13,044,633	Indefinite	Brazil	Supermarkets
Total	270,836,338	275,070,653			

The factors for considering the brands with indefinite useful lives over time are the following:

- Verifiable history and expected use of the asset by the Company: This is the most important factor to consider in the definition of the useful life of the brand. The brands mentioned have a history of more than 80 years of successful existence in the market. The use that has been and is being given to these brands shows an intention to keep them and consolidate them further in the long term.
- Legal, regulatory or contractual limits to the useful life of the intangible asset: There are no legal, regulatory or contractual limits linked to the brands. The brands are duly protected and the pertinent registrations remain current.
- Effects of obsolescence, demand, competition and other economic factors: The brands have a rating linked to strong national brands according to their history. This implies a low risk of obsolescence-
- Maintenance of the necessary investment levels to produce the projected future cash flows: historic and projected cash flows for the brands are duly sustained with investments in marketing, publicity, technology, renovations and improvements to the retail infrastructure, They are efficient as a result of synergies and scale of operations, but are compatible and realistic for the industry, An increase in the other general administration expenses and necessary sales is also contemplated to sustain the projected increase in sales.
- Relationship of the useful life of an asset or group of assets with the useful life of an intangible asset: The brands do not depend on the useful life of any asset or group of assets as they existed independently for a substantial time prior to the acquisitions, and they are not related to sectors subject to technological obsolescence or other causes.

10 Goodwill

The goodwill represents the excess of the acquisition cost, over the fair value of the Group's interest in the identifiable net assets of the subsidiary/associate as of the date of acquisition. Goodwill is allocated to each store or group of stores, as appropriate, in each country and operating segment (CGUs cash generating units).

10.1 Measuring recoverable value of the Goodwill,

Goodwill is assessed at least annually. Valuations at interim periods could be done, if there are any signs that the carrying value of our goodwill may not be recoverable. These signs may include a significant change in the economic environment affecting business, new laws, operating performance indicators, competition movements, or the transfer of an important part of a Cash Generating Unit (CGU).

To check whether goodwill has suffered an impairment loss of value, the Company compares the carrying amount of the assets, against their recoverable value. We may recognize an impairment loss if the carrying amount of the asset excess its recoverable amount. The Group believes that value in use approach by the discounted cash flow method, is the most reliable way to determine the recoverable value of any CGU.

10.2 Main key assumptions for the 2014 annual test,

a) Discount rate

The real discount rate applied to annual test conducted in September 2014, was estimated based on historical data of average cost of capital rate, with a leverage of 23%. This estimation was built by considering the major competitors in the industry as the reference. Differentiated discount rate is used in each of the countries where the Company operates, depending on the associated local risks. Used rates are shown in the table below:

Segment and Country	Chile	Argentina	Peru	Colombia	Brazil
Supermarkets	9.60%	31.07%	10.65%	9.51%	10.30%
Department Stores	9.17%	—	8.89%	—	—
Home Improvement	9.57%	34.33%	—	9.23%	—

b) Other assumptions

The financial projections used to determine the net present value of future cash flows are modeled considering the main variables of historical flows of each CGU and approved budgets. In this sense, a conservative growth rate is used, which generally vary between 0% and 3%, and from 0.5% to 1% beyond the fifth year projection. This takes into consideration the degree of maturity of each investment. In this regard, the most sensitive variables in these projections are: the discount rates applied in determining the net present value of projected cash flows; the operating costs; the market prices for the goods and services sold.

For purposes of the annual impairment test, the results are stressed by sensitizing the critical variables that affect the financial projections. These sensitizations are performed over the real WACC discount rate, with a range of variation of +-5%; and over the perpetuity growth rate within a range of +-10%.

The recoverable amount of the annual test 2014 exceeded the book value of each CGU. The results of the sensitivity analysis, performed on the critical variables, also showed that any recoverable value exceeded its respective carrying amount by CGU.

10.3 Impairment risks on Cash Generating Unit Supermarkets - Brazil,

During the first half 2015 the Brazilian economy has decreased pushed by the political crisis, especially since the second quarter of this year. These circumstances affect the expectations adopted into the 2014 annual impairment test, for the 2015 and successive yearly projections.

External Indicators

The most representative variables of the hard economic conditions in Brazil and the weakening of the market are the following:

a) Devaluation of local currency against the dollar: Brazilian Real (BRL) felt 15% in front of the American Dollar (USD) during the first half of 2015 (December 31, 2014 at BRL $ 2.6926 / USD; June 30 2015 BRL $ 3.0975 / USD).

b) Decrease in GDP growth. Falling from 0.1% growth in 2014, to a projection (contraction) of -1.5% in 2015 (IMF Bulletin, July 2015).

c) Increase of the unemployment rate. From a 4.8% unemployment rate at the end of 2014; to 6.7% unemployment rate as of May 2015.

d) Persistent high inflation. By passing from a rate of 6.4% in the year 2014 to 8.4% in the last 12 months up to May 2015 measured.

e) Significant increase in Producers Price Index (PPI). Raw materials have experimented meaningful increase. The SELIC (Bank overnight rate) has reached a level of 13.75%, one of the highest among the ten largest economies in the world.

As a consequence of worsening macroeconomic variables in Brazil, the Company has made a permanent monitoring of the CGU Supermarkets in Brazil performance in 2015. These aforementioned conditions impacts on the following internal indicators.

Internal Indicators

a) Decrease in sales in local currency. Showing a 1.4% growth in last 12 months, a figure lower than the expected in the company's projections for 2015 (3.8%).

b) Decrease in sales in local currency by quarter. The 2015 second quarter sales fell 5.3%, in comparison with the same quarter of 2014.

c) Adjusted EBITDA. The adjusted EBITDA in local currency were 1.4% measured in the last twelve months. This index is lower than the official budget projection figure (3.7%).

That change in the Brazilian macroeconomic expectations has driven the Company to permanently monitor that CGU's performance. Being that, after evaluating the Supermarkets – Brazil segment development, the Group has considered that there are qualitative indications that the goodwill of the Supermarkets - Brazil CGU could be at risk of failing a new impairment test. According to this, a new calculation of the recovery value of the CGU Supermarkets Brazil is done by taking into account the adjusted assumptions and updating the business outlook. The value in use was obtained by discounting the future cash flows at their present value, using an updated WACC rate.

The financial model shows that the recoverable amount of the CGU Supermarkets - Brazil is lower than the carrying value of its long-term assets, for this reason, the Group recorded a goodwill impairment in the amount of M $116,771,460 (BRL $ 566 million).

Reconciliation of the Brazilian Goodwill books value

Concept	**Book value ThCh$**
Initial balance as of December 31, 2014	569,584,936
Increase (decrease) for changes in foreign exchanges	(54,805,450)
Impairment	(116,771,460)
Ending balance as of June 30, 2015	398,008,026

The Supermarkets – Brazil impairment loss of goodwill, effective at June 30 2015, has been recognized within the Interim consolidated statement of comprehensive income by function, under the "Other gains and losses" line (see note 16.4). This impairment does not represent any impact upon the Company's cash flows.

According to IAS 36.124, the reversal of an impairment loss for goodwill is prohibited.

Sensitization of the critical variables of the financial model for the recoverable value of the CGU Supermarkets Brazil outcomes the next scenarios:

- An increase of 5% of the real WACC rate, would produce a recoverable amount 5.25% lower.
- A decrease of 5% of the real WACC rate, would produce a recoverable amount 5.83% higher.
- A decrease of 10% of perpetuity growth rate, would produce a recoverable amount 0.48% lower.
- An increase of 10% of perpetuity growth rate, would produce a recoverable amount 0.48% higher.

The deferred taxes generated by the impairment of goodwill of Brazil Supermarkets segment have been recorded in accordance with IAS 36.64, and IAS 12, by comparing the carrying amount of the deferred asset with its tax base as of June 30, 2015. (See note 17)

10.4 Goodwill by segment and country,

The following table details goodwill balances and movements by operating segment and country as of June 30, 2015 and December 31, 2014:

Goodwill per operating segment and country	As of December, 2014	Impairment	Increase (decrease) foreign exchange	As of June, 2015
	ThCh$		ThCh$	ThCh$
Real Estate & Shopping—Argentina	150,347	—	(1,313)	149,034
Supermarkets—Chile	106,991,957	—	—	106,991,957
Supermarkets—Brazil	569,584,936	(116,771,460)	(54,805,450)	398,008,026
Supermarkets—Peru	268,644,820	—	(2,528,515)	266,116,305
Supermarkets— Colombia	499,279,860	—	—	499,279,860
Financial services – Colombia	59,438,079	—	—	59,438,079
Shopping Centers – Colombia	35,662,847	—	—	35,662,847
Home Improvement—Argentina	3,208,796	—	(25,808)	3,182,988
Home Improvement—Chile	1,227,458	—	—	1,227,458
Department stores—Chile	138,159,463	—	—	138,159,463
Total	**1,682,348,563**	**(114,535,760)**	**(59,596,786)**	**1,508,216,017**

11 Property, plant and equipment

11,1 The composition of this item as of June 30, 2015 and December 31, 2014 is as follows:

Property, plant and equipment categories, net	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Construction in progress	66,697,372	108,039,312
Land	764,515,886	771,941,960
Buildings	1,142,514,693	1,138,386,080
Plant and equipment	270,698,286	271,557,150
Information technology equipment	39,100,385	41,570,626
Fixed installations and accessories	378,200,559	383,530,334
Motor vehicles	592,030	3,256,956
Leasehold improvements	243,263,622	260,036,836
Other property plant and equipment	25,788,603	31,409,202
Totals	2,931,371,436	3,009,728,456

Property, plant and equipment categories, gross	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Construction in progress	66,697,372	108,039,312
Land	764,515,886	771,941,960
Buildings	1,374,827,599	1,307,766,446
Plant and equipment	628,172,906	574,031,893
Information technology equipment	149,580,048	140,855,699
Fixed installations and accessories	750,113,054	730,008,063
Motor vehicles	5,638,692	7,848,595
Leasehold improvements	302,533,699	316,018,733
Other property plant and equipment	31,470,963	36,689,120
Totals	4,073,550,219	3,993,199,821

Accumulated depreciation and impairment of property, plant and equipment	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Buildings	(232,312,906)	(169,380,366)
Plant and equipment	(357,474,620)	(302,474,743)
Information technology equipment	(110,479,663)	(99,285,073)
Fixed installations and accessories	(371,912,495)	(346,477,729)
Motor vehicles	(5,046,662)	(4,591,639)
Leasehold improvements	(59,270,077)	(55,981,897)
Other property plant and equipment	(5,682,360)	(5,279,918)
Totals	(1,142,178,783)	(983,471,365)

11,2 The following table shows the technical useful lives for the assets.

Method used for the depreciation of property, plant and equipment (life)	Rate explanation	Minimum life	Maximum life
Buildings	Useful Life (years)	25	60
Plant and equipment	Useful Life (years)	7	20
Information technology equipment	Useful Life (years)	3	7
Fixed installations and accessories	Useful Life (years)	7	15
Motor vehicles	Useful Life (years)	1	5
Leasehold improvements (*)	Useful Life (years)	5	35
Other property plant and equipment	Useful Life (years)	3	15

(*) Leasehold improvement will be depreciated using the shorter useful life between of the length of the lease contract and the useful life per the table above.

12 Investment properties

12.1 The roll-forward of investment properties at June 30, 2015 and December 31, 2014 is the following:

Roll-forward of investment properties, net, fair value method	As of June 30, 2015 ThCh$	As of December 31, 2014 ThCh$
Investment properties, net, initial value	1,663,592,396	1,568,432,058
Change in unrealized gains (losses)	34,096,082	100,772,615
Additions, Investment Properties, Fair Value Method	4,686,177	25,060,310
Acquisition from a business combination	—	—
Transfer to (from) owner-occupied property, investment property, cost model	(12,007,738)	(15,535,083)
Retirement, investment properties, Fair Value Method	—	—
Increase (decrease) in foreign exchange rate, Investment Properties, Fair Value Method	(3,159,069)	(15,137,504)
Changes in Investment Properties, Fair Value Method, Total	23,615,452	95,160,338
Investment Properties, Fair Value Method, Final Balance	1,687,207,848	1,663,592,396

12.2 Income and expense from investment properties

Roll-forward of investment properties, net fair value method	For the six months ended June 30, 2015 ThCh$	For the six months ended June 30, 2014 ThCh$
Revenue from Investment Property Leases	112,685,322	99,863,762
Direct Expense of Operation of Investment Properties which generate lease revenue	39,308,809	26,000,959
Direct Expense of Operation of Investment Properties which do not generate lease revenue	—	—

12.3 As of June 30, 2015 and December 31, 2014, investment properties are not encumbered,

12.4 As of June 30, 2015 there are commitments to acquire investment properties by ThCh$ 19,539,748 (ThCh$ 18,415,052 as of December 31, 2014),

12.5 There are no restrictions on ownership of assets,

12.6 Other projects

The Costanera Center project corresponds to assets that have been classified as investment property. As of June 30, 2015 and December 31, 2014, this project has been valued using the fair value model. The methodology used in the valuation of these assets and used significant assumptions are described in note 4.5 of the annual financial statements as of December 31, 2014.

13 Other financial liabilities, current and non-current

The composition of this item as of June 30, 2015 and December 31, 2014 is the following:

13,1 Types of interest bearing (accruing) loans

Loans	Balance as of 6/30/2015 Current ThCh$	Balance as of 6/30/2015 Non-current ThCh$	Balance as of 12/31/2014 Current ThCh$	Balance as of 12/31/2014 Non-current ThCh$
Bank loans (1)	115,621,337	280,115,539	629,083,332	695,092,202
Bond debt (2)	54,386,731	2,354,694,541	50,539,046	1,656,384,016
Other loans—leases	2,815,870	31,359,808	2,671,208	31,558,878
Other financial liabilities (hedge activities)	94,448	930,386	382,754	—
Time deposits (3)	135,842,073	46,240,992	25,347,841	28,315,851
Term savings accounts	465,861	—	—	—
Letters of credit	—	8,595,757	—	—
Deposits and other demand deposits	6,169,999	—	—	—
Debt purchase Bretas	—	—	—	12,697,096
Debt purchase Prezunic	—	4,866,607	21,539,582	4,891,649
Debt M, Rodriguez	—	2,010,432	—	2,092,404
Debt purchase Johnson	1,353,755	2,707,511	4,003,417	—
Other Financial liabilities—other	3,197,638	—	5,939,949	—
Totals Loans	319,947,712	2,731,521,573	739,507,129	2,431,032,096

(1) Bank loans correspond to loans taken out with banks and financial institutions,

(2) Bond debt corresponds to bonds placed in public securities markets or issued to the public in general,

(3) Time deposits are the main funding source of the subsidiary, Banco Paris in Chile. Deposits taken by Chilean clients of Banco Paris are mainly money market deposits, which are 390 persons and 19 institutions. The average maturity of these deposits is 126 days as of June 30, 2015, and 196 days as of December 31, 2014.

13,2 Restrictions

Loan agreements and outstanding bonds of the Company contain a number of covenants requiring compliance with certain financial ratios and other tests, As of June 30, 2015 and December 31, 2014 the Company was in compliance with the aforementioned financial debt covenants.

13 Provisions and other liabilities

14.1 Provisions

The composition of this item as of June 30, 2015 and December 31, 2014 is as follows:

Accruals and provision	As of Current June 30, 2015 ThCh$	As of Current December 31, 2014 ThCh$	As of Non-current June 30, 2015 ThCh$	As of Non-current December 31, 2014 ThCh$
Legal claims provision	13,029,962	10,911,238	93,267,251	88,428,946
Onerous contracts provision	4,276,356	4,286,320	14,337,347	16,336,833
Total	17,306,318	15,197,558	107,604,598	104,765,779

14.2 *Movement of provisions:*

Provision type	Legal claims ThCh$	Onerous contracts ThCh$	Total ThCh$
Initial Balance January 1, 2015	99,340,184	20,623,153	119,963,337
Movements in Provisions:			
Additional provisions	12,315,782	—	12,315,782
Increase (decrease) in existing provisions	2,613,482	(2,009,450)	604,032
Acquisitions through business combinations	—	—	—
Provision used during the year	(2,554,699)	—	(2,554,699)
Reversal of used provision	—	—	—
Increase (decrease) in foreign exchange rate	(5,417,536)	—	(5,417,536)
Other increase (decrease)	—	—	—
Changes in provisions, total	6,957,029	(2,009,450)	4,947,579
Total provision, closing balance as of June 30, 2015	106,297,213	18,613,703	124,910,916

Provision type	Legal claims ThCh$	Onerous contracts ThCh$	Total ThCh$
Initial Balance January 1, 2014	109,180,802	25,448,067	134,628,869
Movements in Provisions:			
Additional provisions	15,688,454	—	15,688,454
Increase (decrease) in existing provisions	(9,569,206)	(4,410,328)	(13,979,534)
Acquisitions through business combinations	—	—	—
Provision used during the year	(11,984,434)	—	(11,984,434)
Reversal of used provision	—	—	—
Increase (decrease) in foreign exchange rate	(1,836,299)	(414,586)	(2,250,885)
Other increase (decrease)	(2,139,133)	—	(2,139,133)
Changes in provisions, total	(9,840,618)	(4,824,914)	(14,665,532)
Total provision, closing balance as of June 30, 2014	99,340,184	20,623,153	119,963,337

15 Net equity

15.1 Paid-in capital

As of June 30, 2015, and December 31, 2014, the authorized, subscribed and paid-in capital amounts to ThCh$ 2,321,380,936.

15.2 Subscribed and paid shares

As of June 22, 2012, the Company proceeded to increase the authorized Capital through the issuance of 270,000,000 of shares, without a par value and in a unique series, as agreed at the shareholders meeting held on April 29 th , 2011 which complemented and modified preliminary agreements made at extraordinary shareholders meetings on March 1 st and May 15 th of 2012, 27,000,000 shares out of the capital increase were set aside to offer them in a stock option plan for the Company's upper management

The referential share price reported to the SVS (Superintendencia de Valores y Seguros) was Ch$ 3,555.56. The final issue share price was ThCh$2,600 per share.

In connection with share issuance, 59,493,000 shares were issued in the United States of America in the form of American Depositary Shares (ADSs) and 210,507,000 shares were issued in the local market in Chile.

At the extraordinary shareholders meeting held on November 20, 2012, the shareholders agreed to increase capital by ThCh$835,000,000 through the issuance of 332,987,717 of shares in one series and without a par value, 10% out of the total issuance was set aside to offer them in a stock option plan for employees, the remaining of the shares was offered to the Company's shareholders

The following tables show the movement of the authorized and the issued and fully paid shares described above between December 31, 2014 and June 30, 2015

Movement of authorized shares	No of shares
Authorized shares as of December 31, 2014	2,889,022,734
Authorized shares as of June 30, 2015	**2,889,022,734**

Movement in issued and fully paid shares	No of shares	Total ThCh$
Paid shares as of December 31, 2014	2,828,723,963	2,321,380,936
Paid shares as of June 30, 2015	**2,828,723,963**	**2,321,380,936**

As of December 31, 2014, 60,298,771 issued shares were pending of subscription and payment, of which 27,000,000 and 33,298,771 will expire on April 29 th and November 20 th of 2017 respectively.

15.3 Dividends

The dividend distribution policy adopted by Cencosud S.A., establishes the payment of dividends of 30% of the distributable net profits.

In relation to SVS Ruling No. 1945, on October 29, 2010, the Company's Board of Directors agreed that the net distributable profits for the year 2010 and following years will be the figure reflected in the financial statements as "profit for the year attributable controlling shareholders", excluding the unrealized result for fair value appraisal of investment properties, net of deferred taxes.

On -November 3rd, 2014, the Board of Directors agreed on distributing an interim dividend of Ch$8 per share in relation to the profits of 2014. This dividend was paid on December 3 th , 2014. This dividend was given to those shareholders inscripted as of November 27 th 2014.

As of June 30, 2015, the Group has recognized a minimum dividend payment for the results up to that date of MCh$ 14,542,289 (MCh$ 13,603,115 as of 12-31-2014) with its respective effect on equity for the six months ended June 30, 2015 amounts to MCh$ 36,578,436 (MCh$ 47,829,433 as of December 31, 2014).

15.4 Changes in ownership interest

No changes relating to ownership interest have occurred between 12/31/2014 and 6/30/2015.

In 2014, the increase (decrease) due to changes in ownership interest without a loss of control presented in the statement of changes in equity reflect the effect of the exchange of shares between Cencosud S,A, and the minority shareholders in connection with the merger of two companies of the Group, which resulted in an increase in the Company's ownership percentage in subsidiary Cencosud Retail.

16 Breakdown of significant results

The items by function from the Statements of Income are described as follows in 15,1, 15,2 y 15,3,

Expenses by nature of integral income by function	6-30-2015 ThCh$	6-30-2014 ThCh$
Cost of sales	3,765,115,552	3,728,291,535
Distribution cost	13,387,108	12,131,680
Administrative expenses	1,206,714,916	1,071,484,921
Other expenses by function (*)	82,367,697	82,851,396
Total	5,067,585,273	4,894,759,532

(*) Mainly includes marketing expenses,

16.1 Expenses by nature

The following is a breakdown of the main operating and management costs and expenses of the Cencosud Group for the following periods:

Expenses by nature	For the six months ended 30/06/2015			For the six months ended 30/06/2014		
	Total ThCh$	Discontinued operation ThCh$	Continued operation ThCh$	Total ThCh$	Discontinued operation ThCh$	Continued operation ThCh$
Cost of goods sold	3,539,911,987	—	3,539,911,987	3,536,862,619	—	3,536,862,619
Other cost of sales	245,231,843	20,028,278	225,203,565	221,717,313	30,288,397	191,428,916
Personnel expenses	768,496,898	8,613,724	759,883,174	698,138,425	12,449,114	685,689,311
Depreciation and amortization	106,903,609	715,030	105,950,180	98,607,461	1,115,203	97,492,258
Distribution cost	13,387,108	—	13,387,108	12,131,680	—	12,131,680
Other expenses by function	82,367,697	—	82,367,697	82,893,396	42,000	82,851,396
Cleaning	40,375,143	24,100	40,351,043	34,713,056	41,442	34,671,614
Safety and security	33,977,133	25,803	33,951,330	27,643,016	34,027	27,608,989
Maintenance	44,156,959	481,686	43,675,273	40,845,915	408,257	40,437,658
Professional fees	36,723,557	687,238	36,036,319	36,278,306	1,522,096	34,756,210
Bags for Customers	11,807,405	—	11,807,405	11,836,711	—	11,836,711
Credit card commission	48,454,584	11,352	48,443,232	41,367,582	—	41,367,582
lease	95,955,905	548,826	95,407,079	90,100,129	991,664	89,108,465
Other	37,234,936	6,025,055	31,209,881	26,568,337	18,052,214	8,516,123
Total	5,104,984,765	37,161,093	5,067,585,273	4,959,703,946	64,944,416	4,894,759,532

16.2 Personnel expenses

The following is a breakdown of personnel expenses for the following periods:

Personnel expenses	**For the six months ended 30/06/2015**			**For the six months ended 30/06/2014**		
	Total ThCh$	**Discontinued operation ThCh$**	**Continued operation ThCh$**	**Total ThCh$**	**Discontinued operation ThCh$**	**Continued operation ThCh$**
Salaries	608,713,032	7,756,559	600,956,473	548,178,793	10,983,586	537,195,207
Short-term employee benefits	130,603,399	440,127	130,163,272	134,322,552	752,238	133,570,314
Termination benefits	29,180,466	417,037	28,763,429	15,637,079	713,289	14,923,790
Total	768,496,898	8,613,724	759,883,174	698,138,425	12,449,114	685,689,311

16.3 Depreciation and amortization

The following is a breakdown of depreciation and amortization for the following periods:

Depreciation and amortization	**For the six months ended 30/06/2015**			**For the six months ended 30/06/2014**		
	Total ThCh$	**Discontinued operation ThCh$**	**Continued operation ThCh$**	**Total ThCh$**	**Discontinued operation ThCh$**	**Continued operation ThCh$**
Depreciation	93,222,003	239,603	92,935,169	89,768,455	417,081	89,351,371
Amortization	13,681,606	475,427	13,015,011	8,839,009	698,122	8,140,887
Total	106,903,609	715,030	105,950,180	98,607,463	1,115,203	97,492,258

16.4 Other gains (losses)

Other gain (losses)	**For the six months ended 30/06/2015**			**For the six months ended 30/06/2014**		
	Total ThCh$	**Discontinued operation ThCh$**	**Continued operation ThCh$**	**Total ThCh$**	**Discontinued operation ThCh$**	**Continued operation ThCh$**
Gains obtained from sales of subsidiaries	61,372,533	—	61,372,533	—	—	—
Assets impairment (1)	(116,771,460)	—	(116,771,460)	—	—	—
Fair value derivatives	(4,984,579)	—	(4,984,579)	9,472,659	—	9,472,659
Insurance claims	—	—	—	1,411,112	—	1,411,112
Sales of Property, plant and equipment	10,747,177	—	10,747,177	304,372	—	304,372
Other Net Gains and Losses	(18,327,008)	(6,871,660)	(11,455,348)	(3,071,145)	(1,582,569)	(1,488,576)
Total	(67,963,337)	(6,871,660)	(61,091,677)	8,116,998	(1,582,569)	9,699,567

(1) Assets impairment. See note 10.3

16.5 Other operating income

Other operating income	**For the six months ended 30/06/2015**			**For the six months ended 30/06/2014**		
	Total ThCh$	**Discontinued operation ThCh$**	**Continued operation ThCh$**	**Total ThCh$**	**Discontinued operation ThCh$**	**Continued operation ThCh$**
Sell Carton & Wraps	1,505,515	—	1,505,515	2,599,363	—	2,599,363
Recovery of fees	1,539,561	—	1,539,561	1,038,917	—	1,038,917
Increase on revaluation of investment properties	34,096,082	—	34,096,082	1,639,013	—	1,639,013
Other Income	3,391,364	472,674	2,918,690	3,629,076	102,106	3,526,970
Total	40,532,522	472,674	40,059,848	8,906,369	102,106	8,804,263

16.6 *Financial results*

The following is the financial income detailed for the periods ended:

Financial results	**For the six months ended 30/06/2015**			**For the six months ended 30/06/2014**		
	Total ThCh$	**Discontinued operation ThCh$**	**Continued operation ThCh$**	**Total ThCh$**	**Discontinued operation ThCh$**	**Continued operation ThCh$**
Financial income from cash flow hedging	—	—	—	—	—	—
Other finance income	8,541,140	492,908	8,048,232	4,068,864	175,491	3,893,373
Financial income	8,541,140	492,908	8,048,232	4,068,864	175,491	3,893,373
Bank loan expenses	(59,448,748)	(2,664,717)	(56,784,031)	(52,483,523)	(2,717,131)	(49,766,392)
Bond debt expenses	(60,545,906)	(2,996,057)	(57,549,849)	(47,611,417)	(2,873,781)	(44,737,636)
Interest on bank loans	(6,718,990)	(5,503,206)	(1,215,784)	(9,539,325)	(2,717,131)	(6,822,194)
Valuation of financial derivatives expenses	(910,745)	—	(910,745)	(4,347,912)	—	(4,347,912)
Financial Expenses	(127,624,389)	(11,163,980)	(116,460,409)	(113,982,176)	(8,308,042)	(105,674,134)
Results from UF indexed bonds in Chile	(6,594,666)	(38,046)	(6,556,620)	(22,119,569)	(1,281,445)	(20,838,124)
Results from UF indexed Brazil	(1,598,674)	—	(1,598,674)	(3,854,338)	—	(3,854,338)
Results from UF indexed Other	(334,858)	—	(334,858)	2,552,041	—	2,552,041
(Losses) gains from indexation	(8,528,198)	(38,046)	(8,490,152)	(23,421,866)	(1,281,445)	(22,140,421)
Financial debt IFC-ABN Argentina	(475,507)	—	(475,507)	(2,760,985)	—	(2,760,985)
Bond debt USA and Peru	(17,284,155)	2,760,915	(20,045,070)	(11,288,749)	(5,539,807)	(5,748,942)
Financial debt Peru	(2,902,481)	—	(2,902,481)	15,194	—	15,194
Financial assets and Financial debt—Colombia	(3,121,371)	—	(3,121,371)	150,070	—	150,070
Exchange difference	(23,783,514)	2,760,915	(26,544,429)	(13,884,470)	(5,539,807)	(8,344,663)
Financial results total	(151,394,961)	(7,948,203)	(143,446,758)	(147,219,649)	(14,953,804)	(132,265,845)

17 Income tax expense

The charge (credit) to periodic results within the Interim consolidated statement of comprehensive income by function related to the income tax amounts were M$ 22,874,595 as of June 30, 2015; and (M$ 18,123,064), as of June 30, 2014, as the table bellow:

Current and deferred income tax	**ThCh$**	**ThCh$**
Net current income tax expense	(65,587,603)	(66,189,502)
Deferred tax income related to creation or reversal of temporary differences	82,991,542	48,066,438
Deferred tax income related to changes in tax rates	5,470,656	—
Net (expense) income for income tax	22,874,595	(18,123,064)

The increase in deferred income taxes as of June 30, 2015 is mainly explained by the recognition of deferred tax over the goodwill impairment in the Supermarkets segment - Brazil M$ 38,942,000; and because of the impact on new jurisprudence in Colombia, thaw allows the Company to use 2014 and 2013 losses in order to generate a compensation attributable to Complementary Income Tax (CREE tax) by M$ 43,696,915.

18 Information by segment

The Company reports the information by segment according to what is set forth in IFRS 8 “Operating Segments,” An operating segment is defined as a component of an entity over which separated financial information is available and is regularly reviewed.

In the information by segments, all transactions between the different operating segments have been eliminated.

18,1 Segmentation criteria

For management purposes, the Company is organized in five operative divisions: Supermarkets, Shopping Centers, Home Improvement stores, Department stores and Financial Services. These segments are the basic on which the Company makes decisions with respect to its operations and resource allocation.

The operative segments are disclosed in a similar way with the presentation of the internal reports used by Management in the control and decision making process, considering the segments from a point of view according to the type of business and geographical area.

The operating segments that are reported derive their revenues mainly from the sale of products and rendering of services to final consumers of retail. There are no customers whose purchases represent more than 10% of the consolidated revenue, nor a specific business segment.

The rest of the minor activities, mainly including the travel agency and family-entertainment centers businesses, plus certain consolidation adjustments and corporate expenses administered centrally, are included in the segment “Support services, financing, adjustments and other”.

18,2 Regional information by segment

The segment information which is delivered to the chief operating decision maker ("Board of Directors") of the reportable segments for the semesters ended June 30, 2015 and June 30, 2014 in thousands of Chilean pesos is the following:

Regional information by segment

Consolidated statement of income For the semester ended June 30, 2015	Supermarkets ThCh$	Shopping Centers ThCh$	Home improvement ThCh$	Department stores ThCh$	Financial services ThCh$	Support services, financing, adjustments and other ThCh$	Consolidated total ThCh$	Discontinued operation financial services ThCh$
Revenues from ordinary activities	3,918,865,613	112,685,322	686,164,388	475,525,047	73,219,256	3,296,208	5,269,755,834	(60,759,616)
Cost of sales	(2,935,399,758)	(15,611,854)	(453,828,622)	(335,504,621)	(22,780,702)	(1,989,995)	(3,765,115,552)	20,400,024
Gross Margin	**983,465,855**	**97,073,468**	**232,335,766**	**140,020,426**	**50,438,554**	**1,306,213**	**1,504,640,282**	**(40,359,592)**
Other revenues by function	4,359,170	34,102,222	236,431	605,680	36,228	720,117	40,059,848	(436,450)
Sales, general and administrative expenses	(847,911,025)	(23,696,955)	(186,738,511)	(136,159,510)	(31,477,555)	(76,486,165)	(1,302,469,721)	17,371,214
Financial expenses and income, net	—	—	—	—	14,223,102	(122,635,279)	(108,412,177)	14,223,102
Participation in profit or loss of equity method associates	109,276	2,715,089	—	—	1,715,922	—	4,540,287	—
Exchange differences	—	—	—	—	(2,760,915)	(23,783,514)	(26,544,429)	(2,760,915)
(Losses) from Indexation	—	—	—	—	38,046	(8,528,198)	(8,490,152)	38,046
Other earnings (Losses), net	—	—	—	—	(3,741)	(61,087,936)	(61,091,677)	(3,741)
Income tax charge	—	—	—	—	2,683,876	20,190,719	22,874,595	2,683,876
Profit attributable to Non-controlling interests	—	—	—	—	9,244,460	—	9,244,460	9,244,460
Profit (loss)	**140,023,276**	**110,193,824**	**45,833,686**	**4,466,596**	**44,137,977**	**(270,304,043)**	**74,351,316**	**—**
Profit (loss) from continued operations	**140,023,276**	**110,193,824**	**45,833,686**	**4,466,596**	**34,893,517**	**(270,304,043)**	**65,106,856**	**(9,244,460)**
Profit (loss) from discontinued operations	—	—	—	—	9,244,460	—	9,244,460	9,244,460
Profit (loss) of attributable to non-controlling interest	—	—	—	—	—	(876,273)	(876,273)	—
Profit for the year attributable to controlling shareholders, Total	**140,023,276**	**110,193,824**	**45,833,686**	**4,466,596**	**44,137,977**	**(271,180,316)**	**73,475,043**	**—**
Depreciation and amortization	66,326,376	4,216,038	10,849,111	15,688,010	1,090,858	7,779,787	105,950,180	(715,030)

Consolidated statement of income For the semester ended June 30, 2014	Supermarkets ThCh$	Shopping Centers ThCh$	Home improvement ThCh$	Department stores ThCh$	Financial services ThCh$	Support services, financing, adjustments and other ThCh$	Consolidated operation total ThCh$	Discontinued operation financial services ThCh$
Revenues from ordinary activities	3,888,917,672	99,863,762	572,544,654	458,652,868	56,629,730	(1,413,125)	5,075,195,561	(105,960,469)
Cost of sales	(2,984,922,945)	(9,750,707)	(373,358,659)	(342,985,287)	(15,050,993)	(2,222,944)	(3,728,291,535)	30,027,855
Gross Margin	**903,994,727**	**90,113,055**	**199,185,995**	**115,667,581**	**41,578,737**	**(3,636,069)**	**1,346,904,026**	**(75,932,614)**
Other revenues by function	4,963,671	1,750,564	447,627	554,169	(3)	1,088,235	8,804,263	(102,107)
Sales, general and administrative expenses	(792,593,001)	(16,250,252)	(145,651,087)	(120,809,257)	(18,845,253)	(72,319,147)	(1,166,467,997)	34,656,019
Financial expenses and income, net	—	—	—	—	18,664,091	(120,444,852)	(101,780,761)	18,664,091
Participation in profit or loss of equity method associates	(588,715)	2,471,595	—	—	—	—	1,882,880	—
Exchange differences	—	—	—	—	5,839,393	(14,184,056)	(8,344,663)	5,839,393
(Losses) from Indexation	—	—	—	—	3,025,172	(25,165,593)	(22,140,421)	3,025,172
Other earnings (Losses), net	—	—	—	1,411,112	(18,735)	8,307,190	9,699,567	(18,735)
Income tax charge	—	—	—	—	2,773,756	(20,896,820)	(18,123,064)	2,773,756
Profit attributable to Non-controlling interests	—	—	—	—	11,095,025	—	11,095,025	11,095,025
Profit (loss)	**115,776,682**	**78,084,962**	**53,982,535**	**(3,176,395)**	**64,112,183**	**(247,251,112)**	**61,528,855**	**—**
Profit (loss) from continued operations	**115,776,682**	**78,084,962**	**53,982,535**	**(3,176,395)**	**53,017,158**	**(247,251,112)**	**50,433,830**	**(11,095,025)**
Profit (loss) from discontinued operations	—	—	—	—	—	—	—	11,095,025
Profit (loss) of attributable to non-controlling interest	—	—	—	—	—	(1,194,594)	(1,194,594)	—
Profit for the year attributable to controlling shareholders, Total	**115,776,682**	**78,084,962**	**53,982,535**	**(3,176,395)**	**64,112,183**	**(248,445,706)**	**60,334,261**	**—**
Depreciation and amortization	65,169,549	2,788,904	9,708,206	12,728,949	931,983	6,164,667	97,492,258	(1,115,203)

The Company controls the results of each of the operating segments, at the level of revenues, costs and management expenses. The support services, exchange rates, readjustments, taxes and non-recurring income and expense, or financial income, are not allocated, as they are centrally managed.

The financing policy of the Group has been historically getting financed and managing these resources through the Company Holding Cencosud S,A., the funds are subsequently transferred to other countries as required to finance the local investments. This policy aims to reduce the financial cost of the Group.

*18,3 **Gross margin by country and segment, in thousands of Chilean pesos:***

Gross margin by country and segment

For the semester ended June 30, 2015	Supermarkets	Shopping centers	Home improvement	Department stores	Financial services	Support services, financing, adjustments and other	Consolidated total	Discontinued operation financial services
	ThCh$	ThCh$	ThCh$	ThCh$	ThCh$	ThCh$	ThCh$	ThCh$
Chile								
Ordinary income, total	1,203,371,384	61,501,039	250,557,659	451,046,115	849,714	829,168	1,968,155,079	(60,759,616)
Cost of sales	(905,210,022)	(3,418,156)	(180,266,558)	(315,525,356)	371,747	(84,782)	(1,404,133,127)	20,400,024
Gross margin	**298,161,362**	**58,082,883**	**70,291,101**	**135,520,759**	**1,221,461**	**744,386**	**564,021,952**	**(40,359,592)**
Argentina								
Ordinary income, total	1,006,549,655	37,746,602	404,038,198	—	45,848,006	3,549,153	1,497,731,614	—
Cost of sales	(686,712,323)	(10,778,927)	(249,767,558)	—	(11,923,144)	(1,507,385)	(960,689,337)	—
Gross margin	**319,837,332**	**26,967,675**	**154,270,640**	**—**	**33,924,862**	**2,041,768**	**537,042,277**	**—**
Brazil								
Ordinary income, total	883,723,577	—	—	—	2,568,925	—	886,292,502	—
Cost of sales	(695,304,853)	—	—	—	—	—	(695,304,853)	—
Gross margin	**188,418,724**	**—**	**—**	**—**	**2,568,925**	**—**	**190,987,649**	**—**
Peru								
Ordinary income, total	406,963,704	8,738,055	—	24,478,932	21,698,953	656,871	462,536,515	—
Cost of sales	(315,184,905)	(1,255,208)	—	(19,979,265)	(11,229,351)	(597,379)	(348,246,108)	—
Gross margin	**91,778,799**	**7,482,847**	**—**	**4,499,667**	**10,469,602**	**59,492**	**114,290,407**	**—**
Colombia								
Ordinary income, total	418,257,293	4,699,626	31,568,531	—	2,253,658	(1,738,984)	455,040,124	—
Cost of sales	(332,987,655)	(159,563)	(23,794,506)	—	46	199,551	(356,742,127)	—
Gross margin	**85,269,638**	**4,540,063**	**7,774,025**	**—**	**2,253,704**	**(1,539,433)**	**98,297,997**	**—**

Gross margin by country and segment

For the semester ended June 30, 2014	Supermarkets ThCh$	Shopping centers ThCh$	Home improvement ThCh$	Department stores ThCh$	Financial services ThCh$	Support services, financing, adjustments and other ThCh$	Consolidated total ThCh$	Discontinued operation financial services ThCh$
Chile								
Ordinary income, total	1,108,782,817	56,384,796	232,545,585	443,178,874	(1,027,319)	(587,775)	1,839,276,978	(105,960,469)
Cost of sales	(841,537,063)	(2,750,194)	(169,605,233)	(329,042,870)	1,096,317	(230,546)	(1,342,069,589)	30,027,855
Gross margin	**267,245,754**	**53,634,602**	**62,940,352**	**114,136,004**	**68,998**	**(818,321)**	**497,207,389**	**(75,932,614)**
Argentina								
Ordinary income, total	844,195,183	30,671,763	308,971,915	—	32,244,782	1,485,850	1,217,569,493	—
Cost of sales	(581,914,285)	(7,036,117)	(180,439,019)	—	(5,816,754)	(1,374,920)	(776,581,095)	—
Gross margin	**262,280,898**	**23,635,646**	**128,532,896**	**—**	**26,428,028**	**110,930**	**440,988,398**	**—**
Brazil								
Ordinary income, total	1,059,563,843	—	—	—	1,525,625	—	1,061,089,468	—
Cost of sales	(865,295,409)	—	—	—	—	—	(865,295,409)	—
Gross margin	**194,268,434**	**—**	**—**	**—**	**1,525,625**	**—**	**195,794,059**	**—**
Peru								
Ordinary income, total	394,632,815	7,920,960	—	15,473,994	19,855,123	403,721	438,286,613	—
Cost of sales	(307,768,386)	234,506	—	(13,942,417)	(10,330,556)	(617,478)	(332,424,331)	—
Gross margin	**86,864,429**	**8,155,466**	**—**	**1,531,577**	**9,524,567**	**(213,757)**	**105,862,282**	**—**
Colombia								
Ordinary income, total	481,743,014	4,886,243	31,027,154	—	4,031,519	(2,714,921)	518,973,009	—
Cost of sales	(388,407,802)	(198,902)	(23,314,407)	—	—	—	(411,921,111)	—
Gross margin	**93,335,212**	**4,687,341**	**7,712,747**	**—**	**4,031,519**	**(2,714,921)**	**107,051,898**	**—**

18,4 Regional information by segment: Total assets

At June 30, 2015	Supermarkets ThCh$	Shopping centers ThCh$	Home improvement ThCh$	Department stores ThCh$	Financial services ThCh$	Support services, financing, adjustments and other ThCh$	Consolidated total ThCh$
Current Assets							
Cash and cash equivalent	116,914,131	10,042,871	19,860,522	28,336,690	59,724,986	54,905,306	289,784,506
Other financial assets, current	—	—	—	—	—	118,132,195	118,132,195
Other non-financial assets, current	9,042,827	3,246,706	2,680,209	1,958,629	339,518	3,433,797	20,701,686
Trade receivables and other receivables, current	256,262,077	40,425,919	60,798,323	45,404,962	317,136,719	12,384,186	732,412,186
Trade receivables due from related parties, current	—	—	—	—	—	31,699,062	31,699,062
Inventory, current	695,396,971	—	263,515,088	160,452,128	—	—	1,119,364,187
Income tax receivable, current	9,035,279	10,174,923	3,249,736	11,788,930	1,257,218	37,601,139	73,107,225
Assets held for sale, current	—	—	—	—	—	—	—
Total current assets	1,086,651,285	63,890,419	350,103,878	247,941,339	378,458,441	258,155,685	2,385,201,047
Non-Current Assets							
Other financial assets, non-current	—	—	—	—	—	341,402,215	341,402,215
Other non-financial assets, non-current	—	—	—	—	—	33,070,292	33,070,292
Trade receivables and other receivables, non-current	20,115,407	—	—	—	15,231,703	1,068,942	36,416,052
Equity method investments	854,025	50,760,393	—	—	161,982,018	—	213,596,436
Intangible assets other than goodwill	205,869,091	122,723	8,993,781	153,997,885	4,403,773	33,601,174	406,988,427
Goodwill	1,270,396,148	35,811,881	4,410,446	138,159,463	59,438,079	—	1,508,216,017
Property, plant and equipment	1,922,714,808	387,680,329	336,188,300	257,776,726	3,786,107	23,225,166	2,931,371,436
Investment property	—	1,687,207,848	—	—	—	—	1,687,207,848
Income tax assets, non-current	—	—	—	—	—	11,671,500	11,671,500
Deferred income tax assets	—	—	—	—	—	574,774,893	574,774,893
Total non-current assets	3,419,949,479	2,161,583,174	349,592,527	549,934,074	244,841,680	1,018,814,182	7,744,715,116
Total Assets	4,506,600,764	2,225,473,593	699,696,405	797,875,413	623,300,121	1,276,969,867	10,129,916,163

At December 31, 2014	Supermarkets ThCh$	Shopping centers ThCh$	Home improvement ThCh$	Department stores ThCh$	Financial services ThCh$	Support services, financing, adjustments and other ThCh$	Consolidated total ThCh$
Current Assets							
Cash and cash equivalent	152,859,721	6,462,947	11,252,555	26,745,107	16,820,985	4,730,478	218,871,793
Other financial assets, current	—	—	—	—	—	47,778,995	47,778,995
Other non-financial assets, current	4,081,250	1,174,486	2,264,731	828,702	183,117	2,114,206	10,646,492
Trade receivables and other receivables, current	322,351,096	33,472,707	60,528,075	43,259,975	311,292,653	10,672,248	781,576,754
Trade receivables due from related parties, current	—	1,371,016	—	—	—	—	1,371,016
Inventory, current	700,587,712	—	238,454,570	155,567,301	—	—	1,094,609,583
Income tax receivable, current	1,500,907	1,458,328	755,879	6,884,749	2,357,468	41,239,086	54,196,417
Assets held for sale, current	—	—	—	—	793,416,576	—	793,416,576
Total current assets	1,181,380,686	43,939,484	313,255,810	233,285,834	1,124,070,799	106,535,013	3,002,467,626
Non-Current Assets							
Other financial assets, non-current	—	—	—	—	—	302,479,598	302,479,598
Other non-financial assets, non-current	—	—	—	—	—	33,873,417	33,873,417
Trade receivables and other receivables, non-current	20,154,938	—	—	—	13,202,701	1,419,716	34,777,355
Equity method investments	752,427	51,495,487	—	—	—	—	52,247,914
Intangible assets other than goodwill	202,601,955	119,575	6,246,077	153,168,871	3,607,455	34,798,247	400,542,180
Goodwill	1,444,501,573	35,813,194	4,436,254	138,159,463	59,438,079	—	1,682,348,563
Property, plant and equipment	2,048,467,430	356,180,482	309,921,733	261,250,882	3,600,107	30,307,822	3,009,728,456
Investment property	—	1,663,592,396	—	—	—	—	1,663,592,396
Income tax assets, non-current	—	—	—	—	—	43,047,543	43,047,543
Deferred income tax assets	—	—	—	—	—	491,398,181	491,398,181
Total non-current assets	3,716,478,323	2,107,201,134	320,604,064	552,579,216	79,848,342	937,324,524	7,714,035,603
Total Assets	4,897,859,009	2,151,140,618	633,859,874	785,865,050	1,203,919,141	1,043,859,537	10,716,503,229

18,5 Current Asset and liabilities by segment

Regional information by segment Current assets and liabilities at June 30, 2015	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$
Trade accounts payable and other payables	1,168,006,890	39,087,185	288,085,684	202,749,946	35,280,262	26,829,360	1,760,039,327

Regional information by segment Current assets and liabilities at December 31, 2014	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$
Trade accounts payable and other payables	1,338,355,251	48,485,417	249,240,761	223,566,217	60,003,612	38,087,010	1,957,738,268

18,6 Information by country, assets and liabilities

In thousands of Chilean pesos:

Assets and liabilities by country

At June 30, 2015	Chile ThCh$	Argentina ThCh$	Brazil ThCh$	Peru ThCh$	Colombia ThCh$	Consolidated total ThCh$
Total assets	5,015,430,777	1,375,270,249	1,018,208,073	1,125,238,746	1,595,768,318	10,129,916,163
Total liabilities	3,922,486,141	737,294,932	453,807,459	365,316,579	421,453,026	5,900,358,137
Total Net equity	1,089,628,527	748,613,466	564,400,614	652,600,127	1,174,315,292	4,229,558,026
Adjustments to net investment	3,316,109	(110,638,149)	—	107,322,040	—	—
Net investment	1,092,944,636	637,975,317	564,400,614	759,922,167	1,174,315,292	4,229,558,026
Percentage of Net equity	25.76%	17.70%	13.34%	15.43%	27.76%	100.00%
Percentage of equity	25.84%	15.08%	13.34%	17.97%	27.76%	100.00%

At December 31, 2014	Chile ThCh$	Argentina ThCh$	Brazil ThCh$	Peru ThCh$	Colombia ThCh$	Consolidated total ThCh$
Total assets	4,950,428,641	1,335,607,168	1,554,510,379	1,180,226,630	1,695,730,411	10,716,503,229
Total liabilities	3,891,354,582	756,061,392	774,639,936	459,527,050	543,434,458	6,425,017,418
Total Net equity	1,057,057,189	689,904,414	779,870,443	612,357,812	1,152,295,953	4,291,485,811
Adjustments to net investment	2,016,870	(110,358,638)	—	108,341,768	—	—
Net investment	1,059,074,059	579,545,776	779,870,443	720,699,580	1,152,295,953	4,291,485,811
Percentage of Net equity	24.63%	16.08%	18.17%	14.27%	26.85%	100.00%
Percentage of equity	24.68%	13.50%	18.17%	16.79%	26.85%	100.00%

18,7 Regional information, including intersegments is as follows:

Regional information, by segment	For the six months ended June 30, 2015		
	Total revenue by segment	Total revenue intra-segment	Total segment revenue
	ThCh$	ThCh$	ThCh$
Supermarkets	3,918,865,613	—	3,918,865,613
Shopping	169,684,561	56,999,239	112,685,322
Home Improvement	687,269,602	1,105,214	686,164,388
Department stores	475,525,047	—	475,525,047
Financial Services	73,219,256	—	73,219,256
Others	3,296,208	—	3,296,208
TOTAL	5,327,860,287	58,104,453	5,269,755,834

Regional information, by segment	For the six months ended June 30, 2014		
	Total segment revenue	Total segment revenue	Total segment revenue
	ThCh$	ThCh$	ThCh$
Supermarkets	3,888,917,672	—	3,888,917,672
Shopping	158,342,785	58,479,023	99,863,762
Home Improvement	578,335,164	5,790,510	572,544,654
Department stores	458,652,868	—	458,652,868
Financial Services	56,629,730	—	56,629,730
Others	(1,413,125)	—	(1,413,125)
TOTAL	5,139,465,094	64,269,533	5,075,195,561

18,8 Non-current assets by country

At June 30, 2015	Chile ThCh$	Argentina ThCh$	Brazil ThCh$	Peru ThCh$	Colombia ThCh$	Consolidated total ThCh$
Other non-financial assets	25,530,677	5,670,235	—	1,862,380	7,000	33,070,292
Trade receivables and other receivables	10,597,438	5,884,771	19,933,843	—	—	36,416,052
Equity Method investments	212,742,411	—	—	854,025	—	213,596,436
Intangible assets other than goodwill	202,919,955	20,382,624	66,064,597	107,019,207	10,602,044	406,988,427
Goodwill	246,378,878	3,332,022	398,008,026	266,116,305	594,380,786	1,508,216,017
Property Plant and Equipment	1,174,724,446	325,960,658	369,353,340	363,243,040	698,089,952	2,931,371,436
Investment Property	1,291,196,705	202,776,703	—	163,346,940	29,887,500	1,687,207,848
Income tax assets, non-current	10,706,887	964,613	—	—	—	11,671,500
Non-current assets—Total	3,174,797,397	564,971,626	853,359,806	902,441,897	1,332,967,282	6,828,538,008

At December 31, 2014	Chile ThCh$	Argentina ThCh$	Brazil ThCh$	Peru ThCh$	Colombia ThCh$	Consolidated total ThCh$
Other non-financial assets	25,929,866	6,211,511	—	1,725,040	7,000	33,873,417
Trade receivables and other receivables	11,092,704	3,760,685	19,923,966	—	—	34,777,355
Equity Method investments	51,495,487	—	—	752,427	—	52,247,914
Intangible assets other than goodwill	191,711,948	14,880,200	75,035,961	107,805,013	11,109,058	400,542,180
Goodwill	246,378,878	3,359,143	569,584,936	268,644,820	594,380,786	1,682,348,563
Property Plant and Equipment	1,190,341,063	336,413,924	404,896,191	369,333,777	708,743,501	3,009,728,456
Investment Property	1,268,128,765	205,318,919	—	160,257,212	29,887,500	1,663,592,396
Income tax assets, non-current	42,190,641	856,902	—	—	—	43,047,543
Non-current assets—Total	3,027,269,352	570,801,284	1,069,441,054	908,518,289	1,344,127,845	6,920,157,824

The amounts for non-current assets by country shown in this note exclude other non-current financial assets, deferred tax assets as per IFRS 8.

18.9 Consolidated Cash Flow by segment:

Regional information by segment Consolidated Segment Flows at June 30, 2015	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$	Discontinued operation financial services ThCh$
Net cash flows from (used in) operating activities	173,573,478	52,679,431	(21,470,649)	6,010,048	93,252,750	(39,152,912)	**264,892,146**	(107,449,303)
Net cash flows from (used in) investing activities	(45,155,131)	(5,052,608)	(345,128)	(11,625,266)	349,835,590	12,053,035	**299,710,492**	(750,271)
Net cash flows from (used in) financing activities	(161,256,374)	(44,085,310)	30,198,451	7,911,865	(400,748,517)	69,210,148	**(498,769,737)**	35,258,696

Regional information by segment Consolidated Segment Flows at June 30, 2014	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$	Discontinued operation financial services ThCh$
Net cash flows from (used in) operating activities	111,869,131	40,813,741	(6,138,232)	(33,768,760)	(15,441,320)	(66,306,989)	**31,027,571**	(15,106,149)
Net cash flows from (used in) investing activities	(49,926,220)	(19,736,565)	(10,811,716)	(6,013,930)	(4,717,252)	(2,678,044)	**(93,883,727)**	(352,060)
Net cash flows from (used in) financing activities	(130,371,753)	(11,009,326)	12,855,012	54,139,757	23,696,324	87,025,837	**36,335,851**	(28,763,874)

18.10 Additions to non-current assets:

As of June 30, 2015	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$
Property plant and equipment	45,956,255	2,911,668	6,795,969	9,494,386	353,686	2,286,571	67,798,535
Intangible asset, other that goodwill	6,826,629	12,835	1,238,435	1,721,555	—	4,464,534	14,263,988
Goodwill	—	—	—	—	—	—	0
Investment properties	—	4,686,177	—	—	—	—	4,686,177
Total additions	52,782,884	7,610,680	8,034,404	11,215,941	353,686	6,751,105	86,748,700

As of December 31, 2014	Supermarkets ThCh$	Shopping Center ThCh$	Home Improvement ThCh$	Department Stores ThCh$	Financial Services (Insurance + cards + bank) ThCh$	Support Services, Financing, and Other Settings ThCh$	Total Consolidated ThCh$
Property plant and equipment	112,859,466	18,802,562	12,941,331	22,010,115	660,035	16,420,023	183,693,532
Intangible asset, other that goodwill	13,062,984	36,232	664,554	371,636	1,370,169	4,203,510	19,709,085
Goodwill	—	—	—	—	—	—	—
Investment properties	—	25,060,310	—	—	—	—	25.060,310
Total additions	125,922,450	43,899,104,	13,605,885	22,381,751	2,030,204	20,623,533	228,462,927

18,11 Bank Paris statements:

Below is the classified financial information of Banco Paris used in the consolidation of Cencosud S.A., as of June 30, 2015 and December 31, 2014

Assets	**As of 6/30/2015 ThCh$**	**As of 12/31/2014 ThCh$**
Current assets		
Cash and cash equivalents	59,012,826	16,005,243
Other financial assets, current	105,505,311	9,990,759
Trade receivables and other receivables	4,336,313	106,543,456
Current tax assets	933,730	1,664,830
Total current assets	169,788,180	134,204,288
Non-current assets		
Other non-financial assets, non-current	11,762	11,658
Trade receivable and other receivables, non-current	9,906,756	100,530,025
Receivables from related entities, non-current	730,791	396,861
Intangible assets other than goodwill	4,385,181	3,205,105
Property, plant and equipment	900,251	695,289
Deferred income tax assets	6,248,397	5,777,461
Total non-current assets	22,183,138	110,616,399
Total assets	**191,971,318**	**244,820,687**

Net equity and liabilities	**As of 6/30/2015 ThCh$**	**As of 12/31/2014 ThCh$**
Current liabilities		
Other financial liabilities, current	116,298,555	134,403,164
Trade payables and other payables	7,793,262	8,659,514
Payables to related entities, current	—	—
Current income tax liabilities	25,576	2,040,819
Current provision for employee benefits	114,013	402,241
Total current liabilities	124,231,406	145,505,738
Non-current liabilities		
Other financial liabilities,	8,595,757	49,183,735
Trade accounts payables	10,804,831	3,759,019
Deferred income tax liabilities	1,322,302	1,408,928
Total non-current liabilities	20,722,890	54,351,682
Total liabilities	144,954,296	199,857,420
Net equity		
Paid-in capital	39,579,421	39,579,421
Retained earnings (accumulated losses)	2,945,457	3,543,402
Other reserves	4,492,144	1,840,444

Net equity and liabilities	As of 6/30/2015 ThCh$	As of 12/31/2014 ThCh$
Net equity attributable to controlling shareholders	47,017,022	44,963,267
Non-controlling interest	—	—
Total net equity	47,017,022	44,963,267
Total net equity and liabilities	**191,971,318**	**244,820,687**

Below is the classified financial information of Banco Paris used in the consolidation of Cencosud S.A., as of June 30, 2015 and 2014,

Statement of integral income	For the six months ended June 30, 2015 ThCh$	For the six months ended June 30, 2014 ThCh$
Revenues from ordinary activities	16,749,517	26,473,876
Cost of Sales	(3,021,962)	(1,139,362)
Gross Margin	13,727,555	25,334,514
Administrative expenses	(11,071,838)	(13,587,963)
Other expenses by function	—	—
Financial income	379,529	172,120
Financial expenses	(4,011,949)	(6,822,194)
Other gain (losses)	3,519,483	(183)
Exchange differences	33,754	(16,476)
Profit before tax	2,576,534	5,079,818
Income tax charge	368,923	(1,654,003)
Profit from ongoing operations	2,945,457	3,425,815
Net income	2,945,457	3,425,815

On April 2015, the Board of Directors of Cencosud S.A. has agreed to entrust an investment bank the beginning of the process of selling Banco Paris. This process is expected to be conducted during the coming months.

19 Restrictions, contingencies, legal proceedings and other matters

- The subsidiaries of Cencosud S,A, in Chile are involved in lawsuits and litigation that are pending as of June 30, 2015. The amounts of these claims are covered by a civil liability insurance policy.
- A civil lawsuit was filed against the indirectly controlled affiliate GBarbosa Comercial (Brazil) by the Public Employees Union in supermarkets in the State of Sergipe, which is awaiting the first instance ruling. The union is seeking compensation for overtime hours for all employees of the subsidiary for the period after May 2007. The petition was filed and supported by the ruling, albeit still not judicial, that was issued through another public civil claim, which annulled a bank of hours from May 2007 to April 2009.
- An indirectly controlled subsidiary of Cencosud Colombia S,A, in Chile is involved in a litigation regarding extracontractual civil responsibility due to the non-filing of its financial statements as of June 30, 2015. The amounts of these claims are covered by a civil liability insurance policy.

Based on the opinion of a legal advisor, we cannot estimate the value of the case given the complexity of the calculations related to the process, as well as the absence of sufficient evidence in the file in order to quantify.

The contingencies and legal proceedings disclosed above are deemed to be of a possible outcome.

20 Stock options

As of June 30, 2015 the Company has a share-based compensation plan for executives of Cencosud S,A., and Affiliates, The details of the arrangements are described below:

Agreement	Stock options granted to key executives	
Nature of the arrangement	2014 retention plan for executives	2015 retention plan for executives
Date of grant	September 2013	September 2014
Number of instruments granted	22,171,504 shares	10,057,500 shares
Exercise price	Ch$ 2,600	Ch$ 1,646
Share price at granted date	Ch$ 2,071	Ch$ 1,785
Vesting	0,9; 1,9; 2,9; 3,9 years	1.2; 2.2; 3.1 and 3.4 years
Condition	a) As of the grant date, the executive must have a current employment contract with the Company or any of its subsidiaries in Chile or abroad without any interruption in its employment relationship, b) From the date of signing of the stock option contract and until the exercise date, the Executive has not committed any serious breaches of its employment duties, at the Company's sole discretion,	a) As of the grant date, the executive must have a current employment contract with the Company or any of its subsidiaries in Chile or abroad without any interruption in its employment relationship, b) From the date of signing of the stock option contract and until the exercise date, the Executive has not committed any serious breaches of its employment duties, at the Company's sole discretion,

Settlement	Cash		Cash	
Data used in the options pricing model:				
Weighted average price of shares used	Ch$	2,071	Ch$	1,785
Exercise price	Ch$	2,600	Ch$	1,646
Expected volatility		23,4%		27,0%
Expected term at grant day (in years)		0.9; 1.9; 2.9; 3.9 years		1.2; 2.2; 3.1 and 3.4 years
Risk free interest rate		5,0%		3.3%
Expected dividends (dividends yield)		1%		0.9%
Anticipated % of executives leaving the plan (at grant date)		10%		10%
Fair value of the option at the grant date	Ch$	157.49	Ch$	404.37

Stock options granted to key executives	Numbers of shares 30/06/2015	Numbers of shares 12/31/2014
1) Outstanding as of the beginning of the period	25,191,698	22,010,664
2) Granted during the period	—	10,152,500
3) Forfeited during the period	(4,946,706)	(1,762,368)
4) Exercised during the period	—	—
5) Expired at the end of the period	—	(5,209,098)
6) Outstanding at the end of the period	20,244,992	25,191,698
7) Vested and expected to vest at the end of the period	20,244,992	25,191,698
8) Eligible for exercise at the end of the period	626	675

Stock options—Impact in P&L	As of June 30, 2015 ThCh$	As of June 30, 2014 ThCh$
Impact in the income statement	1,612,129	1,213,462

The Board has approved a change to the performance incentive plan, changing the condition of exercise in accordance with the EBITDA increase percentage actually achieved. It was also agreed to postpone the deadline for exercising the stock option plans until April 22, 2013.

Additionally, the Board delegated to its Chairman the possibility of providing additional options to the aforementioned performance incentive plan to certain key executives under the condition that they not exceed the limit of number of shares approved by the Shareholders dated April 25, 2008 for this purposes.

At the end of each reporting period, the Company revises its estimates of the number of options that can be exercised. The estimated number of options to be exercised is 25,191,698 and 22,010,664 shares at June 30, 2015 and December 31, 2014, respectively.

In relation to the 2015 and 2014 Retention Plan, the outstanding options as of June 30, 2015 had a weighted-average contractual life of 1.23 years and 0.43 years respectively. As of December 31, 2014 those options had a weighted-average contractual life of 1.73 years and 0.92 as each one corresponds.

The Company utilizes a valuation model that is based in a constant volatility assumption to value its employee share options. The fair value of each option grant has been estimated, as of the grant date, using the Black Scholes option pricing model.

21 Disposal Group held for sale

The Bank of Nova Scotia and Scotiabank Chile, and the Company, together with its affiliates Cencosud Retail S.A. and Easy S.A., entered into an agreement in order to further develop, together, the retail finance business in Chile, as of June 20, 2014. The Agreement provided that the Business shall be operated through (i) Cencosud Administradora de Tarjetas S.A. (“CAT”), a card-issuing company that, upon the closing of the transaction, will be a bank transfer supporting affiliate of Scotiabank Chile, and (ii) Cencosud Administradora de Procesos S.A., Cencosud Servicios Integrales S.A., and Cencosud Corredores de Seguros y Servicios Ltda. or new companies that will be created (together with CAT). Said companies will be affiliates of Scotiabank Chile or The Bank of Nova Scotia.

The term for the consummation of the transaction was estimated by the Company to be from 3 to 6 months from the date of entry into the Framework Agreement, with the maximum term to comply with the aforementioned conditions precedent being 12 months. As of April 13, 2015 the Chilean Regulator, Superintendencia de Bancos e Instituciones Financieras, approved the joint venture transaction.

On May 1st, 2015 the transaction for which Scotiabank Chile acquired 51% of the division of retail financial services Cencosud SA was completed, in a strategic alliance for 15 years to be materialized. The operation involves the management of the portfolio of credit cards and consumer loans and offer additional products and financial services. The transaction valued at US $ 280 million (M$ 169,909,600), could experience price adjustments as agreed between the parties, it includes a commitment to finance 100% of the loan portfolio of retail financial business.

As of June 30, 2015 the Company has recognized a gain of M$ 61,372,533 within the Interim consolidated statement of comprehensive income by function, under the “Other gains and losses” line (see 16.4). The generated profit includes M $ 30,144,477 corresponding to the benefit related to the measurement at fair value of non-controlling interest in subsidiaries held after the sale.

According to the above, the NIIF 5 Guidelines - non-current assets maintained for sale and discontinued operations, has not proceeded to implement at the June 30th 2015 financial reports, as we proceeded to the loss of control of retail finance companies.

a) The assets and liabilities of the disposal group at the sale date were as follows:

Assets	4/30/2015 Non-audited ThCh$
Current assets	
Cash and cash equivalents	2,763,976
Other financial assets, current	12,600,000
Other non-financial assets, current	907,848
Trade receivables and other receivables, current	306,786,221
Receivables due from related entities, current	23,800,709
Current tax assets	577,032
Total current assets	347,435,786
Non-current assets	
Trade receivables and other receivables, non-current	34,902,150
Receivables due from related entities, non-current	14,056,669
Intangible assets other than Goodwill	2,252,430
Property, plan and equipment	1,959,049
Non-current tax assets	484,662
Deferred income tax assets	13,105,275
Total non-current assets	66,760,235
Total assets	414,196,021

Net equity and liabilities	4/30/2015 Non-audited ThCh$
Current liabilities	
Other financial liabilities, current	635,042
Trade payables and other payables, current	16,147,455
Payables to related entities, current	10,500,744
Other provisions, current	2,160,800
Current income tax liabilities	2,253,928
Current provision for employee benefits	1,699,954
Total current liabilities	33,397,924
Non-current liabilities	
Payables to related entities, non-current	315,220,271
Deferred income tax liabilities	521,603
Total non-current liabilities	315,741,874
Total liabilities	349,139,798
Total net assets	65,056,223

b) Assets and liabilities of disposal group held for sale

As of June 30 2015, the disposal group was stated at fair value less cost to sell

Assets	**6/30/2015 ThCh$**	**12/31/2014 ThCh$**
Current assets		
Cash and cash equivalents	—	755,493
Other financial assets, current	—	3,427,594
Other non-financial assets, current	—	88,360
Trade receivables and other receivables	—	445,652,518
Current tax assets	—	356,247
Total current assets	—	450,280,212
Non-current assets		
Other non-financial assets, non-current	—	—
Trade receivable and other receivables, non-current	—	120,815,446
Intangible assets other than Goodwill	—	207,571,741
Property Plan and Equipment	—	1,816,591
Non-Current tax assets	—	484,662
Deferred income tax assets	—	12,447,924
Total non-current assets	—	343,136,364
Total assets	—	793,416,576

Net equity and liabilities	**6/30/2015 ThCh$**	**12/31/2014 ThCh$**
Current liabilities		
Other financial liabilities, current	—	134,403,119
Trade payables and other payables	—	28,054,214
Other provisions, current	—	2,139,131
Current income tax liabilities	—	357,563
Current provision for employee benefits	—	2,232,715
Total current liabilities	—	167,186,742
Non-current liabilities		
Other non-financial liabilities,	—	49,183,735
Accounts payables due to related parties	—	—
Deferred income tax liabilities	—	420,955
Total non-current liabilities	—	49,604,690
Total liabilities	—	216,791,432

c) Cumulative income or expenses included in OCI.

There is no cumulative income or expenses included in OCIA relating to the disposal Group.

22 Discontinued operation

As presented in note 21. The Group presents the results of the discontinued operations as of June, 30 2015 and 2014, regarding the disposal of part of the the financial retail business segment in Chile.

a) Results of discontinued operation

In thousands of Chilean pesos For the semester ended June 30	6/30/2015 ThCh$	6/30/2014 ThCh$
Revenues from ordinary activities	60,759,616	105,960,469
Cost of sales	(20,400,024)	(30,027,855)
Gross Margin	40,359,592	75,932,614
Other revenues by function	436,450	102,107
Sales, general and administrative expenses	(12,971,018)	(27,908,903)
Other expenses by function	(4,400,196)	(6,747,116)
Other gain (loss)	3,741	18,735
Results from operating activities	23,428,569	41,397,437
Finance income	131,448	172,120
Finance expenses	(14,354,550)	(18,836,211)
Exchange differences	2,760,915	(5,839,393)
(Losses) from indexation	(38,046)	(3,025,172)
Results from operating activities before income tax	11,928,336	13,868,781
Income Tax	(2,683,876)	(2,773,756)
Profit (loss) for the period	9,244,460	11,095,025

b) Cash flows from (used in) discontinued operations

In thousands of Chilean pesos	6/30/2015 ThCh$	6/30/2014 ThCh$
Net cash from (used in) operating activities	(107,449,303)	(15,106,149)
Net cash from (used in) investing activities	(750,271)	(352,060)
Net cash from (used in) financing activities	35,258,696	(28,763,874)

23 Subsequent events

Between the date of issuance of these condensed consolidated financial statements and the filing date of this report, management is not aware of any other subsequent events that could significantly affect the consolidated financial statements.