

CHEMICAL & MINING CO OF CHILE INC
Form 6-K
September 28, 2009

UNITED STATES OF AMERICA
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN ISSUER
PURSUANT TO RULE 13A-16 OR 15D-16
OF THE SECURITIES AND EXCHANGE ACT OF 1934

Includes financial statements and their related notes for the six-month period ended June 30, 2009 filed by Sociedad Química y Minera de Chile S.A. before the Superintendencia de Valores y Seguros de Chile on August 11, 2009.

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
(Exact name of registrant as specified in its charter)

CHEMICAL AND MINING COMPANY OF CHILE INC.
(Translation of registrant's name into English)

El Trovador 4285, Santiago, Chile (562) 425-2000
(Address and phone number of principal executive offices)

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 whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):
82_____

On August 11, 2009, the Registrant filed with the Superintendencia de Valores y Seguros of Chile (the "SVS") a report that included information as to the Registrant's consolidated financial condition and results of operations for the six-month period ended June 30, 2009. Attached is a summary of such consolidated financial information included in the summary and in the report filed with the Superintendencia de Valores y Seguros of Chile. This financial information was prepared on the basis of accounting principles generally accepted in Chile and does not include a reconciliation of such information to accounting principles generally accepted in the United States of America.

THIS REPORT IS AN ENGLISH TRANSLATION OF, AND A CHILEAN
GENERALLY ACCEPTED ACCOUNTING PRINCIPLES PRESENTATION OF,
THE SIX-MONTH PERIOD ENDED JUNE 30, 2009 REPORT FILED WITH THE
SUPERINTENDENCIA DE VALORES Y SEGUROS (SVS) IN CHILE, AND
UNLESS OTHERWISE INDICATED, FIGURES ARE IN US DOLLARS.

Consolidated Financial Statements

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.

Santiago, Chile

June 30, 2009 and 2008

Consolidated Financial Statements

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.

As of June 30, 2009 and 2008
and for the six month periods ended June 30, 2009 and 2008
(A translation of the original in Spanish- see note 2 (a))

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Ch\$	-	Chilean pesos
ThCh \$	-	Thousands of Chilean pesos
US\$	-	United States dollars
ThUS\$	-	Thousands of United States dollars
ThEuro	-	Thousands of Euros
UF	-	The UF is an inflation-indexed, Chilean peso-denominated monetary unit. The UF rate is set daily in advance, based on the change in the Consumer Price Index of the previous month.

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
Consolidated Balance Sheets
(A translation of the original in Spanish- see note 2 (a))

	Note	As of June 30,	
		2009 ThUS\$	2008 ThUS\$
ASSETS			
Current assets			
Cash		22,160	29,381
Time deposits	32	254,931	6,436
Marketable securities	4	191,757	54,582
Accounts receivable, net	5	325,305	357,835
Other accounts receivable, net	5	11,020	11,847
Accounts receivable from related companies	6	61,289	50,965
Inventories, net	7	632,382	535,989
Recoverable taxes		43,185	34,801
Prepaid expenses		6,353	6,774
Deferred income taxes	15	50,559	-
Other current assets		61,920	51,135
Total current assets		1,660,861	1,139,745
Property, plant and equipment, net	8	1,189,358	1,004,161
Other Assets			
Investments in related companies	9	35,857	34,236
Goodwill, net	10	30,813	33,077
Negative goodwill, net	10	(1,222)	(1,279)
Long-term accounts receivable, net	5	1,232	1,056
Long-term accounts receivable from related companies	6	-	2,000
Intangible assets, net		2,783	3,463
Other long-term assets	11	38,864	35,196
Total Other Assets		108,327	107,749
Total assets		2,958,546	2,251,655

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
Consolidated Balance Sheets
(A translation of the original in Spanish- see note 2 (a))

	Note	As of June 30,	
		2009	2008
		ThUS\$	ThUS\$
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Short-term bank debt	12	98,500	71,740
Current portion of long-term debt	12	100,641	455
Obligations with the public (commercial papers)	13	55,295	-
Current portion of bonds payable	13	15,541	8,654
Dividends payable		824	474
Accounts payable		139,569	120,530
Other accounts payable		377	406
Notes and accounts payable to related companies	6	-	255
Accrued liabilities	14	51,893	48,718
Withholdings		9,825	7,142
Income taxes		16,973	34,591
Deferred income		27,722	79,511
Deferred income taxes	15	-	2,514
Other current liabilities		2,358	3,691
Total current liabilities		519,518	378,681
Long-term liabilities			
Long-term bank debt	12	235,000	180,000
Long-term Obligations with the Public (Bonds)	13	651,329	301,063
Other accounts payable		324	586
Deferred income taxes	15	58,486	49,241
Long-term accrued liabilities	16	43,557	35,062
Total long-term liabilities		988,696	565,952
Minority interest	17	42,711	51,359
Shareholders' equity			
Paid-in capital	18	477,386	477,386
Other reserves	18	160,754	163,187
Retained earnings	18	769,481	615,090
Total shareholders' equity		1,407,621	1,255,663
Total liabilities and shareholders' equity		2,958,546	2,251,655

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
 Consolidated Statements of Income
 (A translation of the original in Spanish- see note 2 (a))

	Note	For the six months ended	
		June 30,	
		2009	2008
		ThUS\$	ThUS\$
Operating results			
Sales		665,664	787,120
Cost of sales		(393,853)	(502,854)
Gross margin		271,811	284,266
Selling and administrative expenses		(39,956)	(41,942)
Operating income		231,855	242,324
Non-operating results			
Non-operating income	20	13,195	23,120
Non-operating expenses	20	(34,841)	(24,418)
Non-operating loss		(21,646)	(1,298)
Income before income taxes		210,209	241,026
Income tax expense	15	(42,464)	(43,081)
Income before minority interest		167,745	197,945
Minority interest	17	1,650	(7,449)
Net income before negative goodwill		169,395	190,496
Net income		169,395	190,496

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
 Consolidated Statements of Cash Flows
 (A translation of the original in Spanish- see note 2 (a)).

	Note	For the six months ended	
		2009	2008
		ThUS\$	ThUS\$
Cash flows from operating activities			
Net income for the year		169,395	190,496
Charges (credits) to income not representing cash flows			
Depreciation expense	8	73,513	50,754
Amortization of intangible assets		332	350
Write-offs and accruals		48,500	19,259
Gain on equity investments in related companies		(2,253)	(9,666)
Loss on equity investments in related companies		731	34
Amortization of goodwill	10	1,088	1,113
(Profit) loss on sales of assets		(193)	(708)
Los from sale of investments		-	(1,388)
Other credits to income not representing cash flows		(2,211)	(8,855)
Other charges to income not representing cash flows		77,023	99,173
Foreign exchange difference, net		6,270	2,927
Net changes in operating assets and liabilities (Increase) decrease:			
Trade accounts receivable		4,837	(69,311)
Inventories		(102,222)	(155,832)
Other assets		(13,238)	(5,357)
Accounts payable		(23,984)	1,045
Interest payable		10,899	(143)
Net income taxes payable		(134,887)	(19,116)
Other accounts payable		(21,993)	-
VAT and taxes payable		10,441	(12,846)
Minority interest	17	(1,650)	7,449
Net cash provided from operating activities		100,398	89,378
Cash flows from financing activities			
Proceeds from bank financing		199,500	70,240
Bonds payable		372,347	-
Payment of dividends		(243,961)	(115,455)
Repayment of bank financing		(130,000)	-
Payment of obligations with the public		(2,788)	(3,138)
Payment of expenses for the issuance and placement of bonds payable		(4,447)	-
Net cash used in financing activities		190,651	(48,353)
Cash flows from investing activities			
Sales of property, plant and equipment		1,717	1,552
Sales of permanent investments		-	1,688
Other investing income		55	-
Additions to property, plant and equipment		(143,634)	(103,432)
Capitalized interest		(7,507)	(4,264)
Other disbursements		(1,816)	(367)

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Net cash used in investing activities	(151,185)	(104,823)
Effect of inflation on cash and cash equivalents	16,256	(4,465)
Net change in cash and cash equivalents	156,120	(68,263)
Beginning balance of cash and cash equivalents	323,920	164,213
Ending balance of cash and cash equivalents	480,040	95,950

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SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
Notes to the Consolidated Financial Statements
(A translation of the original in Spanish- see note 2 (a)).

Note 1 – Company Background

Sociedad Química y Minera de Chile S.A. (the “Company”) was registered with the Chilean Superintendency of Securities and Insurance (“SVS”) on March 18, 1983.

The subsidiary registered in the Superintendency of Securities and Insurance registry of securities is as follows:

Soquimich Comercial S.A., Registration No. 0436 dated January 11, 1993.

Note 2 – Summary of Significant Accounting Policies

a) Basis for the preparation of the consolidated financial statements

The accompanying consolidated financial statements have been prepared in U.S. dollars in accordance with accounting principles generally accepted in Chile (“Chilean GAAP”) and the regulations of the SVS. Certain accounting practices applied by the Company that conform with Chilean GAAP may not conform with generally accepted accounting principles in the United States (“US GAAP”). For the convenience of the reader, the consolidated financial statements and their accompanying notes have been translated from Spanish into English.

The consolidated financial statements include the accounts of Sociedad Química y Minera de Chile S.A. (the “Parent Company”) and subsidiaries (companies in which the Parent Company holds a controlling participation, generally equal to direct or indirect ownership of more than 50%). The Parent Company and its subsidiaries are referred to as the “Company”.

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

In accordance SVS Circular No. 1,697 and Technical Bulletins Nos. 64 and 72 of the Chilean Association of Accountants, the consolidated financial statements include the following subsidiaries:

SOCIEDAD QUIMICA Y MINERA DE CHILE S.A.
Notes to the Consolidated Financial Statements
(A translation of the original in Spanish- see note 2 (a)).

Note 2 – Summary of Significant Accounting Policies (continued)

Basis for the preparation of the consolidated financial statements (continued)

	Direct or indirect ownership	
	2009 %	2008 %
Foreign subsidiaries:		
Nitrate Corp. of Chile Limited (United Kingdom)	100.00	100.00
Soquimich SRL – Argentina	100.00	100.00
Nitratos Naturais do Chile Ltda. (Brazil)	100.00	100.00
SQM Europe NV (Belgium)	100.00	100.00
SQM North America Corp. (USA)	100.00	100.00
North American Trading Company (USA)	100.00	100.00
SQM Peru S.A.	100.00	100.00
SQM Corporation N.V. (Dutch Antilles)	100.00	100.00
S.Q.I. Corporation N.V. (Dutch Antilles)	100.00	100.00
Soquimich European Holding B.V. (Holland)	100.00	100.00
SQMC Holding Corporation L.L.P. (USA)	100.00	100.00
SQM Ecuador S.A.	100.00	100.00
SQM Investment Corporation N.V. (Dutch Antilles)	100.00	100.00
SQM Brasil Ltda.	100.00	100.00
Royal Seed Trading Corporation A.V.V. (Aruba)	100.00	100.00
SQM Japon Co. Ltd.	100.00	100.00
SQM Oceanía PTY Limited (Australia)	100.00	100.00
SQM France S.A.	100.00	100.00
RS Agro-Chemical Trading A.V.V. (Aruba)	100.00	100.00
SQM Comercial de México S.A. de C.V.	100.00	