

INTERCONEXIÓN ELÉCTRICA S.A. E.S.P. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008



(Amounts expressed in millions of Colombian pesos)

	4T09	4T08	Var. %	2009	2008	Var. %	2009 USD*
OPERATING REVENUES							
Energy transmission services	685,743	693,746	-1.2%	2,807,710	2,659,505	5.6%	1,373
Connection charges	72,315	85,112	-15.0%	292,056	269,967	8.2%	143
Dispatch and CND (National Dispatch Center)	11,862	8,755	35.5%	39,852	32,369	23.1%	19
MEM Services	7,960	6,598	20.6%	27,988	29,061	-3.7%	14
Telecommunications	13,872	22,782	-39.1%	100,102	109,209	-8.3%	49
Other services	7,226	27,866	-74.1%	39,356	64,930	-39.4%	19
TOTAL OPERATING REVENUES	798,974	844,859	-5.4%	3,307,064	3,165,041	4.5%	1,618
COSTS AND OPERATING EXPENSES							
Operating costs and administration expenses	248,630	259,082	-4.0%	938,119	923,943	1.5%	459
Depreciation	62,939	45,476	38.4%	194,949	172,575	13.8%	96
Amortization	106,285	93,837	13.3%	365,031	333,771	8.9%	178
Provisions	61,189	14,932	309.8%	65,427	18,604	251.7%	32
TOTAL COSTS AND OPERATING EXPENSES	479,043	413,327	15.9%	1,563,526	1,448,893	7.9%	765
Operating Income	319,932	431,531	-25.9%	1,743,538	1,716,148	1.6%	853
NON - OPERATING REVENUES							
Financial	124,470	208,914	-40.4%	196,255	253,120	-22.5%	96
Exchange difference	18,897	38,954	-51.5%	529,605	378,908	39.8%	259
Other	51,685	32,797	57.6%	139,112	161,839	-14.0%	68
Total no-operating revenues	195,052	280,666	-30.5%	864,972	793,867	9.0%	423
NON - OPERATING EXPENSES							
Financial	256,581	114,731	123.6%	1,017,506	484,153	110.2%	498
Exchange difference	(5,084)	303,293	-101.7%	121,344	719,057	-83.1%	59
Other	72,614	21,234	242.0%	96,299	58,711	64.0%	47
Total no-operating expenses	324,110	439,258	-26.2%	1,235,149	1,261,921	-2.1%	604
Non-operating results	(129,058)	(158,592)	-18.6%	(370,177)	(468,054)	-20.9%	(181)
Income before taxes	190,875	272,938	-30.1%	1,373,361	1,248,094	10.0%	672
Income tax provision	83,831	85,123	-1.5%	483,980	434,723	11.3%	237
Income before minority interests	107,044	187,816	-43.0%	889,381	813,371	9.3%	435
Minority interests	107,262	132,967	-19.3%	574,503	576,778	-0.4%	281
NET INCOME	(218)	54,849	-100.4%	314,878	236,593	33.1%	154
EBITDA	564,152	593,711	-4.9%	2,406,907	2,274,051	5.8%	1,177
EBITDA margin				72.8%	71.8%		
Operating margin				52.7%	54.2%		
Net margin				9.5%	7.5%		

*Amounts expressed in millions US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of December 31, 2009, the exchange rate was of USD 1.00=COP 2,044.23. (Source: Banco de la República de Colombia).

INTERCONEXIÓN ELÉCTRICA S.A. E.S.P. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008



(Amounts expressed in millions of Colombian pesos)

	2009	% Part.	2008	Var. %	2009 USD*
CURRENT ASSETS					
Cash	464,228	2.7%	377,376	23.0%	227
Marketable investments	552,594	3.2%	267,489	106.6%	270
Accounts receivable, net	1,086,065	6.4%	782,578	38.8%	531
Inventories	89,810	0.5%	57,423	56.4%	44
Deferred charges and other assets	146,183	0.9%	124,451	17.5%	72
Total current assets	2,338,880	13.7%	1,609,317	45.3%	1,144
NON-CURRENT ASSETS					
Long-term investments	374,493	2.2%	72,990	413.1%	183
Long-term accounts receivable	874,503	5.1%	610,031	43.4%	428
Inventories	55,542	0.3%	60,891	-8.8%	27
Property, plant and equipment, net	3,064,246	18.0%	3,539,150	-13.4%	1,499
Deferred charges and other assets	7,511,552	44.1%	6,105,302	23.0%	3,675
Reappraisal of assets	2,830,160	16.6%	2,442,009	15.9%	1,384
Total non- current assets	14,710,496	86.3%	12,830,373	14.7%	7,196
TOTAL ASSETS	17,049,376	100.0%	14,439,690	18.1%	8,340
CURRENT LIABILITIES					
Outstanding bonds	85,660	0.5%	188,915	-54.7%	42
Financial liabilities	805,837	4.7%	675,902	19.2%	394
Accounts payable	584,134	3.4%	351,619	66.1%	286
Labor liabilities	32,274	0.2%	35,300	-8.6%	16
Accrued liabilities and estimated provisions	254,266	1.5%	141,266	80.0%	124
Other liabilities	344,004	2.0%	199,546	72.4%	168
Total current liabilities	2,106,175	12.4%	1,592,548	32.3%	1,030
LONG-TERM LIABILITIES					
Outstanding bonds	2,667,771	15.6%	2,468,211	8.1%	1,305
Financial liabilities	1,020,838	6.0%	1,321,299	-22.7%	499
Accounts payable	398,608	2.3%	295,760	34.8%	195
Labor liabilities	1,740	0.0%	1,461	19.1%	1
Accrued liabilities and estimated provisions	806,364	4.7%	707,050	14.0%	394
Other liabilities	389,305	2.3%	335,024	16.2%	190
Total long-term liabilities	5,284,626	31.0%	5,128,805	3.0%	2,585
TOTAL LIABILITIES	7,390,801	43.3%	6,721,353	10.0%	3,615
Minority interests	3,481,539	20.4%	2,777,292	25.4%	1,703
Subscribed an aid-in capital	-	-	-	0.0%	-
Capital Surplus	36,916	0.2%	35,866	2.9%	18
Reserves	1,445,509	8.5%	1,062,361	36.1%	707
Net income	504,965	3.0%	431,872	16.9%	247
Cumulative translation adjustment	314,878	1.8%	236,593	33.1%	154
Equity revaluation	57,152	0.3%	131,782	-56.6%	28
Surplus from assets reappraisals	592,019	3.5%	612,192	-3.3%	290
Surplus from equity method	2,405,688	14.1%	2,185,306	10.1%	1,177
	819,909	4.8%	245,073	234.6%	401
Total Shareholders' Equity	6,177,036	36.2%	4,941,045	25.0%	3,022
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	17,049,376	100.0%	14,439,690	18.1%	8,340

*Amounts expressed in millions US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of December 31, 2009, the exchange rate was of USD 1.00=COP 2,044.23. (Source: Banco de la República de Colombia).

INTERCONEXIÓN ELÉCTRICA S.A. E.S.P.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008



(Amounts expressed in millions of Colombian pesos)

	2009	2008	2009*
Cash flow from operating activities:			
Net income	314,878	236,593	154,033
Add (less) – Adjustments to reconcile net income to net cash provided by operating activities:			
Minority interests	574,503	576,778	281,036
Depreciation of property, plant and equipment	194,949	172,575	95,365
Amortization of deferred charges and other assets	365,031	333,771	178,567
Amortization of retirement pensions and fringe benefits	29,690	29,341	14,524
Allowance for doubtful accounts	5,020	3,391	2,456
Provision for inventory protection	6,860	374	3,356
Investments allowance	9,891	-	4,838
Income tax provision	483,980	434,723	236,754
Loss (gain) on sale and retirement of property, plant and equipment	15,885	(11,922)	7,771
Exchange difference (revenue) expense	(382,332)	391,346	(187,030)
Hedging operations valuation expense (revenue)	428,498	(204,521)	209,613
Recovery of provisions	(2,473)	(4,766)	(1,210)
Interest and commissions accrued	373,368	387,148	182,645
	2,417,748	2,344,831	1,182,718
Changes in operating assets and liabilities:			
Accounts receivable	(373,359)	(119,939)	(182,640)
Inventories	(33,898)	(7,153)	(16,582)
Deferred charges and other assets	(399,831)	199,085	(195,590)
Accounts payable	669,540	16,783	327,527
Labor liabilities	(2,747)	(16,188)	(1,344)
Accrued liabilities and estimated provisions	(456,089)	(441,085)	(223,110)
Collections in favor of third parties	276,238	182,763	135,131
Minority interests	(416,142)	(808,851)	(203,569)
Other liabilities	(91,088)	(183,404)	(44,558)
Cash flow in other operations:			-
Payment of retirement pensions	(21,976)	(26,190)	(10,750)
Payment of taxes	(387,345)	(215,240)	(189,482)
Net cash provided by operating activities	1,181,051	925,412	577,749
Cash flow from investment activities:			
Decrease in long-term investments	106,706	151,537	52,199
Decrease (acquisition) Depreciation of property, plant and equipment	(173,559)	(261,631)	(84,902)
Net cash used in investment activities	(66,853)	(110,094)	(32,703)
Cash flow from financing activities:			
Interest received in cash	16,483	38,709	8,063
Interest paid in cash	(336,172)	(369,944)	(164,449)
Cash Dividends paid	(160,274)	(147,373)	(78,403)
Increase in financial liabilities	571,381	779,883	279,509
Bond issues	278,001	104,500	135,993
Payment of financial liabilities	(974,590)	(904,939)	(476,752)
Bond Payment / decrease	(353,499)	(360,092)	(172,925)
Share issues	384,198	-	187,943
Equity variations	(167,769)	(88,343)	(82,070)
Net cash used in financing activities	(742,241)	957,599	(363,091)
Increase (decrease) in cash and cash equivalents - Net	371,957	(142,281)	181,955
Cash and cash equivalents at the beginning of the year	644,865	787,146	315,456
Cash and cash equivalents at the end of the year	1,016,822	644,865	497,411

*Amounts expressed in millions US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of December 31, 2009, the exchange rate was of USD 1.00=COP 2,044.23. (Source: Banco de la República de Colombia).