



- Unaudited -
Financial Results
First Quarter 2010

Medellín, Colombia. May 3, 2010

ISA ANNOUNCES THE FINANCIAL RESULTS FOR THE FIRST QUARTER OF 2010

- *ISA posted COP 78,472 million net income, 4.8% above March of 2009.*
- *Consolidated assets totaled COP \$17,347,647 million.*
- *Operating income declined 3.2% and EBITDA increased 0.9%.*

In the first quarter of 2010, ISA reached 4.8% net income growth with respect to same period a year ago, basically because of lower taxes due to fiscal benefits. Nevertheless, operating and non-operating income exhibited negative variations, due mainly, to adoption of certain accounting and regulatory measures that are in force since the last quarter of 2009 and which will be explained further down in this report.

CONSOLIDATED INCOME STATEMENT

Revenue

In the first quarter of 2010, consolidated revenue increased 0.6% with respect to same period a year ago from COP 823,063 million to COP 827,602 million. Such low increase is explained by higher revenues in the energy sector in the Peruvian affiliates and a positive translation effect in Brazil offset in part, by lower revenues in the telecommunications sector and construction services for third parties, as well as by the negative translation effect in Peru and Bolivia.

Geographic distribution of revenue for the quarter was as follows: 54.4% from Brazil, 36.4% from Colombia, 8.1% from Peru, and 1.1% from other countries; energy transmission accounted for 97.2% of revenue, while telecommunications for 2.8%.

Medellín, Colombia. May 3, 2010, Interconexión Eléctrica S.A. E.S.P.- ISA.- ("The institution or the Company") (BVC: ISA; OTC: IESFY) announced the financial results for the first quarter of 2010. Amounts in millions of Colombian Pesos, unless noted otherwise.

The amounts expressed in US Dollars are intended only for information purposes and do not reflect the currency translation accounting techniques usually applied. As on March 31, 2010, the exchange rate was: USD 1.00 = COP \$1,928.59 (Source: Banco de la República de Colombia).

Revenues breakdown by country

	1Q10	1Q09	Var \$	Var %	1Q10 USD*
Brazil	450,012	435,885	14,127	3.2%	233
Colombia	301,540	310,261	(8,721)	-2.8%	156
Peru	67,039	64,976	2,063	3.2%	35
Others	9,012	11,941	(2,930)	-24.5%	5
Total	827,602	823,063	4,539	0.6%	429

Figures in millions of Colombian pesos

Expenses

Operating costs and expenses grew 5.6% from COP 350,007 million in the first quarter of 2009 to COP 369,589 million in the same period of 2010. Such increase is explained, basically, by increased depreciation and amortization expense, application of depreciation by components, newly commissioned assets, and higher provisions for investments abroad and labor contingencies.

The following table shows variations per item:

	1Q10	1Q09	Var \$	Var %	1Q10 USD*
Operating costs and administration	218,211	217,218	993	0.5%	113
Depreciation	46,455	44,864	1,591	3.5%	24
Amortization	90,374	84,596	5,778	6.8%	47
Provisions	14,549	3,330	11,219	336.9%	8
Total	369,589	350,008	19,581	5.6%	192

Figures in millions of Colombian pesos

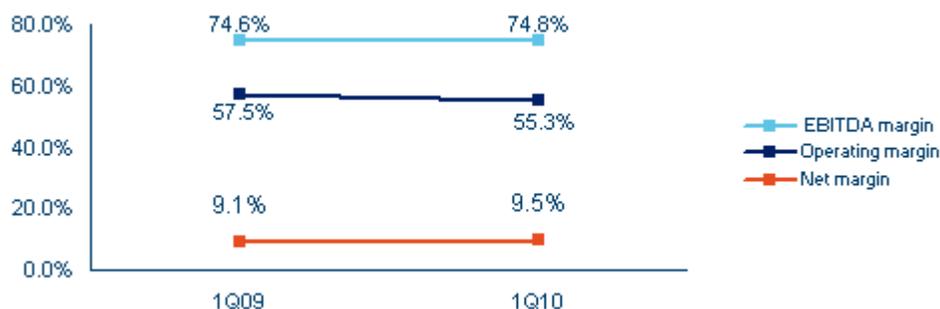
Operating Income

During the first quarter of 2010, operating income dropped 3.2% or COP 15,043 million with respect to same period in 2009, as a consequence of the facts explained above.

EBITDA

At the end of first quarter of 2010, consolidated EBITDA grew 0.9% or COP 5,336 million; such increase is explained by 0.6% increase in operating revenue and 0.4% drop in AOM expenses (excluding pension expense).

The chart below shows the Company's margins for the end of the first quarter of 2010:



Non-operating results

At COP 159,599 million, non-operating loss for the first quarter of 2010 is COP 65,408 million higher (69.4%) than in the first quarter of 2009, especially due to higher financial expenses explained by IGPM growth, debt restructuring expenses in ISA Capital do Brasil, and adjustments from former years in CTEEP, derived from reimbursement of CPFL revenue, according to ANEEL resolution.

Taxes

Income tax provision for the first quarter of 2010 was COP \$75,901 million, 47.0% lower compared to the same quarter of last year. Such decrease is explained, especially in CTEEP, by lower net fiscal taxable income and application of tax benefits, and in ISA and TRANSELCA, by the lower tax associated to exchange difference on investments abroad.

Net income

As a result of the above-stated facts, ISA had during the first quarter a consolidated net income of COP 78,472 million, COP 3,616 million above the figure for same period of last year. Net margin for the period was 9.5%, 40 bps above 2009.

CONSOLIDATED BALANCE SHEET

As of the end of the first quarter of 2010, consolidated assets totaled COP 17,347,647 million, 1.7% up on 2009 close, due mainly to cash increase of marketable and long-term investments, and the decrease for translation effect. Geographic distribution of assets was as follows: Brazil 47.3%, Colombia 43.3%, Peru 8.5% and others 0.9%.

Liabilities declined 5.3% to COP \$6,995,895 million, due to debt restructuring in ISA Capital do Brasil through issuance of preferred shares, the translation effect, and the new debt hired by CTEEP.

In turn, minority interest went from COP 3,481,539 million as on December 31, 2009 to COP 4,445,467 million as on the end of 2010 first quarter, as a result of the issuance of preferred shares for restructuring ISA Capital do Brasil's debt.

During the same period, equity totaled COP 5,906,285 million, 4.4% down on December of 2009; such results are explained mainly by the transfer of dividends payable from earnings of last year, as approved by the Shareholders' Meeting, and by translation effect after consolidation of foreign affiliates.

As on the end of 2010 first quarter, the debt of ISA and its companies amounted to COP 3,873,037 million, 40.3% denominated in local currency and the remaining 59.7% in foreign currency. The debt balance is distributed as follows: 43.9% in Colombia, 40.6% in Brazil, 13.3% in Peru and 2.2% in other countries.

The table below breaks down consolidated debt by company:

Consolidated Debt	1Q10	2009	Var. \$	% Var	1Q10 USD*
ISA Colombia	1,396,893	1,439,012	(42,119)	-2.9%	724
ISA Capital Brasil	61,042	1,154,111	(1,093,070)	-94.7%	32
REP	319,638	348,060	(28,421)	-8.2%	166
Transelca	295,745	301,596	(5,851)	-1.9%	153
Transmantaro	150,998	112,350	38,647	34.4%	78
CTEEP	1,511,116	1,071,937	439,179	41.0%	784
ISA Bolivia	83,751	93,704	(9,954)	-10.6%	43
ISA Perú	44,527	47,777	(3,250)	-6.8%	23
Internexa	9,327	9,994	(667)	-6.7%	5
XM	-	1,565	(1,565)	-100.0%	0
Total	3,873,037	4,580,106	(707,069)	-15.4%	2,008

Figures in millions of Colombian pesos

Debt restructuring in ISA Capital do Brasil will permit continuation of the financial optimization process, will increase financing capacity for purchasing operation assets, and will mean less operating and financial restrictions as well as lower financing costs.

INDIVIDUAL RESULTS OF ISA

As of the end of the first quarter of 2010, Interconexión Eléctrica S.A. E.S.P. –ISA– posted net income for COP 78,472 million, 4.8% up on March 2009.

Net result is the product of:

1. 8.8% decrease in operating results from COP 131,973 million to COP 120,339 million, caused by lower revenue from fiber optic network, lower revenue from services to third parties, and higher provision for exchange difference of investments abroad.
2. Improved non-operating results derived from:
 - Financial expenses drop due to smaller debt.
 - Lower revenue from exchange difference explained by revaluation of the Peso vs. US Dollar.
 - Decline in results from equity method due to lower earnings in ISA Capital do Brasil as a result of the swap's higher financial costs and debt restructuring costs.

EBITDA fell 2.2% or COP 3,582 million, as a result of COP 4,932 million decrease in revenue and COP 1,350 million drop in AOM expenses on which EBITDA calculation is based. EBITDA margin decreased from 70.7% to 70.6%, operating margin decreased from 56.7% to 52.9%, while net margin grew 230 bps from 32.2% to 34.5%.

INDIVIDUAL BALANCE SHEET OF ISA

At COP 8,506,449 million, assets are 0.2% down on December of 2009, a result of decreased long-term investments due to the effect of the rate used to update investments abroad. For the end of the period, debt stood at COP \$1,396,893 million, 2.9% down on December of 2009.

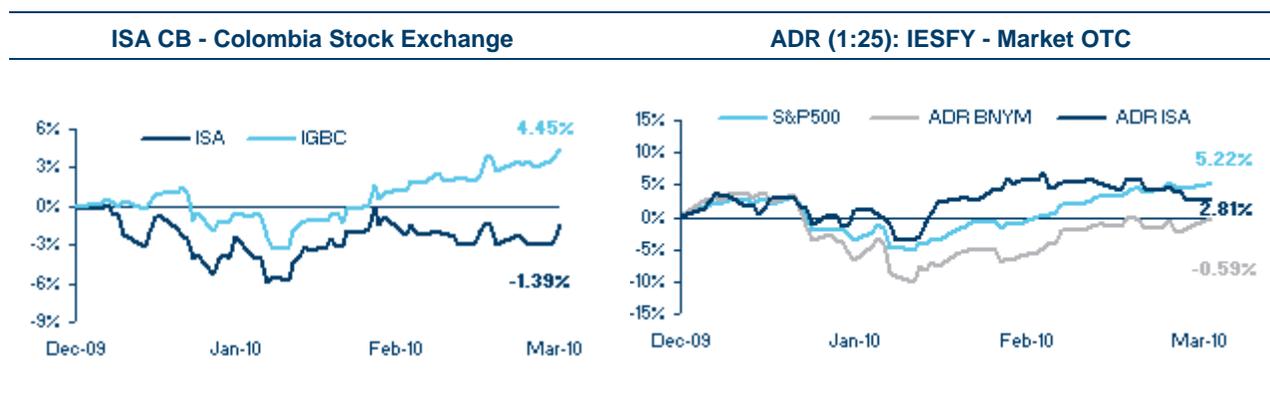
Dividends

The Shareholders' Meeting of 2010 approved COP 177,228 million earning distribution to pay COP \$160 per share. Payment will be made in four quarterly installments of COP 40 each, on April 19th, July 19th and October 19th of 2010 and January 27th of 2011.

Shareholders	Number of Shares	% Participation	Total Dividend Payable (4 installments)
THE COLOMBIAN STATE	569,472,561	51.4%	91,115,609,760
EMPRESAS PÚBLICAS DE MEDLLÍN -EPM-	112,605,547	10.2%	18,016,887,520
ECOPETROL	58,925,480	5.3%	9,428,076,800
EMPRESA DE ENERGÍA DE BOGOTÁ -EEB-	18,448,050	1.7%	2,951,688,000
OTHERS	348,226,256	31.4%	55,716,200,960
TOTAL	1,107,677,894	100.0%	177,228,463,040

The fourth and last payment declared in 2009 was made in the first quarter of 2010 for COP 40,875 in total.

Performance of the share as of the end of March of 2010



Macroeconomic scenario as of March of 2010

IPP ¹	IPC ²	DTF	Libor-6 months	IGPM ³	Dev. Colombia	COP/USD	Dev. Brazil	BRL/USD	COP/BRL
2.7%	1.8%	4.0%	0.4%	2.8%	-5.7%	1,928.6	2.3%	1.78	1,082.9

1. Producer Price Index Col

2. Consumer Price Index Col.

3. General Index of Market Prices Brazil
Source: Bloomberg

CONTACT:

Investor Relations
InvestorRelations@isa.com.co
 Medellín, Colombia

This report main contain forward-looking statements regarding the performance of ISA and should be taken in good faith by institutions; said forward-looking statements reflect the views of management and are based on currently available information, which supposes risks and uncertainties, including economic conditions and that of other markets, as well as the exchange rate fluctuation and other financial variables that Interconexión Eléctrica S.A. E.S.P. cannot be held responsible directly or indirectly for financial operations that the public may do using the information hereby presented.

FINANCIAL TABLES
ISA Consolidated Income Statement (unaudited)
Figures in millions of Colombian pesos

	1Q10	1Q09	Var. \$	Var. %	1Q10 USD*
OPERATING REVENUES					
Energy transmission services	705,725	693,753	11,972	1.7%	366
Connection charges	71,589	71,559	29	0.0%	37
Dispatch and CND (National Dispatch Center)	9,854	8,893	961	10.8%	5
MEM Services	8,574	7,392	1,183	16.0%	4
Telecommunications	23,314	29,634	(6,320)	-21.3%	12
Other services	8,546	11,832	(3,286)	-27.8%	4
TOTAL OPERATING REVENUES	827,602	823,063	4,539	0.6%	429
COSTS AND OPERATING EXPENSES					
Operating costs and administration expenses	218,211	217,218	993	0.5%	113
Depreciation	46,455	44,864	1,591	3.5%	24
Amortization	90,374	84,596	5,778	6.8%	47
Provisions	14,549	3,330	11,219	336.9%	8
TOTAL COSTS AND OPERATING EXPENSES	369,589	350,007	19,582	5.6%	192
Operating Income	458,014	473,056	(15,043)	-3.2%	237
NON - OPERATING REVENUES					
Financial	31,846	42,975	(11,128)	-25.9%	17
Exchange difference	150,227	93,188	57,039	61.2%	78
Other	19,552	26,546	(6,994)	-26.3%	10
Total no-operating revenues	201,626	162,709	38,917	23.9%	105
NON - OPERATING EXPENSES					
Financial	211,163	146,094	65,069	44.5%	109
Exchange difference	99,582	103,487	(3,905)	-3.8%	52
Other	50,480	7,319	43,161	589.7%	26
Total no-operating expenses	361,225	256,900	104,325	40.6%	187
Non-operating results	(159,599)	(94,191)	(65,408)	69.4%	(83)
Income before taxes	298,414	378,865	(80,450)	-21.2%	155
Income tax provision	75,901	143,199	(67,297)	-47.0%	39
Income before minority interests	222,513	235,666	(13,153)	-5.6%	115
Minority interests	144,041	160,810	(16,769)	-10.4%	75
NET INCOME	78,472	74,856	3,616	4.8%	41
EBITDA	619,116	613,780	5,336	0.9%	321
EBITDA margin	74.8%	74.6%			
Operating margin	55.3%	57.5%			
Net margin	9.5%	9.1%			

*Amounts expressed in US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of March 31, 2010, the exchange rate was of USD 1.00=COP 1,928.59. (Source: Banco de la República de Colombia).

ISA Consolidated Balance Sheet (unaudited)*Figures in millions of Colombian pesos*

	1Q10	% Part.	2009	Var. %	Var. %	1Q10 USD*
CURRENT ASSETS						
Cash	1,066,433	6.1%	464,228	602,205	129.7%	553
Marketable investments	678,840	3.9%	552,594	126,246	22.8%	352
Accounts receivable, net	980,244	5.7%	1,086,065	(105,821)	-9.7%	508
Inventories	88,328	0.5%	89,810	(1,482)	-1.7%	46
Deferred charges and other assets	151,030	0.9%	146,183	4,847	3.3%	78
Total current assets	2,964,875	17.1%	2,338,880	625,995	26.8%	1,537
NON-CURRENT ASSETS						
Long-term investments	388,644	2.2%	374,493	14,151	3.8%	202
Long-term accounts receivable	761,271	4.4%	874,503	(113,232)	-12.9%	395
Inventories	55,750	0.3%	55,542	208	0.4%	29
Property, plant and equipment, net	3,041,248	17.5%	3,064,246	(22,998)	-0.8%	1,577
Deferred charges and other assets	7,305,968	42.1%	7,511,552	(205,584)	-2.7%	3,788
Reappraisal of assets	2,829,891	16.3%	2,830,160	(269)	0.0%	1,467
Total non-current assets	14,382,772	82.9%	14,710,496	(327,724)	-2.2%	7,468
TOTAL ASSETS	17,347,647	100.0%	17,049,376	298,271	1.7%	8,995
CURRENT LIABILITIES						
Outstanding bonds	61,167	0.4%	85,660	(24,493)	-28.6%	32
Financial liabilities	511,872	3.0%	805,837	(293,965)	-36.5%	265
Accounts payable	812,245	4.7%	584,134	228,111	39.1%	421
Labor liabilities	30,791	0.2%	32,274	(1,483)	-4.6%	16
Accrued liabilities and estimated provisions	279,365	1.6%	254,266	25,099	9.9%	145
Other liabilities	396,457	2.3%	344,004	52,453	15.2%	206
Total current liabilities	2,091,897	12.1%	2,106,175	(14,278)	-0.7%	1,085
LONG-TERM LIABILITIES						
Outstanding bonds	2,166,372	12.5%	2,667,771	(501,399)	-18.8%	1,123
Financial liabilities	1,133,626	6.5%	1,020,838	112,788	11.0%	588
Accounts payable	453,185	2.6%	398,608	54,577	13.7%	235
Labor liabilities	1,794	0.0%	1,740	54	3.1%	1
Accrued liabilities and estimated provisions	759,156	4.4%	806,364	(47,208)	-5.9%	394
Other liabilities	389,865	2.2%	389,305	560	0.1%	202
Total long-term liabilities	4,903,998	28.3%	5,284,626	(380,628)	-7.2%	2,543
TOTAL LIABILITIES	6,995,895	40.3%	7,390,801	(394,906)	-5.3%	3,627
Minority interests						
Minority interests	4,445,467	25.6%	3,481,539	963,928	27.7%	2,305
Subscribed and paid in capital	36,916	0.2%	36,916	-	0.0%	19
Capital Surplus	1,445,509	8.3%	1,445,509	-	0.0%	750
Reserves	642,614	3.7%	504,965	137,649	27.3%	333
Net income	78,472	0.5%	314,878	(236,406)	-75.1%	41
Cumulative translation adjustment	(1,453)	0.0%	57,152	(58,605)	-102.5%	(1)
Equity revaluation	592,019	3.4%	592,019	-	0.0%	307
Surplus from assets reappraisals	2,405,419	13.9%	2,405,688	(269)	0.0%	1,247
Surplus from equity method	706,789	4.1%	819,909	(113,120)	-13.8%	366
Total Shareholders' Equity	5,906,285	34.0%	6,177,036	(270,751)	-4.4%	3,062
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	17,347,647	100.0%	17,049,376	298,271	1.7%	8,995

*Amounts expressed in US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of March 31, 2010, the exchange rate was of USD 1.00=COP 1,928.59. (Source: Banco de la República de Colombia).

ISA Individual Income Statement (unaudited)*Figures in millions of Colombian pesos*

	1Q10	1Q09	Var. \$	Var. %	1Q10 USD*
OPERATING REVENUES					
Energy transmission services	198,818	199,590	(772)	-0.4%	103
Connection charges	18,347	19,110	(763)	-4.0%	10
Infrastructure Projects	2,668	5,176	(2,508)	-48.5%	1
Telecommunications	3,962	4,855	(893)	-18.4%	2
Other services	3,852	3,848	4	0.1%	2
TOTAL OPERATING REVENUES	227,647	232,579	(4,932)	-2.1%	118
COSTS AND OPERATING EXPENSES					
Operating costs and administration expenses	71,187	72,465	(1,278)	-1.8%	37
Depreciation	27,123	25,986	1,137	4.4%	14
Amortization	1,500	1,860	(360)	-19.4%	1
Provisions	7,498	295	7,203	2441.7%	4
TOTAL COSTS AND OPERATING EXPENSES	107,308	100,606	6,702	6.7%	56
Operating Income	120,339	131,973	(11,634)	-8.8%	62
NON - OPERATING REVENUES					
Financial	6,297	4,443	1,854	41.7%	3
Exchange difference	14,185	28,820	(14,635)	-50.8%	7
Equity Method	22,502	57,079	(34,577)	-60.6%	12
Other	1,568	2,981	(1,413)	-47.4%	1
Total no-operating revenues	44,552	93,323	(48,771)	-52.3%	23
NON - OPERATING EXPENSES					
Financial	44,704	57,424	(12,720)	-22.2%	23
Exchange difference	5,461	56,613	(51,152)	-90.4%	3
Equity Method	9,288	-	9,288	0.0%	5
Other	3,226	4,454	(1,228)	-27.6%	2
Total no-operating expenses	62,679	118,491	(55,812)	-47.1%	32
Non-operating results	(18,127)	(25,168)	7,041	-28.0%	(9)
Income before taxes	102,212	106,805	(4,593)	-4.3%	53
income tax provision	23,740	31,949	(8,209)	-25.7%	12
NET INCOME	78,472	74,856	3,616	4.8%	41
EBITDA	160,788	164,370	(3,582)	-2.2%	83
EBITDA margin	70.6%	70.7%			
Operating margin	52.9%	56.7%			
Net margin	34.5%	32.2%			

*Amounts expressed in US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of March 31, 2010, the exchange rate was of USD 1.00=COP 1,928.59. (Source: Banco de la República de Colombia).

ISA Individual Balance Sheet (unaudited)
Figures in millions of Colombian pesos

	1Q10	% Part.	2009	Var. \$	Var. %	1Q10 USD*
CURRENT ASSETS						
Cash	14,434	0.2%	107,823	(93,389)	-86.6%	7
Investments and derivative instruments	615,957	7.2%	477,359	138,598	29.0%	319
Accounts receivable, net	227,660	2.7%	183,723	43,937	23.9%	118
Inventories	2,574	0.0%	2,596	(22)	-0.8%	1
Deferred charges and other assets	86,645	1.0%	83,812	2,833	3.4%	45
Total current assets	947,270	11.1%	855,313	91,957	10.8%	491
NON-CURRENT ASSETS						
Long-term investments	2,312,050	27.2%	2,411,165	(99,115)	-4.1%	1,199
Long-term accounts receivable	19,800	0.2%	23,056	(3,256)	-14.1%	10
Inventories	55,697	0.7%	55,542	155	0.3%	29
Property, plant and equipment, net	2,430,637	28.6%	2,434,389	(3,752)	-0.2%	1,260
Deferred charges and other assets	335,576	3.9%	335,979	(403)	-0.1%	174
Reappraisal of assets	2,405,419	28.3%	2,405,688	(269)	0.0%	1,247
Total non-current assets	7,559,179	88.9%	7,665,819	(106,640)	-1.4%	3,920
TOTAL ASSETS	8,506,449	100.0%	8,521,132	(14,683)	-0.2%	4,411
CURRENT LIABILITIES						
Financial liabilities	138,942	1.6%	174,698	(35,756)	-20.5%	72
Accounts payable	266,576	3.1%	134,570	132,006	98.1%	138
Labor liabilities	7,890	0.1%	6,566	1,324	20.2%	4
Accrued liabilities and estimated provisions	128,722	1.5%	104,249	24,473	23.5%	67
Other liabilities	15,478	0.2%	10,576	4,902	46.4%	8
Total current liabilities	557,608	6.6%	430,659	126,949	29.5%	289
LONG-TERM LIABILITIES						
Outstanding bonds	1,031,365	12.1%	1,031,365	-	0.0%	535
Financial liabilities	226,587	2.7%	232,950	(6,363)	-2.7%	117
Related parties	264,785	3.1%	267,537	(2,752)	-1.0%	137
Accounts payable	109,148	1.3%	47,686	61,462	128.9%	57
Labor liabilities	1,733	0.0%	1,609	124	7.7%	1
Accrued liabilities and estimated provisions	126,123	1.5%	120,819	5,304	4.4%	65
Other liabilities	281,362	3.3%	266,623	12,739	4.7%	146
Total long-term liabilities	2,041,103	24.0%	1,970,589	70,514	3.6%	1,058
TOTAL LIABILITIES	2,598,711	30.5%	2,401,248	197,463	8.2%	1,347
Subscribed and paid in capital	36,916	0.4%	36,916	-	0.0%	19
Capital Surplus	1,445,509	17.0%	1,445,509	-	0.0%	750
Reserves	642,614	7.6%	504,965	137,649	27.3%	333
Net income	78,472	0.9%	314,878	(236,406)	-75.1%	41
Surplus from assets reappraisals	2,405,419	28.3%	2,405,688	(269)	0.0%	1,247
Surplus from equity method	706,789	8.3%	819,909	(113,120)	-13.8%	366
Equity revaluation	592,019	7.0%	592,019	-	0.0%	307
Total Shareholders' Equity	5,907,738	69.5%	6,119,884	(212,146)	-3.5%	3,063
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	8,506,449	100.0%	8,521,132	(14,683)	-0.2%	4,411

*Amounts expressed in US dollars in this report are for information purposes only, and do not reflect accounting conversion techniques usually applied. As of March 31, 2010, the exchange rate was of USD 1.00=COP 1,928.59. (Source: Banco de la República de Colombia).