

## SECOND QUARTER 2010 RESULTS

### CONSOLIDATED INCOME STATEMENT (Unaudited)

Figures in millions of Colombian pesos

	2Q10	2Q09	Change COP	Change %	2Q10 US\$	6M10	6M09	Change COP	Change %	6M10 US\$
<b>OPERATING REVENUES</b>										
Energy transmission services	702,057	701,303	754	0.1%	366	1,407,782	1,395,056	12,726	0.9%	735
Connection charges	76,858	72,989	3,869	5.3%	40	148,446	144,548	3,899	2.7%	77
Dispatch and CND (National Dispatch Center)	9,759	9,623	137	1.4%	5	19,613	18,515	1,098	5.9%	10
MEM Services	11,461	7,580	3,881	51.2%	6	20,036	14,972	5,064	33.8%	10
Telecommunications	23,093	28,321	(5,228)	-18.5%	12	46,407	57,955	(11,548)	-19.9%	24
Other services	7,793	9,835	(2,042)	-20.8%	4	16,340	21,667	(5,328)	-24.6%	9
<b>TOTAL OPERATING REVENUES</b>	<b>831,022</b>	<b>829,651</b>	<b>1,371</b>	<b>0.2%</b>	<b>434</b>	<b>1,658,624</b>	<b>1,652,714</b>	<b>5,910</b>	<b>0.4%</b>	<b>865</b>
<b>COSTS AND OPERATING EXPENSES</b>										
Operating costs and administration expenses	241,687	229,312	12,375	5.4%	126	459,898	446,530	13,368	3.0%	240
Depreciation	41,568	44,556	(2,989)	-6.7%	22	88,023	89,420	(1,398)	-1.6%	46
Amortization	95,016	87,072	7,943	9.1%	50	185,390	171,668	13,721	8.0%	97
Provisions	4,142	(1,785)	5,927	-332.1%	2	18,691	1,545	17,146	1109.6%	10
<b>TOTAL COSTS AND OPERATING EXPENSES</b>	<b>382,412</b>	<b>359,157</b>	<b>23,255</b>	<b>6.5%</b>	<b>200</b>	<b>752,001</b>	<b>709,164</b>	<b>42,837</b>	<b>6.0%</b>	<b>392</b>
<b>Operating Income</b>	<b>448,609</b>	<b>470,494</b>	<b>(21,885)</b>	<b>-4.7%</b>	<b>234</b>	<b>906,623</b>	<b>943,550</b>	<b>(36,927)</b>	<b>-3.9%</b>	<b>473</b>
<b>NON - OPERATING REVENUES</b>										
Financial	23,984	17,370	6,614	38.1%	13	55,830	60,345	(4,515)	-7.5%	29
Exchange difference	14,495	222,280	(207,785)	-93.5%	8	164,722	315,468	(150,745)	-47.8%	86
Other	17,342	32,315	(14,973)	-46.3%	9	36,894	58,861	(21,967)	-37.3%	19
<b>Total non-operating revenues</b>	<b>55,821</b>	<b>271,965</b>	<b>(216,144)</b>	<b>-79.5%</b>	<b>29</b>	<b>257,447</b>	<b>434,674</b>	<b>(177,227)</b>	<b>-40.8%</b>	<b>134</b>
<b>NON - OPERATING EXPENSES</b>										
Financial	148,760	345,592	(196,832)	-57.0%	78	359,923	491,686	(131,763)	-26.8%	188
Exchange difference	7,350	(11,252)	18,602	-165.3%	4	106,932	92,235	14,697	15.9%	56
Other	3,612	6,889	(3,277)	-47.6%	2	54,092	14,208	39,884	280.7%	28
<b>Total non-operating expenses</b>	<b>159,721</b>	<b>341,228</b>	<b>(181,507)</b>	<b>-53.2%</b>	<b>83</b>	<b>520,946</b>	<b>598,129</b>	<b>(77,182)</b>	<b>-12.9%</b>	<b>272</b>
<b>Non-operating results</b>	<b>(103,901)</b>	<b>(69,264)</b>	<b>(34,637)</b>	<b>50.0%</b>	<b>(54)</b>	<b>(263,500)</b>	<b>(163,455)</b>	<b>(100,045)</b>	<b>61.2%</b>	<b>(137)</b>
<b>Income before taxes</b>	<b>344,709</b>	<b>401,230</b>	<b>(56,521)</b>	<b>-14.1%</b>	<b>180</b>	<b>643,123</b>	<b>780,095</b>	<b>(136,972)</b>	<b>-17.6%</b>	<b>336</b>
Income tax provision	107,756	115,933	(8,177)	-7.1%	56	183,657	259,132	(75,475)	-29.1%	96
<b>Income before minority interests</b>	<b>236,953</b>	<b>285,297</b>	<b>(48,344)</b>	<b>-16.9%</b>	<b>124</b>	<b>459,466</b>	<b>520,963</b>	<b>(61,497)</b>	<b>-11.8%</b>	<b>240</b>
Minority interests	141,120	152,803	(11,683)	-7.6%	74	285,162	313,613	(28,451)	-9.1%	149
<b>NET INCOME</b>	<b>95,833</b>	<b>132,494</b>	<b>(36,662)</b>	<b>-27.7%</b>	<b>50</b>	<b>174,304</b>	<b>207,350</b>	<b>(33,046)</b>	<b>-15.9%</b>	<b>91</b>
EBITDA	599,735	609,176	(9,441)	-1.5%	313	1,218,851	1,222,956	(4,105)	-0.3%	636
EBITDA Margin	72.2%	73.4%				73.5%	74.0%			
Operating Margin	54.0%	56.7%				54.7%	57.1%			
Net Margin	11.5%	16.0%				10.5%	12.5%			

\*Amounts expressed in millions US dollars in this report are for information purposes only, and do not reflect normally utilized accounting conversion techniques. As of June 30 2010, the exchange rate was of USD 1.00=COP1,916.46 (Source: Banco de la República de Colombia).

## SECOND QUARTER 2010 RESULTS

### CONSOLIDATED BALANCE SHEET (Unaudited)

Figures in millions of Colombian pesos

	6M10	% Part.	2009	Change COP	Change %	6M10 US\$
<b>CURRENT ASSETS</b>						
Cash	722,087	4.3%	464,228	257,859	55.5%	377
Marketable investments	559,961	3.3%	552,594	7,367	1.3%	292
Accounts receivable, net	1,016,800	6.0%	1,086,065	(69,265)	-6.4%	531
Inventories	20,841	0.1%	89,810	(68,969)	-76.8%	11
Deferred charges and other assets	162,362	1.0%	146,183	16,179	11.1%	85
<b>Total current assets</b>	<b>2,482,051</b>	<b>14.6%</b>	<b>2,338,880</b>	<b>143,171</b>	<b>6.1%</b>	<b>1,295</b>
<b>NON-CURRENT ASSETS</b>						
Long-term investments	433,860	2.6%	374,493	59,367	15.9%	226
Long-term accounts receivable	822,611	4.9%	874,503	(51,892)	-5.9%	429
Inventories	55,910	0.3%	55,542	368	0.7%	29
Property, plant and equipment, net	3,027,241	17.9%	3,064,246	(37,005)	-1.2%	1,580
Deferred charges and other assets	7,293,601	43.0%	7,511,552	(217,951)	-2.9%	3,806
Reappraisal of assets	2,829,891	16.7%	2,830,160	(269)	0.0%	1,477
<b>Total non-current assets</b>	<b>14,463,114</b>	<b>85.4%</b>	<b>14,710,496</b>	<b>(247,382)</b>	<b>-1.7%</b>	<b>7,547</b>
<b>TOTAL ASSETS</b>	<b>16,945,165</b>	<b>100.0%</b>	<b>17,049,376</b>	<b>(104,211)</b>	<b>-0.6%</b>	<b>8,842</b>
<b>CURRENT LIABILITIES</b>						
Outstanding bonds	161,073	1.0%	85,660	75,413	88.0%	84
Financial liabilities	305,759	1.8%	805,837	(500,078)	-62.1%	160
Accounts payable	774,071	4.6%	584,134	189,937	32.5%	404
Labor liabilities	33,555	0.2%	32,274	1,281	4.0%	18
Accrued liabilities and estimated provisions	229,469	1.4%	254,266	(24,797)	-9.8%	120
Other liabilities	301,380	1.8%	344,004	(42,624)	-12.4%	157
<b>Total current liabilities</b>	<b>1,805,307</b>	<b>10.7%</b>	<b>2,106,175</b>	<b>(300,868)</b>	<b>-14.3%</b>	<b>942</b>
<b>LONG-TERM LIABILITIES</b>						
Outstanding bonds	2,046,768	12.1%	2,667,771	(621,003)	-23.3%	1,068
Financial liabilities	1,077,197	6.4%	1,020,838	56,359	5.5%	562
Accounts payable	432,835	2.6%	398,608	34,227	8.6%	226
Labor liabilities	1,519	0.0%	1,740	(221)	-12.7%	1
Accrued liabilities and estimated provisions	771,480	4.6%	806,364	(34,884)	-4.3%	403
Other liabilities	399,396	2.4%	389,305	10,091	2.6%	208
<b>Total long-term liabilities</b>	<b>4,729,195</b>	<b>27.9%</b>	<b>5,284,626</b>	<b>(555,431)</b>	<b>-10.5%</b>	<b>2,468</b>
<b>TOTAL LIABILITIES</b>	<b>6,534,502</b>	<b>38.6%</b>	<b>7,390,801</b>	<b>(856,299)</b>	<b>-11.6%</b>	<b>3,410</b>
<b>Minority interests</b>	<b>4,469,667</b>	<b>26.4%</b>	<b>3,481,539</b>	<b>988,128</b>	<b>28.4%</b>	<b>2,332</b>
Subscribed and paid in capital	36,916	0.2%	36,916	-	0.0%	19
Capital Surplus	1,445,509	8.5%	1,445,509	-	0.0%	754
Reserves	642,614	3.8%	504,965	137,649	27.3%	335
Net income	174,304	1.0%	314,878	(140,574)	-44.6%	91
Cumulative translation adjustment	(5,235)	0.0%	57,152	(62,387)	-109.2%	(3)
Equity revaluation	571,845	3.4%	592,019	(20,174)	-3.4%	298
Surplus from asset reappraisals	2,405,419	14.2%	2,405,688	(269)	0.0%	1,255
Surplus from equity method	669,624	4.0%	819,909	(150,285)	-18.3%	349
<b>Total Shareholders' Equity</b>	<b>5,940,996</b>	<b>35.1%</b>	<b>6,177,036</b>	<b>(236,040)</b>	<b>-3.8%</b>	<b>3,100</b>
<b>TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY</b>	<b>16,945,165</b>	<b>100.0%</b>	<b>17,049,376</b>	<b>(104,211)</b>	<b>-0.6%</b>	<b>8,842</b>

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