

CONSOLIDATED INCOME STATEMENT

Figures in millions of Colombian pesos

	4Q10	4Q09	Change COP	Change %	4Q10 USD	2010	2009	Change COP	Change %	2010 USD
OPERATING REVENUES										
Energy transmission services	712,574	685,743	26,831	3.9%	372	2,821,636	2,807,710	13,926	0.5%	1,474
Connection charges	83,408	72,314	11,094	15.3%	44	323,054	292,056	30,998	10.6%	169
Dispatch and CND (National Dispatch Center)	9,648	11,861	(2,213)	-18.7%	5	38,592	39,852	(1,260)	-3.2%	20
MEM Services	10,058	7,959	2,098	26.4%	5	38,915	27,988	10,927	39.0%	20
Roads	164,696	-	164,696		86	164,696	-	164,696		86
Telecommunications	21,327	13,871	7,455	53.7%	11	87,923	100,102	(12,179)	-12.2%	46
Other services	14,819	7,223	7,596	105.2%	8	38,801	39,355	(554)	-1.4%	20
TOTAL OPERATING REVENUES	1,016,530	798,973	217,557	27.2%	531	3,513,617	3,307,063	206,554	6.2%	1,836
COSTS AND OPERATING EXPENSES										
Operating costs and administration expenses	328,035	248,629	79,406	31.9%	171	1,038,775	938,118	100,657	10.7%	543
Depreciation	44,031	61,543	(17,512)	-28.5%	23	175,915	194,949	(19,034)	-9.8%	92
Amortization	116,930	107,681	9,249	8.6%	61	391,531	365,031	26,500	7.3%	205
Provisions	27,036	61,189	(34,153)	-55.8%	14	36,370	65,427	(29,057)	-44.4%	19
TOTAL COSTS AND OPERATING EXPENSES	516,031	479,041	36,990	7.7%	270	1,642,591	1,563,525	79,066	5.1%	858
Operating Income	500,498	319,932	180,566	56.4%	261	1,871,026	1,743,538	127,488	7.3%	978
NON - OPERATING REVENUES										
Financial	23,890	124,470	(100,580)	-80.8%	12	118,846	196,255	(77,409)	-39.4%	62
Exchange difference	28,190	18,897	9,293	49.2%	15	210,603	529,605	(319,002)	-60.2%	110
Other	1,541	51,685	(50,144)	-97.0%	1	74,366	139,112	(64,746)	-46.5%	39
Total non-operating revenues	53,622	195,052	(141,431)	-72.5%	28	403,815	864,972	(461,157)	-53.3%	211
NON - OPERATING EXPENSES										
Financial	108,720	256,581	(147,862)	-57.6%	57	614,166	1,017,507	(403,341)	-39.6%	321
Exchange difference	24,086	(5,084)	29,170	573.7%	13	140,259	121,344	18,915	15.6%	73
Other	(13,866)	72,613	(86,479)	-119.1%	-7	65,863	96,298	(30,435)	-31.6%	34
Total non-operating expenses	118,939	324,110	(205,171)	-63.3%	62	820,288	1,235,149	(414,861)	-33.6%	429
Non-operating results	(65,317)	(129,058)	63,740	-49.4%	-34	(416,473)	(370,177)	(46,296)	12.5%	(218)
Income before taxes	435,181	190,875	244,306	128.0%	227	1,454,553	1,373,361	81,192	5.9%	760
Income tax provision	124,165	83,830	40,335	48.1%	65	424,462	483,980	(59,518)	-12.3%	222
Income before minority interests	311,016	107,045	203,972	190.5%	162	1,030,091	889,381	140,710	15.8%	538
Minority interests	258,815	107,262	151,553	141.3%	135	686,195	574,503	111,692	19.4%	359
NET INCOME	52,201	(218)	52,419	24092.4%	27	343,896	314,878	29,018	9.2%	180
EBITDA	710,634	564,151	146,483	26.0%	371	2,526,445	2,406,907	119,538	5.0%	1,320
EBITDA Margin	69.9%	70.6%				71.9%	72.8%			
Operating Margin	49.2%	40.0%				53.3%	52.7%			
Net Margin	5.1%	0.0%				9.8%	9.5%			

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 December 31 2010, the exchange rate was of USD 1.00=COP1,913.98 (Source: Banco de la República de Colombia).

CONSOLIDATED BALANCE SHEET

Figures in millions of Colombian pesos

	2010	% Part.	2009	Change COP	Change %	2010 USD
CURRENT ASSETS						
Cash	337,232	1.3%	464,228	(126,996)	-27.4%	176
Marketable investments	873,859	3.4%	552,594	321,265	58.1%	457
Accounts receivable, net	1,188,951	4.6%	1,086,065	102,886	9.5%	621
Inventories, net	15,667	0.1%	89,810	(74,143)	-82.6%	8
Deferred charges and other assets	323,639	1.3%	146,183	177,456	121.4%	169
Total current assets	2,739,348	10.6%	2,338,880	400,468	17.1%	1,431
NON-CURRENT ASSETS						
Long-term investments, net	608,707	2.4%	374,493	234,214	62.5%	318
Long-term accounts receivable, net	1,196,705	4.6%	874,503	322,202	36.8%	625
Inventories, net	55,853	0.2%	55,542	311	0.6%	29
Property, plant and equipment, net	3,024,146	11.7%	3,064,246	(40,100)	-1.3%	1,580
Deferred charges and other assets	15,185,500	58.8%	7,511,552	7,673,948	102.2%	7,934
Reappraisal of assets	3,009,541	11.7%	2,830,160	179,381	6.3%	1,572
Total non-current assets	23,080,452	89.4%	14,710,496	8,369,956	56.9%	12,059
TOTAL ASSETS	25,819,800	100.0%	17,049,376	8,770,424	51.4%	13,490
CURRENT LIABILITIES						
Outstanding bonds	476,725	1.8%	85,660	391,065	456.5%	249
Financial liabilities	304,980	1.2%	805,837	(500,857)	-62.2%	159
Accounts payable	1,087,429	4.2%	584,134	503,295	86.2%	568
Labor liabilities	35,267	0.1%	32,274	2,993	9.3%	18
Accrued liabilities and estimated provisions	205,977	0.8%	254,266	(48,289)	-19.0%	108
Other liabilities	1,887,617	7.3%	344,004	1,543,613	448.7%	986
Total current liabilities	3,997,995	15.5%	2,106,175	1,891,820	89.8%	2,089
LONG-TERM LIABILITIES						
Outstanding bonds	5,036,114	19.5%	2,667,771	2,368,343	88.8%	2,631
Financial liabilities	2,276,421	8.8%	1,020,838	1,255,583	123.0%	1,189
Accounts payable	416,940	1.6%	398,608	18,332	4.6%	218
Labor liabilities	1,341	0.0%	1,740	(399)	-22.9%	1
Accrued liabilities and estimated provisions	995,175	3.9%	806,364	188,811	23.4%	520
Other liabilities	1,424,835	5.5%	389,305	1,035,530	266.0%	744
Total long-term liabilities	10,150,826	39.3%	5,284,626	4,866,200	92.1%	5,304
TOTAL LIABILITIES	14,148,821	54.8%	7,390,801	6,758,020	91.4%	7,392
Minority interests	5,227,182	20.2%	3,481,539	1,745,643	50.1%	2,731
Subscribed and paid in capital	36,916	0.1%	36,916		0.0%	19
Capital Surplus	1,445,509	5.6%	1,445,509		0.0%	755
Reserves	642,614	2.5%	504,965	137,649	27.3%	336
Net income	343,896	1.3%	314,878	29,018	9.2%	180
Cumulative translation adjustment	4,101	0.0%	57,152	(53,051)	-92.8%	2
Equity revaluation	571,845	2.2%	592,019	(20,174)	-3.4%	299
Surplus from asset reappraisals	2,583,387	10.0%	2,405,688	177,699	7.4%	1,350
Surplus from equity method	815,529	3.2%	819,909	(4,380)	-0.5%	426
Total Shareholders' Equity	6,443,797	25.0%	6,177,036	266,761	4.3%	3,367
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	25,819,800	100.0%	17,049,376	8,770,424	51.4%	13,490

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 December 31 2010, the exchange rate was of USD 1.00=COP1,913.98 (Source: Banco de la República de Colombia).

CONSOLIDATED STATEMENTS OF CASH FLOWS

Figures in millions of Colombian pesos

	2010	2009	2010 USD
Cash flow from operating activities			
Net income	343,896	314,878	180
Add (less) – Adjustments to reconcile net income to net cash provided by operating activities:			
Minority interests	686,195	574,503	359
Depreciation of property, plant and equipment	175,915	194,949	92
Amortization of deferred charges and other assets	391,531	365,031	205
Amortization of retirement pensions and fringe benefits	51,603	29,690	27
Allowance for doubtful accounts	3,037	5,020	2
Provision for inventory protection	-	6,860	-
Investment allowance	3,124	9,891	2
Income tax provision	424,462	483,980	222
Loss on sale and retirement of property, plant and equipment	3,184	15,885	2
Exchange difference revenue	(23,604)	(382,332)	(12)
Hedging operations valuation revenue (expense)	(24,057)	428,498	(13)
Recovery of provisions	(1,883)	(2,473)	(1)
Interest and commissions accrued	201,406	373,368	105
	2,234,809	2,417,748	1,168
Changes in operating assets and liabilities			
Accounts receivable	(467,246)	(373,359)	(244)
Inventories	22,963	(33,898)	12
Deferred charges and other assets	(8,437,162)	(399,831)	(4,408)
Accounts payable	800,697	669,540	418
Labor liabilities	2,594	(2,747)	1
Accrued liabilities and estimated provisions	(289,962)	(456,089)	(151)
Collections in favor of third parties	202,706	276,238	106
Minority interests	1,233,577	(416,142)	645
Other liabilities	2,385,161	(91,088)	1,246
Cash flow in other operations			
Payment of retirement pensions	(28,344)	(21,976)	(15)
Payment of taxes	(442,699)	(387,345)	(231)
Net cash provided by operating activities	(2,782,906)	1,181,051	(1,454)
Cash flow from investment activities			
Increase (decrease) in long-term investments	(238,325)	106,706	(125)
Acquisition of property, plant and equipment	(106,235)	(173,559)	(56)
Net cash used in investment activities	(343,808)	(66,853)	(180)
Cash flow from financing activities			
Interest received in cash	17,277	16,483	9
Interest paid in cash	(149,344)	(336,172)	(78)
Cash dividends paid	(173,796)	(160,274)	(91)
Increase in financial liabilities	1,387,710	571,381	725
Bond issues	3,935,583	278,001	2,056
Payment of financial liabilities	(1,001,177)	(974,590)	(523)
Bond payment/decrease	(693,588)	(353,499)	(362)
Share issues	-	384,198	-
Equity variations	(1,682)	(167,769)	(1)
Net cash used in financing activities	3,320,983	(742,241)	1,735
Increase in cash and cash equivalents - Net	194,269	371,957	102
Cash and cash equivalents at the beginning of the year	1,016,822	644,865	531
Cash and cash equivalents at the end of the year	1,211,091	1,016,822	633

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 December 31 2010, the exchange rate was of USD 1.00=COP1,913.98 (Source: Banco de la República de Colombia).