

**INTERCONEXIÓN ELÉCTRICA S.A. E.S.P. AND SUBSIDIARIES**  
**CONSOLIDATED INCOME STATEMENT**

**FOR THE YEARS ENDED DECEMBER 31 2007 AND 2006**

Amounts expressed in thousands of US dollars are intended for information purposes only, and do not reflect accounting techniques usually applied.

As of 12.31.2007 USD 1.00=COP 2,014.76 (Source: Banco de La República Colombia).

	<u>2007</u>	<u>2006</u>
<b>OPERATING REVENUES</b>		
Energy transmission services	1,195,268	832,989
Connection charges	116,155	85,605
Dispatch and CND (National Dispatch Center)	14,316	14,701
MEM Services	16,068	12,474
Telecommunications	53,498	50,396
Other services	5,197	4,611
<b>TOTAL OPERATING REVENUES</b>	<b>1,400,502</b>	<b>1,000,775</b>
<b>COSTS AND OPERATING EXPENSES</b>		
Operating costs and administration expenses	463,385	468,156
Depreciation	83,514	66,881
Amortization	184,136	78,393
Provisions	31,028	219,304
<b>TOTAL COSTS AND OPERATING EXPENSES</b>	<b>762,062</b>	<b>832,733</b>
<b>Operating Income</b>	<b>638,440</b>	<b>168,042</b>
<b>NON - OPERATING REVENUES</b>		
Financial	33,834	68,438
Exchange difference	247,120	129,825
Other	255,915	22,529
<b>Total no-operating revenues</b>	<b>536,869</b>	<b>220,792</b>
<b>NON - OPERATING EXPENSES</b>		
Financial	415,443	127,669
Exchange difference	83,943	146,540
Other	48,079	29,775
<b>Total no-operating expenses</b>	<b>547,464</b>	<b>303,985</b>
<b>Non-operating loss</b>	<b>(10,594)</b>	<b>(83,193)</b>
<b>Income before taxes</b>	<b>627,846</b>	<b>84,849</b>
income tax provision	(195,024)	(31,599)
<b>Income before minority interests</b>	<b>432,821</b>	<b>53,250</b>
Minority interests	320,639	(21,434)
<b>NET INCOME</b>	<b>112,183</b>	<b>74,683</b>

**INTERCONEXIÓN ELÉCTRICA S.A. E.S.P. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**FOR THE YEARS ENDED DECEMBER 31 2007 AND 2006**

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**ASSET**

**CURRENT ASSETS**

Cash	281,745	127,934
Marketable investments	108,945	313,416
Accounts receivable, net	375,552	275,417
Inventories	27,366	28,200
Deferred charges and other assets, net	19,223	72,570

**Total current assets**

	<b>812,831</b>	<b>817,537</b>
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Long-term investments	26,857	143,835
Long-term accounts receivable	253,936	201,729
Inventories	27,993	27,937
Property, plant and equipment, net	1,706,492	1,614,247
Deferred charges and other assets	3,335,210	2,851,286
Reappraisal of assets	729,556	726,919

**Total non- current assets**

	<b>6,080,044</b>	<b>5,565,952</b>
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**TOTAL ASSETS**

	<b>6,892,875</b>	<b>6,383,489</b>
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**INTERCONEXIÓN ELÉCTRICA S.A. E.S.P. AND SUBSIDIARIES**

**CONSOLIDATED BALANCE SHEETS**

**FOR THE YEARS ENDED DECEMBER 31 2007 AND 2006**

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As of 12.31.2007 USD 1.00=COP 2,014.76 (Source: Banco de La República Colombia).

	<b>2,007</b>	<b>2,006</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Outstanding bonds	43,911	11,573
Financial liabilities	326,594	531,492
Accounts payable	211,488	232,526
Labor liabilities	25,662	16,869
Accrued liabilities and estimated provisions	73,052	259,485
Other liabilities	113,309	113,315
<b>Total current liabilities</b>	<b>794,017</b>	<b>1,165,259</b>
<b>LONG-TERM LIABILITIES</b>		
Outstanding bonds	1,400,577	599,289
Financial liabilities	652,136	619,361
Accounts payable	161,271	199,526
Labor liabilities	618	563
Accrued liabilities and estimated provisions	349,592	310,033
Other liabilities	153,710	150,392
<b>Total long-term liabilities</b>	<b>2,717,904</b>	<b>1,879,164</b>
<b>TOTAL LIABILITIES</b>	<b>3,511,921</b>	<b>3,044,423</b>
<b>Minority interests</b>	<b>1,493,659</b>	<b>1,694,020</b>
<b>SHAREHOLDERS' EQUITY</b>		
Subscribed an aid-in capital	17,802	16,883
Capital Surplus	527,289	330,146
Reserves	176,916	167,884
Net income	112,183	74,683
Exchange difference from currency translation	(15,324)	648
Equity revaluation	313,867	323,879
Revaluation surplus	645,993	644,743
Surplus from equity method	108,570	86,179
<b>Total Shareholders' Equity</b>	<b>1,887,295</b>	<b>1,645,046</b>
<b>TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY</b>	<b>6,892,875</b>	<b>6,383,489</b>