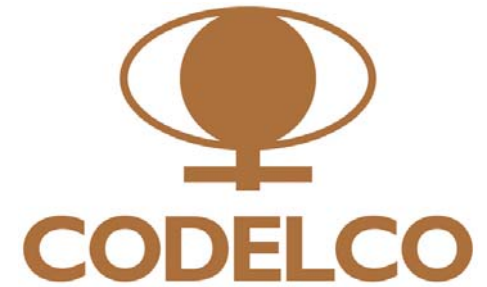


# Press Release

## First Quarter Results 2006

**Francisco Tomic,**  
Vicepresident of Human Resources and Finance

**José Antonio Alvarez,**  
Chief Financial Officer



# RESULTS 2006 – 2005

January- March

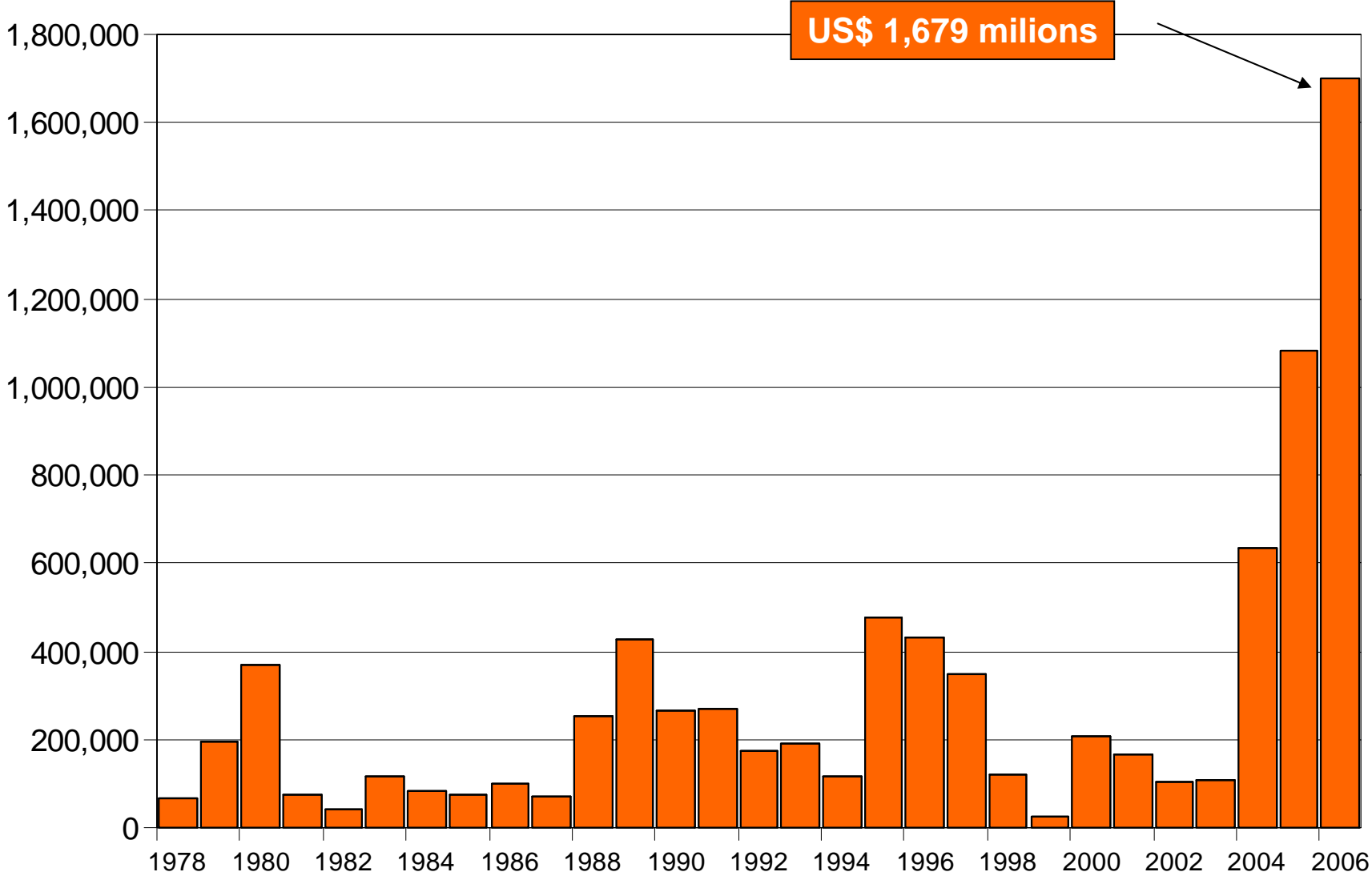
		2006	2005	2006-2005
Copper production	(Th. tmf)	377	386	-9
Molybdenum production	(Th. tmf)	6.5	8,4	-2.0
Own copper sales	(Th. tmf)	407	416	-9
Total Cost	(c/lb)	103.3	88,3	15
Net cathode cost	(c/lb)	57.1	17.6	39.5
Income before taxes	(US \$mil)	1,679	1,084	595

Copper price LME	cUS\$/lb	224.1	148.3	75.8
Molybdenum price, “Metal’s Week”	US\$/kg	50.7	69.3	-18.6
Exchange rate	US\$/Ch\$	526	578	-52

# Income before taxes



# Income before taxes (th. US\$)



# Income Statements

(US\$ Millions)

	Jan - Mar 2006	Jan - Mar 2005
Total sales	3,111	2,255
Cost of sales	-1,362	-1,051
Gross profit	1,749	1,204
Administrative and selling expenses	-67	-55
Operating income	1,682	1,149
Non-operating income	-3	-65
<b>INCOME BEFORE TAXES</b>	<b>1,679</b>	<b>1,084</b>
Copper sales – Th. TMF		
Sales of own copper	407	416
Third parties copper	57	72
Copper price (c/lb) BML	224.1	148.3

# Income before taxes

(US\$ millions)

	Jan - Mar 2006	Jan - Mar 2005
Export tax law	227	178
Income tax	828	517
Net profit	624	389
<b>TOTAL</b>	<b>1,679</b>	<b>1,084</b>

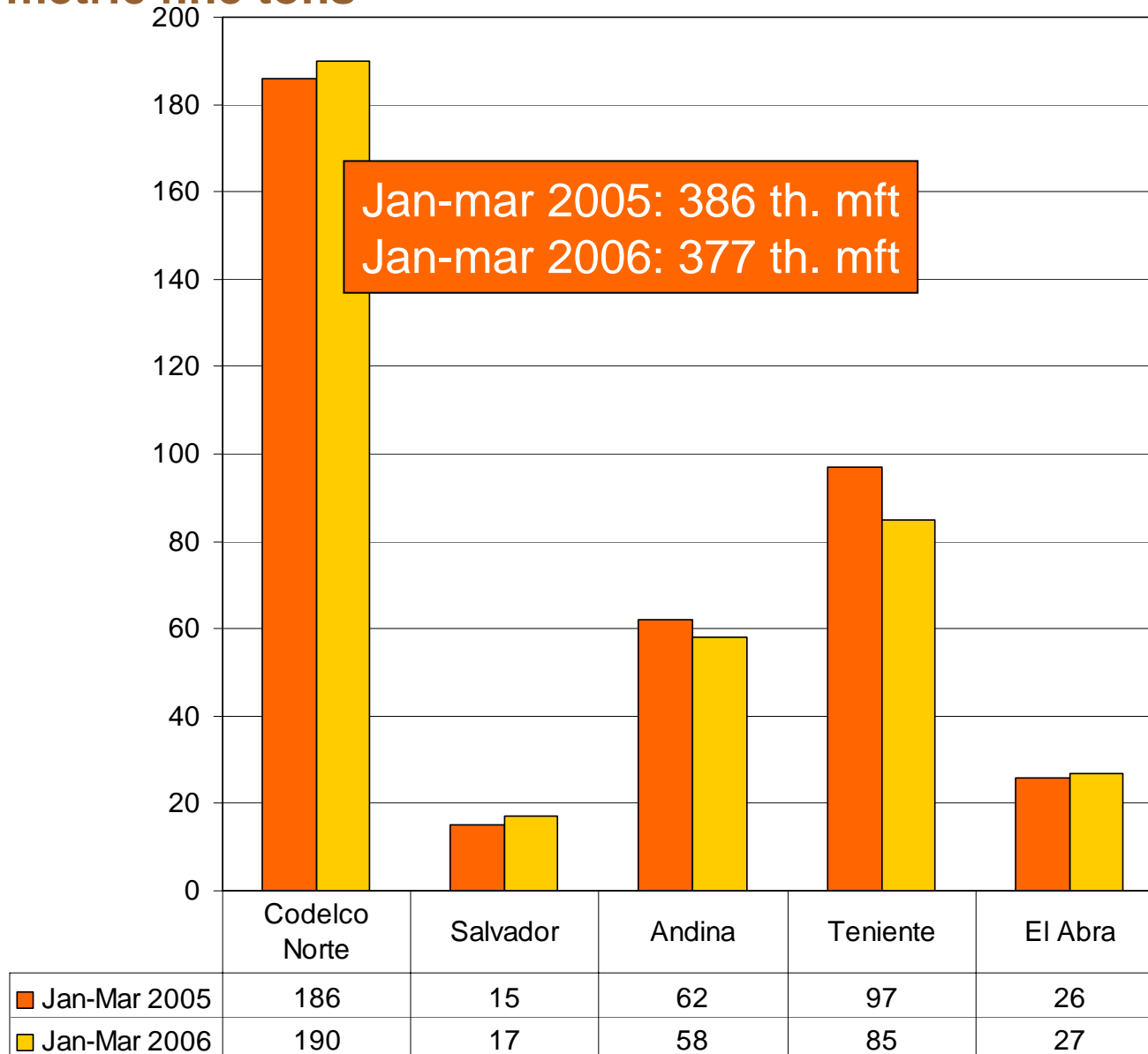




# Production

# Production

Thousand metric fine tons



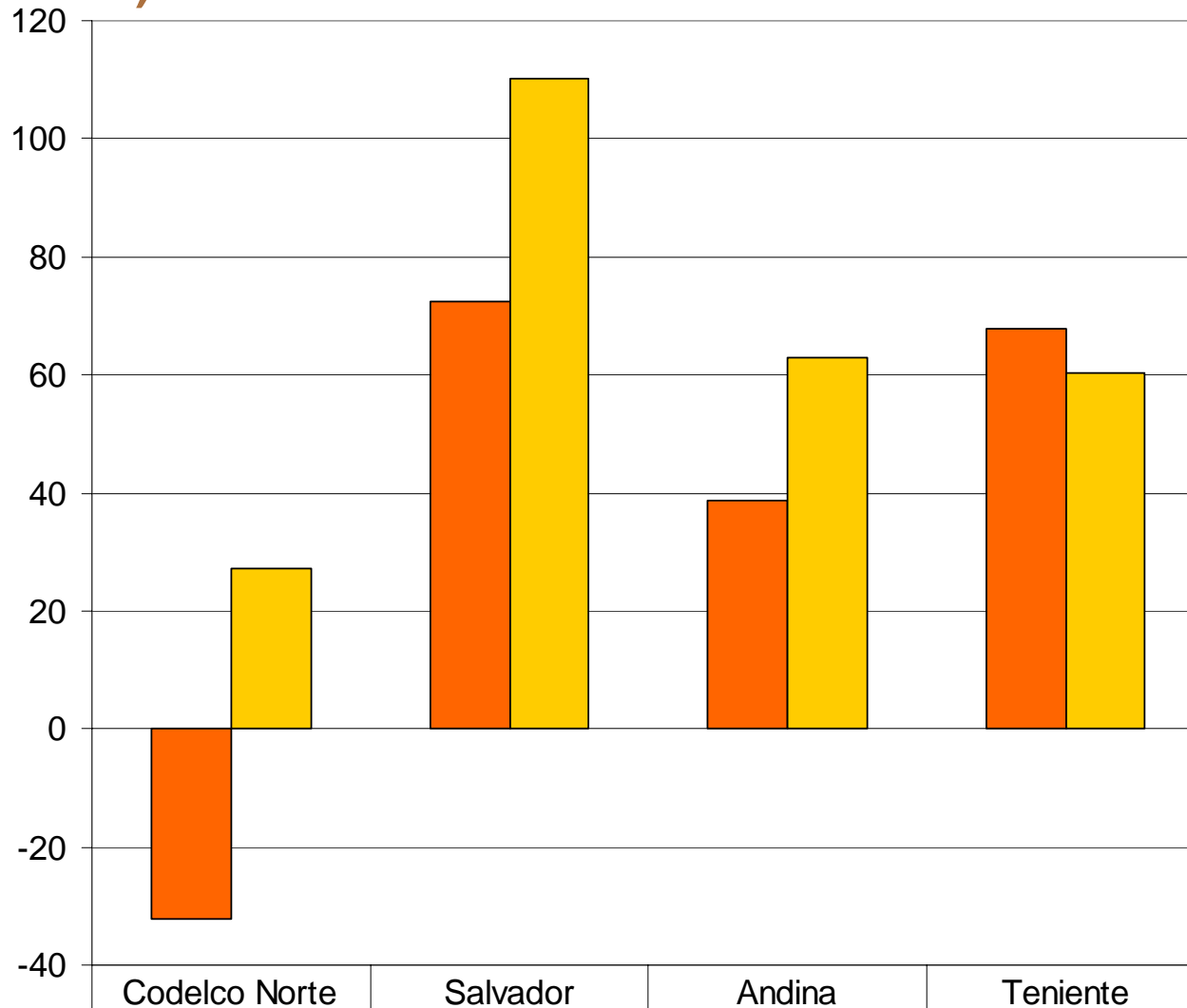




# Costos y Productividad

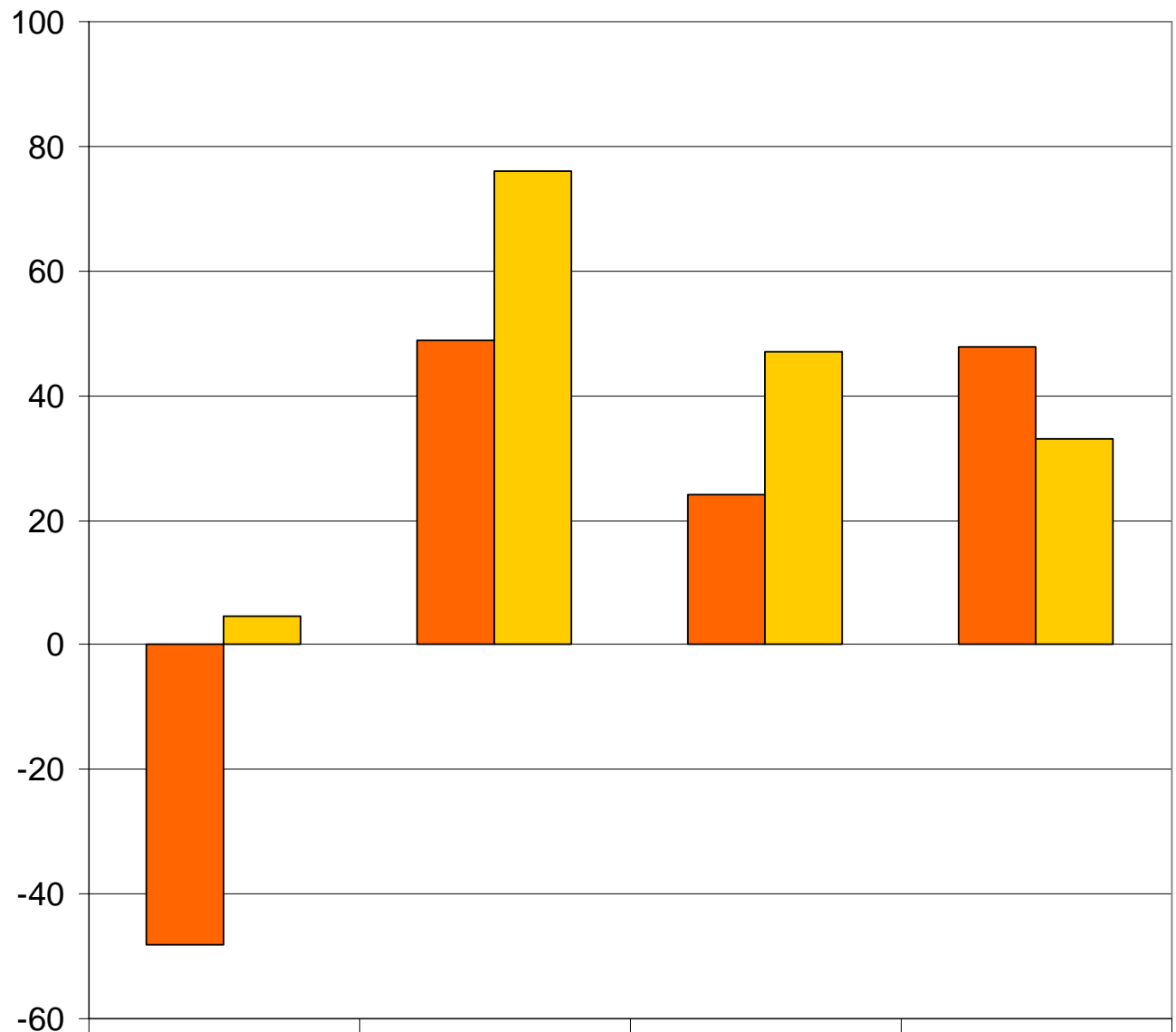
# Net Cathode cost

(cents per pound)



Jan-Mar 2005	-32.1	72.4	38.8	67.8
Jan-Mar 2006	27.2	110.2	62.9	60.2

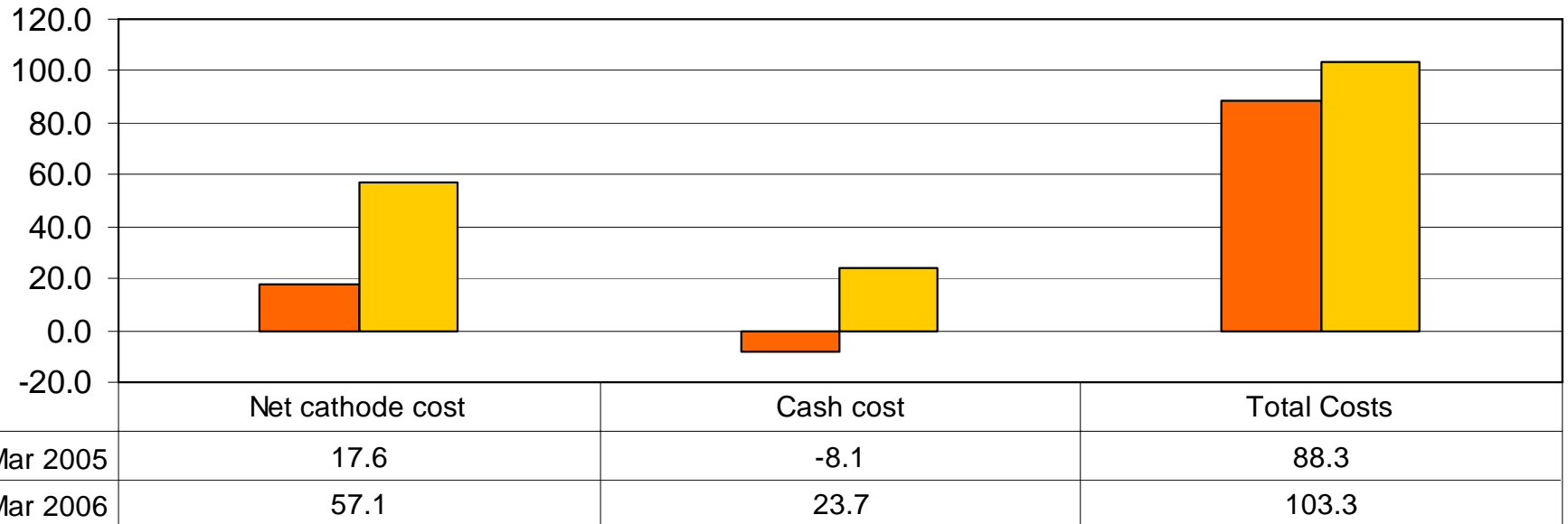
# Cash Cost (cents per pound)



	Codelco Norte	Salvador	Andina	Teniente
Jan-Mar 2005	-48.2	48.9	24.2	47.7
Jan-Mar 2006	4.5	75.9	47.0	33.1

# Corporate Costs

(cents per pound)

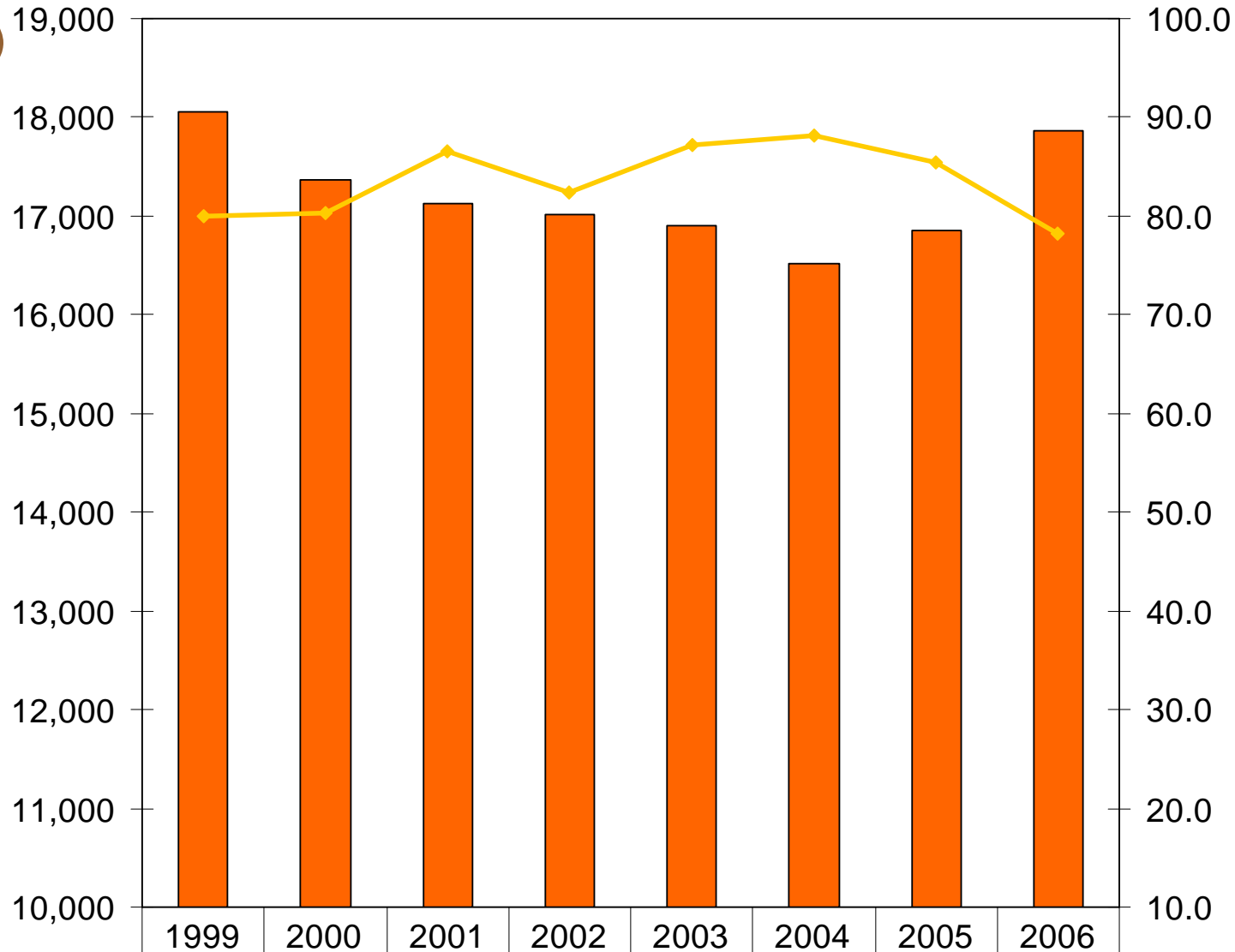




# Costs

2005 - 2006 January – March (c/lb)

	2005 –2006
<b>TOTAL COSTS EXPENSES 2005</b>	<b>88.3</b>
PPI Codelco (main supplies price´s increase)	4.8
Inflation (CPI) – Exchange rate	6.3
Sub Total	11.1
Provisions and write-offs	-1.9
Depreciation y Amortization	7.0
Financial and selling expenses	1.5
Otros expenses	-2.6
<b>TOTAL COSTS AND EXPENSES 2006</b>	<b>103.3</b>
<b>Change</b>	<b>15.0</b>

# Productivity (tons per worker)



 workers	18,063	17,366	17,132	17,013	16,909	16,512	16,849	17,869
 productivity	80.0	80.3	86.5	82.4	87.2	88.1	85.5	78.3



# CAPEX



# CAPEX

(US\$ millions)

	2006	2005
<b>Codelco Norte</b>	142	103
<b>Salvador</b>	1	5
<b>Andina</b>	37	17
<b>Teniente</b>	73	80
<b>Fundición Ventanas</b>	1	
<b>Casa Matriz y otros</b>	11	1
<b>TOTAL</b>	<b>265</b>	<b>206</b>

# Financial Statements

(in US\$ million)	Jan-March 2006	Jan-March 2005
Copper Production (th. mft)	377	386
Cash Cost (US c/lb)	23.7	-8.1
Avg. LME Copper price (US c/lb)	224.1	148.3
Total Sales	3,111	2,255
Gross Profit	1,749	1,204
Gross margin	56.2%	53.4%
EBITDA	1,874	1,292
EBITDA margin	60.2%	57.3%
Interest Expense net	47	38
Total Financial Debt	3,725	2,916
Total Equity	2,963	2,847
EBITDA/Interest Expense Net	39.9	34.0

# Consolidated Balance Sheet -Assets

(millions US\$)

	3 months ended	
	Mar-06	Mar 05
Current assets	3,281	2,202
Cash and time deposits	278	289
Trade receivables	1,006	818
Other receivables	462	134
Inventories (net)	1,228	808
Taxes recoverable	74	70
Deferred taxes	99	53
Other	133	30
Property plant and equipment	6,327	5,572
Other assets	1,757	1,267
Investments in related and other	927	591
Long term receivables	211	237
Other	619	439
<b>Total Assets</b>	<b>11,365</b>	<b>9,041</b>

# Consolidated Balance Sheet - Liabilities and Equity

(millions US\$)

	3 months ended	
	Mar-06	Mar-05
<b>Current liabilities</b>	<b>2,253</b>	<b>1,282</b>
Short term debt due to banks	61	26
Current portion of long-term debt	311	7
Current portion of bonds payable	44	43
Accounts, notes and other payables	773	779
Provisions and withholdings	401	364
Income tax	632	60
Others	31	3
<b>Long term liabilities</b>	<b>6,145</b>	<b>4,909</b>
Due to banks	600	900
Bonds payable	2,708	1,940
Accounts, notes and other payables	734	146
Provisions	984	803
Deferred income taxes	720	1,093
Other	399	27
<b>Minority interest</b>	<b>4</b>	<b>3</b>
<b>Equity</b>	<b>2,963</b>	<b>2,847</b>
<b>Liabilities and equity</b>	<b>11,365</b>	<b>9,041</b>