

Consolidated Balance Sheets	Assets	2000 Th.US\$	1999 Th.US\$
December 31, 2000 and 1999			
	Current assets		
	Cash	10,445	14,879
	Time deposits and marketable securities	41,194	166,219
	Trade accounts receivable	136,898	207,791
	Other accounts receivable	214,755	182,352
	Inventories	599,708	552,647
	Prepaid expenses	6,209	6,910
	Other current assets	2,451	1,849
	TOTAL CURRENT ASSETS	1,011,660	1,132,647
	Property, plant and equipment		
	Land, infrastructure and equipment, net	3,406,398	3,115,728
	Construction-in-progress	478,532	730,003
	Mine development, net	292,259	269,722
	TOTAL PROPERTY, PLANT AND EQUIPMENT	4,177,189	4,115,453
	Other assets		
	Other assets	296,868	251,678
	Investments in other companies	230,741	190,099
	Long-term accounts receivable	102,357	126,639
	TOTAL OTHER ASSETS	629,966	568,416
	TOTAL ASSETS	5,818,815	5,816,516

The accompanying notes 1-19 form an integral part of these consolidated financial statements.

Liabilities and Equity	2000 Th.US\$	1999 Th.US\$	Consolidated Balance Sheets
			December 31, 2000 and 1999
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Current liabilities			
Bank debt	350,569	292,771	
Accounts payable	218,660	198,307	
Accrued liabilities and withholdings	215,626	255,681	
Other current liabilities	7,053	5,569	
Income taxes	3,115	19,311	
TOTAL CURRENT LIABILITIES	795,023	771,639	
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Long-term liabilities			
Bank debt	725,020	832,677	
Notes payables	300,000	300,000	
Provisions	551,062	588,282	
Deferred taxes	652,117	530,340	
Other long-term liabilities	18,817	12,019	
TOTAL LONG-TERM LIABILITIES	2,247,016	2,263,318	
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Equity			
Paid-in capital	1,524,423	1,524,423	
Other reserves	1,215,885	1,193,095	
Net income for the year	205,387	143,321	
Less: Distribution advances from profits to the Chilean Treasury Department	(168,919)	(79,280)	
TOTAL EQUITY	2,776,776	2,781,559	
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TOTAL LIABILITIES AND EQUITY	5,818,815	5,816,516	
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The accompanying notes 1-19 form an integral part of these consolidated financial statements.

Consolidated Statements
of Income

For the year ended
December 31, 2000 y 1999

	2000 Th.US\$	1999 Th.US\$
Operating income		
Sales of copper	2,742,360	2,291,909
Sales of copper acquired from third parties	568,366	381,532
Sales of by-products	299,319	270,144
	3,610,045	2,943,585
Cost of sales		
Cost of sales	(2,094,974)	(1,862,028)
Cost of copper acquired from third parties	(562,366)	(373,202)
	GROSSPROFIT	708,355
	952,705	708,355
Add (deduct):		
Selling and administrative expenses	(65,683)	(73,528)
Other operating expenses	(70,899)	(51,811)
Foreign exchange adjustments	17,303	33,982
	OPERATING INCOME	616,998
	833,426	616,998
Non-operating income		
Add (deduct):		
Interest income	14,150	16,858
Other income	123,138	102,551
Interest expense	(108,008)	(101,868)
Other expenses	(110,109)	(62,057)
	NON-OPERATING LOSS	(44,516)
	(80,829)	(44,516)
Income before taxes and contribution		
Contribution Law No.13196	752,597	572,482
Income taxes	(274,796)	(238,057)
	(272,414)	(191,104)
	NET INCOME FOR THE YEAR	143,321
	205,387	143,321

The accompanying notes 1-19 form an integral part of these consolidated financial statements.

	2000 Th.U\$S	1999 Th.U\$S	Consolidated Statements of Cash Flows
			For the year ended December 31, 2000 y 1999
Cash flows from operating activities			
Receipts from customers	3,570,707	2,867,287	
Other receipts	56,333	55,817	
Payments to supplier, salaries and other costs	(2,332,089)	(2,100,588)	
V.A.T. paid	(368,868)	(263,437)	
V.A.T. recovered	317,828	244,388	
Interest received	5,763	8,888	
Interest paid	(96,538)	(92,864)	
Income taxes paid	(161,752)	(2,288)	
Hedging operations	(24,185)	6,155	
Dividends received	4,587	18,101	
NET CASH FLOWS FROM OPERATING ACTIVITIES	971,786	741,459	
Cash flows from investing activities			
Proceeds from sale of fixed assets	768	796	
Investments in related companies	(7,726)	(15,508)	
Sale and liquidation of companies	875	0	
Additions to property, plant and equipment and mine development	(484,947)	(434,204)	
Collection of accounts receivable	33,663	29,940	
Long-term loans	(60,658)	(65,332)	
NET CASH FLOWS FROM INVESTING ACTIVITIES	(518,025)	(484,308)	
Cash flows from financing activities			
Bank loans	300,880	646,838	
Repayment of debt	(350,554)	(698,000)	
Distribution advances from profits to the Chilean Treasury Department	(237,143)	(31,005)	
Contribution under Law No. 13196	(296,418)	(230,525)	
NET CASH FLOWS FROM FINANCING ACTIVITIES	(583,235)	(312,692)	
CHANGE IN CASH AND CASH EQUIVALENTS	(129,474)	(55,541)	
BEGINNING BALANCE OF CASH AND CASH EQUIVALENTS	181,098	236,639	
ENDING BALANCE OF CASH AND CASH EQUIVALENTS	51,624	181,098	

The accompanying notes 1-19 form an integral part of these consolidated financial statements.

Reconciliation of Net Income to Cash Flows from Operating Activities	2000 Th.USS	1999 Th.USS
For the year ended December 31, 2000 y 1999		
NET INCOME FOR THE YEAR	205,387	143,321
Contributions Law No. 13196	296,418	230,525
OPERATING INCOME	501,805	373,846
CHARGES (CREDITS) TO INCOME NOT REPRESENTING MOVEMENTS OF CASH:	520,580	468,395
Depreciation and amortization	425,782	406,909
Write-off of fixed assets, net	9,396	6,485
Realized gain on investments in other companies	(52,920)	(46,230)
Equity income of subsidiaries	(3,124)	(6,427)
Increase in long-term provisions, including the impact of exchange rate variation	30,638	31,962
Deferred income taxes, net	121,777	81,025
Accrual for financial transactions	4,662	11,467
Impact of exchange rate variation in other accounts	(15,631)	(16,796)
DECREASE (INCREASE) IN CURRENT ASSETS	(8,472)	(34,934)
Trade accounts receivable	70,893	(16,389)
Other accounts receivable	(32,403)	40,079
Inventories	(47,061)	(69,974)
Prepaid expenses	701	9,594
Other current assets	(602)	1,756
INCREASE (DECREASE) IN CURRENT LIABILITIES	(42,127)	(65,848)
Accounts payable to suppliers	12,640	(6,487)
Accrued liabilities and withholdings	(40,055)	(76,592)
Other current liabilities	1,484	(2,080)
Income taxes payable	(16,196)	19,311
NET CASH FLOWS FROM OPERATING ACTIVITIES	971,786	741,459

The accompanying notes 1-19 form an integral part of these consolidated financial statements.