

**CORPORACION NACIONAL DEL COBRE DE CHILE**

**INTERIM CONSOLIDATED BALANCE SHEETS**

	<b>As September 30th</b>	
	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b><u>ThUS\$</u></b>	<b><u>ThUS\$</u></b>
<b>ASSETS</b>		
<b>Current Assets:</b>	<b>4.189.122</b>	<b>4.335.212</b>
Cash and bank	45.112	41.322
Time deposits	907.503	482.941
Marketable securities	9.573	5.882
Trade receivables, net	1.051.792	531.438
Notes receivable	927	116
Other receivable, net	313.211	286.538
Due from related companies	16.246	120.874
Inventories, net	1.464.758	2.087.272
Recoverable taxes	122.287	124.747
Prepaid expenses	20.435	30.110
Deferred taxes	228.030	615.097
Other current assets	9.248	8.875
<b>Property, Plant and Equipment:</b>	<b>8.741.363</b>	<b>7.895.142</b>
Land	67.937	67.321
Buildings and infrastructure	9.880.999	9.315.663
Machinery and equipment	8.395.106	7.444.023
Other plant and equipment	202.321	178.483
Technical appraisal revaluation	363.101	368.148
Accumulated depreciation	(10.168.101)	(9.478.496)
<b>Other Assets:</b>	<b>2.307.633</b>	<b>1.836.483</b>
Investments in related companies	1.342.647	1.069.535
Investments in other companies	2.428	1.540
Goodwill	18.437	19.613
Negative Goodwill	0	(320)
Long-term receivables	193.000	198.233
Due from related companies	74.100	0
Intangibles	28.447	23.491
Accumulated amortization	(6.550)	(6.550)
Other assets	655.124	530.941
<b>Total Assets</b>	<b><u>15.238.118</u></b>	<b><u>14.066.837</u></b>

## INTERIM CONSOLIDATED BALANCE SHEETS

	As September 30th	
	<u>2009</u>	<u>2008</u>
	<u>ThUS\$</u>	<u>ThUS\$</u>
<b>LIABILITIES AND EQUITY</b>		
<b>Current Liabilities:</b>	<u>2.281.549</u>	<u>3.382.399</u>
Banks and financial institutions:		
Current	326.028	500.502
Current portion of long-term debt	710	306.252
Current portion of bonds payable	57.905	357.682
Dividends payable	0	104.486
Accounts payable	621.547	705.659
Notes payable	22	11.152
Miscellaneous payables	107.090	226.830
Due to related companies	128.088	123.159
Accruals	654.584	594.769
Withholdings	142.962	141.198
Income taxes payable	166.125	247.222
Deferred income	69.702	57.959
Other current liabilities	6.786	5.529
<b>Long-Term Liabilities:</b>	<u>8.594.703</u>	<u>6.638.400</u>
Due to banks and financial institutions	1.350.000	500.000
Bonds payable	3.561.199	2.964.172
Notes payable	97.899	77.075
Miscellaneous payables	314.407	142.323
Due to related companies	399.025	439.774
Accruals	1.900.997	1.637.646
Deferred taxes	902.676	740.740
Other long-term liabilities	68.500	136.670
<b>Minority interest</b>	<u>2.813</u>	<u>3.310</u>
<b>Equity:</b>	<u>4.359.053</u>	<u>4.042.728</u>
Paid-in capital	1.524.423	1.524.423
Other reserves	1.771.013	1.758.484
Retained earnings	<u>1.063.617</u>	<u>759.821</u>
Accumulated earnings	500.000	500.000
Net income for the period	628.946	1.594.595
Profits distribution to the Chilean Treasury	(65.329)	(1.334.774)
<b>Total Liabilities and Equity</b>	<u><u>15.238.118</u></u>	<u><u>14.066.837</u></u>

**INTERIM CONSOLIDATED STATEMENTS OF INCOME**

	<b>Nine months ended September 30th</b>	
	<u><b>2009</b></u>	<u><b>2008</b></u>
	<u><b>ThUS\$</b></u>	<u><b>ThUS\$</b></u>
<b>Operating Income :</b>	2.267.107	4.907.173
Sales of own copper	6.096.753	8.323.169
Sales of copper acquired from third parties	293.649	891.379
Sales of own moly	361.792	1.352.786
Sales of moly acquired from third parties	0	3.415
Sales of by-products	1.086.538	1.473.656
Sales	<u>7.838.732</u>	<u>12.044.405</u>
Cost of own copper	(4.276.186)	(4.968.665)
Cost of copper acquired from third parties	(294.982)	(875.589)
Cost of own moly	(90.098)	(91.509)
Cost of moly acquired from third parties	0	(5.007)
Cost of by-products	(685.999)	(921.073)
Cost of sales	<u>(5.347.265)</u>	<u>(6.861.843)</u>
<b>Gross profit</b>	2.491.467	5.182.562
Administrative and selling expenses	(224.360)	(275.389)
<b>Non-Operating Income and expense:</b>	(855.208)	(1.076.679)
Interest income	18.093	44.158
Equity in income of related companies	209.415	288.888
Other income	164.260	142.736
Equity in losses of related companies	(240)	(7.307)
Amortization of goodwill	(882)	(882)
Interest expenses	(182.880)	(175.919)
Other expenses	(900.675)	(1.499.814)
Price-level restatement	(241)	(610)
Foreign exchange differences	(162.058)	132.071
<b>Income before income taxes and minority interest</b>	1.411.899	3.830.494
Income taxes	<u>(784.374)</u>	<u>(2.238.467)</u>
<b>Income before minority interest</b>	627.525	1.592.027
<b>Minority interest</b>	<u>1.421</u>	<u>2.537</u>
<b>Net profit</b>	628.946	1.594.564
Amortization of negative goodwill	<u>0</u>	<u>31</u>
<b>Net income for the period</b>	<u><u>628.946</u></u>	<u><u>1.594.595</u></u>

Héctor Espinoza Villarroel  
Manager of Administration and Controller

Gonzalo Zamorano Martínez  
Chief Accounting

**CORPORACION NACIONAL DEL COBRE DE CHILE**

**INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**

	<b>Nine months ended September 30th</b>	
	<b><u>2009</u></b>	<b><u>2008</u></b>
	<b><u>ThUS\$</u></b>	<b><u>ThUS\$</u></b>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES :</b>		
Collections of accounts receivable	7.661.502	13.369.184
Interest income collected	5.826	16.911
Dividends and other distributions collected	15.800	207.852
Other income collected	1.064.633	1.245.088
Payments to suppliers and personnel	(5.324.914)	(7.245.205)
Interest paid	(190.575)	(61.365)
Income taxes paid	(266.771)	(2.090.042)
Law N°. 13,196 and other expenses paid	(761.165)	(1.822.144)
Value added tax and other similar taxes paid	(694.241)	(843.556)
	<u>1.510.095</u>	<u>2.776.723</u>
<b>NET CASH FLOWS FROM FINANCING ACTIVITIES :</b>		
Loans obtained	1.290.223	600.000
Bonds payable	600.000	0
Profits distribution to the Chilean Treasury	(150.001)	(2.988.652)
Loan payments	(1.132.325)	(305.400)
Bond payments	(300.000)	0
	<u>307.897</u>	<u>(2.694.052)</u>
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES :</b>		
Proceeds from sales of other investments	0	14.070
Other investments income	49.682	63.833
Purchases of property, plant and equipment	(1.184.979)	(1.491.392)
Investments in related companies	(69.274)	(151.654)
Investments in financial instruments	(4.269)	0
Loans to related companies	0	(27.390)
Other investment disbursements	(33.929)	(34.478)
	<u>(1.242.769)</u>	<u>(1.627.011)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT</b>	<u>575.223</u>	<u>(1.544.340)</u>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<u>386.965</u>	<u>2.074.485</u>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u>962.188</u>	<u>530.145</u>

	<b>Nine months ended September 30th</b>	
	<b>2009</b>	<b>2008</b>
	<b>ThUS\$</b>	<b>ThUS\$</b>
<b>RECONCILIATION BETWEEN NET INCOME AND CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Net income for the period</b>	628.946	1.594.595
<b>Proceeds from sales of assets</b>	<u>(2.974)</u>	<u>(9.408)</u>
Proceeds from sales of property, plant and equipment	(2.974)	(9.408)
<b>Charges (credits) to income which do not represent Cash flows :</b>	<u>738.127</u>	<u>922.370</u>
Depreciation	511.410	456.018
Amortization of assets	289.304	234.528
Write-offs and provisions	144.939	656.518
Equity in income of related companies	(209.415)	(288.888)
Equity in losses of related companies	240	7.307
Amortization of goddwill	882	882
Amortization of negative goddwill	0	(31)
Price-level restatement, net	241	610
Foreign exchange differences	162.058	(132.071)
Other credits to income which do not represent cash flows	(161.532)	(19.556)
Other debits to income which do not represent cash flows	0	7.053
<b>(Increase) decrease in assets that affect operating cash flows :</b>	<u>(118.572)</u>	<u>178.116</u>
Accounts receivable	(661.634)	291.270
Inventories	81.874	(382.722)
Other assets	461.188	269.568
<b>Increase (decrease) in liabilities that affect operating cash flows :</b>	<u>265.989</u>	<u>93.587</u>
Accounts payable associated whith operating activities	(143.971)	40.435
Interest payable	(312)	10.953
Income tax payable	162.773	225.858
Value added tax and other similar taxes payable	247.499	(183.659)
<b>Minority interest</b>	(1.421)	(2.537)
<b>Net cash provided by operating activities</b>	<u><u>1.510.095</u></u>	<u><u>2.776.723</u></u>