

BANCOESTADO CENTRO DE SERVICIOS S.A.

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

(In Thousand Of US Dollars - ThUS\$ and

In Thousand Of Chilean Pesos - ThCh\$)

	2007 ThUS\$	2007 ThCh\$	2006 ThCh\$
NET CASH FLOW FROM OPERATING ACTIVITIES:			
Net income for the year	2.504,7	1.244.537	80.899
Charges (credits) to income that do not represent cash flows:			
Depreciation for the year	976,1	485.038	309.037
Amortization of organization and starting up expenses	76,4	37.945	37.944
Price-level restatement	(56,8)	(28.238)	1.080
Income taxes	479,6	238.306	-
Change in assets affecting cash flows - (increases) decreases			
Notes and accounts receivable from related companies	(179,1)	(88.990)	(359.891)
Recoverable taxes		-	(8.407)
Other current assets	(120,1)	(59.684)	19.337
Change in liabilities affecting cash flows - increases (decreases)			
Notes and accounts payable	869,6	432.079	(491.794)
Accruals and withholdings	30,8	15.322	95.621
Interests and indexation payable			9.929
Net cash flow provided by (used in) operating activities	<u>4.581,2</u>	<u>2.276.315</u>	<u>(306.245)</u>
NET CASH FLOW FROM INVESTING ACTIVITIES:			
Addition of fixed assets	(1.417,4)	(704.297)	(1.137.303)
Other assets	(1,9)	(967)	-
Net cash flow used in investing activities	<u>(1.419,3)</u>	<u>(705.264)</u>	<u>(1.137.303)</u>
NET CASH FLOW FROM FINANCING ACTIVITIES:			
Loans drawn	-	-	711.144
Payment of bank loans	(266,7)	(132.514)	-
Net cash flow (used in) provided by financing activities	<u>(266,7)</u>	<u>(132.514)</u>	<u>711.144</u>
NET TOTAL CASH FLOW FOR THE YEAR	2.895,2	1.438.537	(732.404)
EFFECT OF INFLATION ON CASH AND CASH EQUIVALENTS	(34,5)	(17.119)	1.257
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS DURING THE YEAR	2.860,7	1.421.418	(731.147)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	500,0	248.449	979.596
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>3.360,7</u>	<u>1.669.867</u>	<u>248.449</u>

The accompanying notes are an integral part of these financial statements