

Balance Sheets

GLOBALNET COMUNICACIONES FINANCIERAS S.A.

As of December 31, 2005 and 2004

	2005 THUS\$	2005 THCH\$	2004 THCH\$
ASSETS			
CURRENT ASSETS			
Cash	2.2	1.120	1.185
Trade accounts receivable	11.6	5.972	3.571
Other accounts receivable	0.3	143	987
Notes and accounts receivable from related companies	110.5	56.821	45.785
Recoverable taxes	-	-	234
Prepaid expenses	0.6	320	388
Other current assets	503.9	259.134	300.562
Total current assets	629.1	323.510	352.712
Fixed assets			
Machinery and equipment	1,533.7	788.634	773.809
Other fixed assets	26.5	13.646	19.578
Less: Accumulated depreciation	(1,437.0)	(738.929)	(680.313)
Net fixed assets	123.2	63.351	113.074
OTHER ASSETS			
Other (net)	24.2	12.422	20.147
Total other assets	24.2	12.422	20.147
Total assets	776.5	399.283	485.933

As of December 31, 2005 and 2004

	2005 THUS\$	2005 THCH\$	2004 THCH\$
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Accounts payable	4.9	2.524	4.172
Accruals	65.5	33.650	26.450
Withholdings	17.4	8.948	8.969
Total current liabilities	87.8	45.122	39.591
SHAREHOLDERS' EQUITY			
Paid-in capital	1,340.9	689.505	689.505
Accumulated deficit	(472.9)	(243.163)	(164.860)
Net loss for the year	(179.3)	(92.181)	(78.303)
Total shareholders' equity	688.7	354.161	446.342
Total liabilities and shareholders' equity	776.5	399.283	485.933



Statements of Income

GLOBALNET COMUNICACIONES FINANCIERAS S.A.

For the years ended December 31, 2005 and 2004

	2005 THUS\$	2005 THCH\$	2004 THCH\$
OPERATING RESULTS			
Revenues	920.1	473.109	473.654
Operating cost	(799.1)	(410.896)	(384.357)
Gross margin	121.0	62.213	89.297
Administrative and selling expenses	(299.8)	(154.130)	(150.600)
Operating income	(178.8)	(91.917)	(61.303)
NON-OPERATING RESULTS:			
Interest income	17.0	8.738	4.906
Other income	-	-	234
Other expenses	-	-	(15.217)
Price-level restatement	(17.5)	(9.002)	(6.923)
Non-operating income	(0.5)	(264)	(17.000)
Income before income taxes	(179.3)	(92.181)	(78.303)
Income tax	-	-	-
Net loss for the year	(179.3)	(92.181)	(78.303)