For Intermediate Release

First Quarter 2010 Results

Santiago, Chile – May 3, 2010 – Empresa Nacional de Telecomunicaciones S.A. (*Bolsa de Comercio de Santiago: ENTEL*) "the Company" or "Entel" today announced unaudited results for the first quarter ended March 31, 2010. All figures are expressed in Chilean Pesos and are reported according to International Financial Reporting Standards (IFRS). The exchange rate at March 31, 2010 was Ch$ 524.46/US$ 1. Average inflation from 1Q09 to 1Q10 was -0.2%.

Consolidated Financial Highlights IFRS
In millions of Chilean pesos
(except EPS figures)

Quarterly Highlights:

- Total mobile subscribers expanded 11% compared to 1Q09, reaching 6,591,617. The post-paid customer base grew 17% (including mobile broadband) and currently represents 32% of the total base. Mobile broadband subscribers spiked 92% to 298,708 customers.

- Revenues for the first quarter 2010 totaled Ch$ 251.3 billion, almost flat when compared to 1Q09.

- During 1Q10, EBITDA rose 4%, reaching Ch$ 102.9 billion. EBITDA margin increased to 41%. Operating income amounted Ch$ 46.5 billion, growing 10% compared to 1Q09.

- Net income reached Ch$ 36.9 billion, 18% higher than the comparable period of 2009.

	1Q10	1Q09	% Var.	4Q09
Total Revenues	251,311	252,281	0%	258,255
EBITDA	102,945	99,272	4%	103,120
EBITDA Margin	41%	39%		40%
Operating Income (EBIT)	46,525	42,198	10%	49,018
Net Financing Cost	(2,345)	(5,132)	54%	(1,123)
Tax	(7,246)	(5,859)	-24%	(7,781)
Net Income	36,934	31,208	18%	40,114
EPS	156.15	131.95	18%	169.60

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Comments from the Chief Financial Officer:

- First quarter figures reflect the positive evolution of the Company within a stronger market, despite the impact of the earthquake that affected Chile on February 27, 2010.

- During the quarter, consolidated revenues were flat, principally explained by 2% growth in the mobile business due to the continued expansion of value customers, resulting in increased revenues in mobile broadband and VAS services, partially offset by the impact of the reduction in access charges applied in late January 2009. Chile wireline revenue declined 2%, related to the enterprise segment and the low margin traffic business.

- EBITDA and EBIT grew 4% and 10%, respectively, driven by strong performance in the Chile wireline and improvements in Americatel Peru, partially offset by slight declines in the mobile business.

- Net Income rose 18% in 1Q10, in-line with higher operating income and lower net financing costs related to mark-to-market accruals on hedging derivative instruments.

- The earthquake that affected Chile on February 27, 2010, did not have significant impact on the Company´s facilities and operations. The Company´s insurance policies cover Property, Plant & Equipment and Business Interruptions.

Note: Please see an accompanying presentation at www.entel.cl, within the "Investors" section for additional information.

Consolidated Revenues

(in millions of Chilean Pesos)

	1Q10	1Q09	% Var.	4Q09
Total Revenues	**251,311**	**252,281**	**0%**	**258,255**
Mobile services	191,968	188,166	2%	196,372
Data services (includes IT)	19,170	19,692	-3%	20,687
Local telephony (includes NGN-IP)	9,741	10,744	-9%	9,963
Long distance	9,028	9,232	-2%	8,528
Internet	3,869	4,019	-4%	3,841
Other telecommunication companies	4,061	4,504	-10%	4,070
Traffic business	6,161	8,146	-24%	6,865
Americatel Perú	4,892	5,156	-5%	4,831
Call Center services and others	1,895	1,601	18%	2,211
Others Revenues - Non core (1)	526	1,021	-49%	887

Consolidated revenues during the quarter amounted to Ch$ 251.3 billion, almost flat when compared to 1Q09 figures. This was explained by: a) 2% growth in mobile services due to higher service revenues derived from an 11% increase in the customer base. The mobile broadband customer base expanded 92%, boosting VAS revenues. ARPU declined (- 7%) mainly due to a reduction in average tariffs, partially offset by higher MOU and VAS usage. In addition, equipment sales grew 2%, explained by the postpaid segment (including broadband), b) Call Center services and others increased 18%, in-line with higher activity related to call center services in Chile and Peru. These improvements were fully offset by declines in: a) Revenues in the traffic business decreased 24%, mostly attributed to a drop in average tariffs due to a 17% reduction in the average exchange rate CH$/US$, partially offset by higher traffic, b) Local telephony declined 9%, mainly explained by the reduction in mobile access charges applied in late January, 2009 and reduced traffic mostly in the corporate & SME segment, c) 3% reduction in Data /IT services revenue, principally associated with the non-renewal of IT contracts involving low-margin services in the corporate and SME segment, d) Other telecommunication companies revenues decreased 10%, in-line with reduced capacity rentals to fixed line operators, e) Americatel Peru revenue fell 5%, mostly due to the decline in wholesale and LD revenues, partially offset by the increase in Datacom revenues, the latter best explained by an expanded customer base in NGN_IP services, f) 2% reduction in long distance due to lower revenue in DLD, derived from lower tariffs in the residential segment and decreased traffic in the corporate & SME segment, partially offset by higher ILD revenues coming from higher average tariffs.

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(1) Other revenues (Non-core): revenues which are not a part of the Company´s core business include gains/(losses) in sales of fixed assets and interest accrued on past due invoices and leasing operations.

Consolidated Cost of Operations

(in millions of Chilean Pesos)

	1Q10	1Q09	% Var.	4Q09
Cost of Operations	**204,786**	**210,082**	**-3%**	**209,237**
Access charges & Payments to corresp.	43,514	50,546	-14%	43,830
Salaries and expenses	24,811	24,370	2%	25,235
Outsourced, Supplies and Equipment Services	6,514	5,986	9%	7,690
Bad debt provisions	6,864	7,492	-8%	4,200
Advertising, Sales commissions & expenses	27,842	26,129	7%	34,345
Depreciation, amortization and Impairment	56,420	57,073	-1%	54,102
Others	38,821	38,486	1%	39,835

Consolidated cost of operations during the quarter totaled Ch$ 204.8 billion, a decrease of 3% when compared to 1Q09. This reduction was explained by: a) a 14% drop in access charges and payments to correspondents, in-line with the 45% reduction in mobile access charges that took place in January, 2009, and lower payments to correspondents, in-line with reduced revenues in the traffic business in the Chile wireline and in wholesale in Americatel Peru, b) Bad debt provisions declined 8%, explained by the Chile wireline due to lower provisions in the Corporate and SME segment and in the traffic business, partially offset by higher provisions in mobile business related to the earthquake and in Americatel Peru. Partially offsetting these declines were a) advertising, sales commissions and sales expenses increased 7%, explained by higher advertising associated with the launching of the new brand campaign and higher sales commissions in the mobile business, partially offset by lower costs on prepaid mobile equipment, b) outsourced, supplies and equipment costs grew 9%, mainly in the mobile business associated with repairs as a consequence of the earthquake, c) salaries and expenses increased 2%, primarily in the mobile business, partially offset by reduced expenses in Chile wireline and Americatel Peru.

EBITDA and Operating Income

Based on all the above, EBITDA for the quarter reached Ch$ 102.9 billion, 4% higher than the Ch$ 99.3 billion reached in 1Q09. This result was driven by an improvement in the Chile wireline (+18%), partially offset by the decline in the mobile business (-1%), impacted by a 45% reduction in access charges set in January, 2009, as well as the impact of the earthquake (revenue compensation to subscribers and costs of asset repairs).

EBITDA margin reached 41%, higher than the 39% of 1Q09.

Operating income totaled Ch$ 46.5 billion, improving 10% when compared to the Ch$ 42.2 billion reported in 1Q09, principally growing in the Chile wireline and Americatel Peru.

Financial Expenses Results

	1Q10	1Q09	% Var.	4Q09
Net Financing Cost and Others	(2,345)	(5,132)	54%	(1,123)
Net Financial Expenses	(2,248)	(2,396)	6%	(2,719)
Foreign Exchange Fluctuation & Readjustment	(97)	(2,736)	96%	1,597

Net Financing Costs and others totaled a Ch$ 2.3 billion loss, a 54% improvement when compared to 1Q09 figures. This cost decline was principally a result of profits on mark-to-market accounting for hedging derivatives instruments, while in 1Q09 there were losses related to this concept. .

Net Income

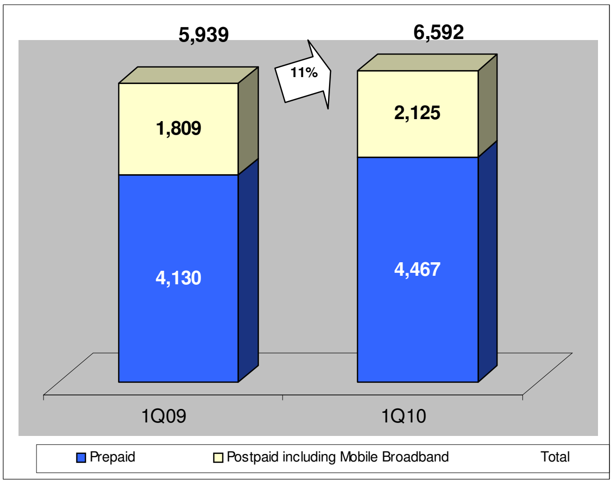
Net Income for the period reached Ch$ 36.9 billion, 18% higher than the Ch$ 31.2 billion reported in 1Q09.

INDIVIDUAL FINANCIAL STATEMENTS AND RESULTS BY BUSSINESS SEGMENT (2)

Mobile Business:

During the quarter, revenues totaled Ch$ 195.2 billion, 2% higher than the Ch$ 190.7 billion of 1Q09. Service revenues grew 2% as a result of the customer base expansion (+11%), especially in the postpaid segment (+17% including mobile broadband). This led to higher VAS revenues (+38%) attributed to the growth in the mobile broadband customer base (+92%) and other innovative services. Partially offsetting this revenue increase were lower revenues from access charges and compensation to customers affected by service availability during the earthquake in February, 2010. Equipment revenues also increased 2%, mainly resulting from higher sales in postpaid and mobile broadband devices.

Entel's Mobile Subscribers (in thousands)



The mobile customer base grew 11% and reached 6,591,617, which represents market share of 39% of active customers. The growth in customers was mainly supported by a 17% expansion in the postpaid base, fostered by mobile broadband services (+92%) enhancing its service offering with attractive speeds from 700 kpbs to 8 Mpbs. In addition, effective segmentation and network expansion, coupled with selective migration and a low churn rate drove growth. Moreover, the prepaid client base increased 8% during the period. As of March 31, 2010, the postpaid share over the total base was 32%, compared to 30% in March 2009.

Blended ARPU declined 7%, mainly explained by the reduction in access charges that took place in late January, 2009 and the impact of the earthquake, partially offset by higher innovative VAS usage (including broadband). Blended MOU grew 13%, basically due to both incoming and outgoing traffic.

The blended churn rate for the quarter was 1.43%, compared to 1.98% in 1Q09. The decline was in both the prepaid and postpaid segments.

As part of Entel strategic focus on driving innovation on new internet mobile applications, Entel´s customers can now access instant mobile banking services. “Mobile Account” is a banking account of “Banco de Chile”, which allow customers to transfer money from Entel mobile phones in an easy, comfortable and safe way through a short messaging session.

The Company is expanding the penetration of data services in mobile broadband, with a wide variety of unlimited mobile broadband plans. Plans include flat fee rates with differentiated speeds (700 kbps to 8 Mbps) with “fair use” traffic quotes (from 1 GB to 10 GB). The high speed capability of

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(2) Includes Intercompany

mobile broadband is possible due to the technological upgrade undertaken on the Company´s 3G network (HSPA+), the first in Latin America.

EBITDA for the quarter amounted to Ch$ 76.1 billion, declining 1% when compared to the Ch$ 77.0 billion in 1Q09. During 1Q10, despite the reduction in access charges, direct service margins increased mainly in VAS related to the growth in mobile broadband. Also, equipment sales margins improved, driven by the prepaid segment. These increases were more than offset by higher SG&A expenses, principally advertising, sales commissions and sales expenses associated with the launching of the new corporate brand campaign and sales costs to support the increased activity in mobile broadband. In addition, costs related to the earthquake impacted 1Q10 figures. EBITDA margin in 1Q10 reached 39%, slightly lower than the 40% achieved in 1Q09.

Operating income for the quarter totaled Ch$ 36.2 billion, a 3% decrease when compared to the Ch$ 37.5 billion reported in the same quarter of the previous year.

Chile Wireline Results:

Revenues
(in millions of Chilean Pesos)

Ch$ (millions)	1Q10	1Q09	% Var.	4Q09
Revenues*	**70,913**	**72,091**	**-2%**	**70,360**
Corporate and SME	36,173	37,695	-4%	37,994
Residential	5,734	6,146	-7%	5,675
Infraest. Serv. Telcos, Traffic B. and Others	28,700	27,469	4%	26,097
Others Revenues (Non-core)	306	781	-61%	594

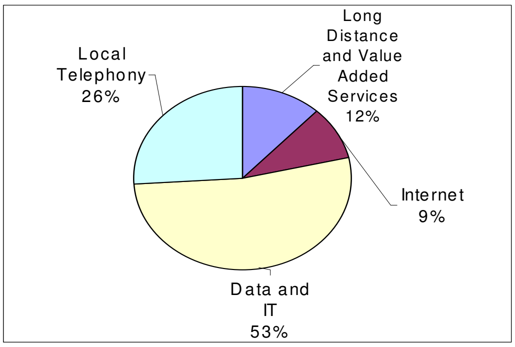
*Includes inter-company revenues with Mobile and Int'l subsidiaries and support companies.

Chile Wireline revenue amounted to Ch$ 70.9 billion, a 2% decline when compared to the Ch$ 72.1 billion reported in the comparable period of 2009.

Corporate and SME segment revenues for the quarter declined 4% when compared to 1Q09 figures. This decline was mainly attributed to lower local telephony revenue impacted by a 45% reduction in access charges from calls directed to mobile companies, and reduced traffic activity. In addition, IT/Data revenues decreases associated with the expiration of IT contracts related to low margin services.

Corporate and SME Revenue

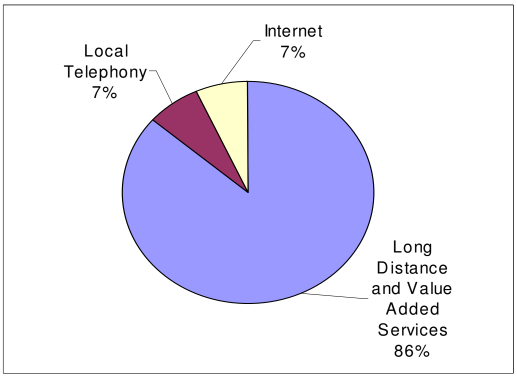
Distribution 1Q10 (local telephony includes NGN)



Residential segment revenues fell 7%, associated with a decline in LD revenues mainly in DLD as a result of lower tariffs. This decline was partially offset by higher revenues in ILD, in-line with higher traffic. Internet revenues also declined as a result of a lower broadband customer base. Partially offsetting these declines was a slight increase in local telephony revenues due to higher ARPU.

Residential Revenue

Distribution 1Q10



Infrastructure service to other Telecom companies, traffic business and other revenues increased 4% during the quarter, mainly due to higher revenues from network leases to related companies. This increase was partially offset by a decline in the low margin traffic business revenue, mainly impacted by lower tariffs mostly due to a decline in the CH$/US$ exchange rate, partially offset by higher incoming traffic.

During the quarter, Operating costs declined 9%, reaching Ch$ 60.9 billion. The main reductions were in access charges and payments to correspondents associated with a decline in traffic business activity and the 45% reduction in access charges rates effective by the end of January, 2009. In addition, there were reductions in salaries, bad debt related to the enterprise segment and traffic business, as well as in depreciation associated with the end of equipment life cycles.

During 1Q10, EBITDA grew 18% versus 1Q09, reaching Ch$ 25.9 billion when compared to the Ch$ 22.0 billion in the comparable quarter. The improvements were across all segments, primarily due to higher margins achieved in rentals of infrastructure to other telecom companies. EBITDA margin reached 37% in 1Q10, up from the 31% in 1Q09. Operating income for the quarter reached Ch$ 10.0 billion versus the Ch$ 5.2 billion reported in 1Q09.

Chile Wireline Main Activities by Services:

- **Data & IT Services – Corporate / SME segments**

Entel continues leading the market in traditional datacom services providing integrated solutions for voice, data and Internet over state-of-the-art IP networks. The Company is also consolidating its position in IT outsourcing.

In addition, Entel is developing services based on the convergence of Fixed and Mobile. As an example, the Company launched “Centrex Fixed to Fixed”, a network solution that allows customers to join a Virtual Central Telephony with other offices, allowing "direct" calls (dialing and receiving a Called ID-type extension) between them. The release of this services complements Uniphone (Fixed & Mobile Centrex) as together they allow customers to operate a single private communication system between all phone lines, fixed or mobile.

During the quarter the following contracts were signed, among others:

- BANCO DE CHILE (Private Financial Services Bank): This agreement consists of the outsourcing of the bank's entire IT operation. As part of the project, data centers will be consolidated into two main sites (located in Ciudad de Los Valles and Longovilo). In addition, the provisioning of management services, monitoring and system operations will be included.

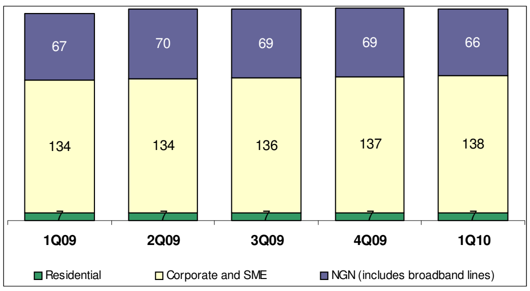
- MEGASALUD S.A., (a leading health care private institution): The agreement provides in-house positions for a period of 24 months, including the entire infrastructure (HW and SW) of 78 call center seats covering 33 nationwide health and dental sites.

- FUNDACION DUOC (a leading technical studies institution): The agreement includes solutions for the first phase of 160 desktop stations. The entire project consists of 13 additional sites throughout the country. In addition, this contract includes network connectivity and backups.

- **Local Telephony (including NGN-IP)**
  Lines in service grew 2% when compared to 1Q09, reaching 212 thousand lines. This increase was mostly in traditional lines in the Corporate and SME segment, while LIS in the residential segment declined. NGN-IP lines remained flat for the period as a consequence of a decline in commercial activity after the earthquake.

Lines in Service

(In thousand)



Long Distance

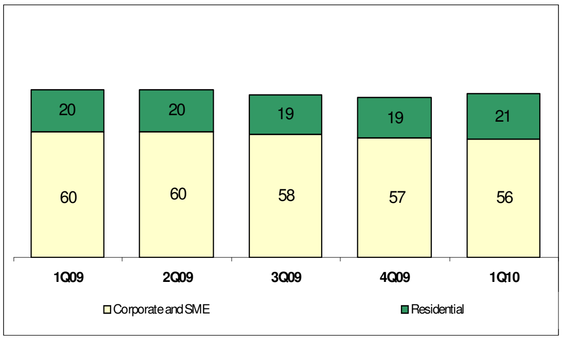
- DLD traffic decreased 2%, principally as a result of lower activity in direct dialing in the corporate and SME segment, partially offset by higher traffic in the residential segment. The average tariff also decreased, mainly explained by a reduction in the residential segment.

- ILD traffic declined 2%, associated with lower activity in the corporate and SME segment. The average tariff increased, driven by the corporate and SME segment.

- Entel's average market share remained stable at 33% in DLD, while ILD market share reached 38%, 1% higher when compared to 1Q09.

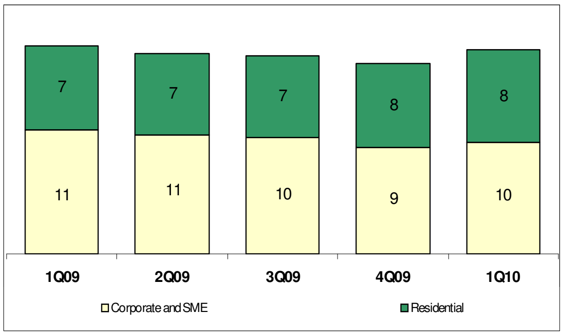
Domestic Long Distance Traffic

(million of minutes)



International Long Distance Traffic

(million of minutes)

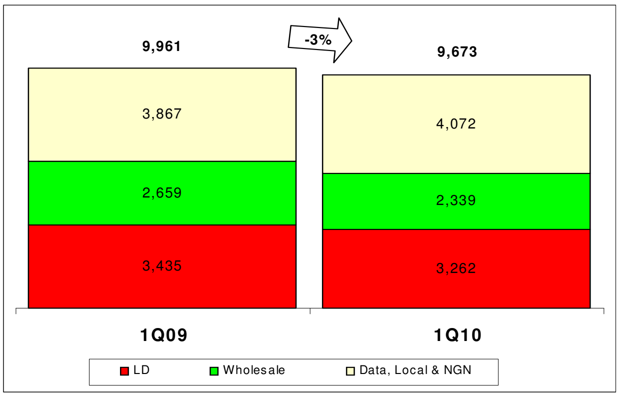


Americatel Peru

Revenues for the quarter amounted to US$ 9.7 million, a 3% decline when compared to figures reported in 1Q09. This decrease was mainly associated with the wholesale business due to lower average tariffs, partially offset by higher incoming traffic. In addition, long distance revenue declined as a result of continued migration to mobile. Partially offsetting these declines was 5% growth in services supplied over Americatel Peru´s own access network associated with integrated IP solutions that provide voice, Internet and data for the SME segment in the Lima Area.

Quarterly Revenues

In thousand US$ (Peruvian Soles divided by 2.84)



Costs and expenses decreased 10% when compared to 1Q09. This was explained by lower LD traffic, directly impacting access charges and payment to correspondants, and reduced advertising associated with LD services. Offsetting this decline was an increase in bad debt as a consequence of the increased NGN customer base.

EBITDA reached US$1.0 million, higher than the US$ 0.1 million loss reported in 1Q09 due to higher margins related to services provided over Americatel´s own access network (NGN-IP, data, Local telephony) and tight cost control in LD services. Operating income for the quarter reached US$ 0.1 million compared to a loss of US$ 0.7 million reported in 1Q09.

BALANCE SHEET

Consolidated Balance Sheet (limited review)

(in millions of Chilean Pesos)

	3M10	3M09	Var %
Assets	**1.384.037**	**1.345.766**	**3%**
Current assets	341.857	333.595	2%
Property, plant & equipment, net	932.491	900.534	4%
Others Non-current assets	109.690	111.637	-2%
Liabilities & shareholders'	**1.384.037**	**1.345.766**	**3%**
Current liabilities	278.960	254.661	10%
Non Current Liabilities	411.875	442.737	-7%
Shareholders' equity	693.202	648.368	7%

Financial Indexes

	Mar/10	Mar/09	Dec/09
Current assets/Current liabilities	1.23	1.31	1.06
EBITDA/Financial expenses	42.85	31.51	35.36
Gross Financial debt/EBITDA*	0.86	0.92	0.85
Total liabilities/(equity + min. interest)	1.00	1.08	1.07

* EBITDA last 12 months.

As of March 31, 2010, gross financial debt amounted to Ch$ 349.0 billion, 5% lower when compared to same period last year. The reduction is explained by the 10% decline in exchange rates (Ch$/US$), affecting US$ denominated debt, and payments of financial leases. This was partially offset by Ch$ 20.0 billion in commercial paper issued in April, 2009. Net debt (gross debt less cash and net balance from hedging activities including mark to market accruals) for the period totaled Ch$ 324.5 billion, a 5% reduction from the Ch$ 342.0 billion reported in 1Q09. This decline was principally derived from the impact of higher cash balance net of financial hedging instruments.

RECENT EVENTS

- According to information requested by the Superintendencia de Valores y Seguros (Local SEC) regarding the status of operational continuity after the earthquake, Entel reported that the Company's operations were not materially affected. The continuity of services was partially affected by the lack of electricity and fuel. However, the Company took additional actions to restore services, reinforcing the necessary infrastructure. As of today, all services have been restored in the affected zones.

- During the first quarter, Entel launched a new brand image. The Company's new image highlights innovation, customer proximity and service excellence, values that underpin Entel's ongoing development.

- Entel rolled over Ch$20 million in commercial paper in April, 2010 at an average monthly interest rate of 0.07%, with a three month maturity period.

- The Annual Shareholder´s meeting was held April 29, 2010. A total dividend of Ch$ 450 per share, related to 2009 profits was approved, of which Ch$ 350 is due for payment on May 25, 2010, while Ch$ 100 was paid in December, 2009 as an interim dividend. In addition, the election of the Board of Directors took place at the Annual Shareholders' Meeting. The current 8 members were re-elected and a new member was appointed: Mr. Raul Alcaino, replacing Mr. Rodrigo Vergara, who resigned in December 2009.

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Company Description

Empresa Nacional de Telecomunicaciones S.A. is the largest telecommunications Company in Chile with Ch$ 994,671 million in annual revenues reported in December 2009. The Company provides mobile and wireline services (including Data & IT, Internet, local telephony, call center, long distance and related services). Entel also has wireline and call center operations in Peru. Entel is listed on the Chilean Stock Exchange (Bolsa de Comercio de Santiago) under the ticker symbol ENTEL and is headquartered in Santiago, Chile.

Glossary of Terms

ARPU: Average Revenue per User. It is presented on a monthly basis.

BPO: Business Process Outsourcing.

Capex: Capital Expenditure.

Churn: Disconnection Rate. It is presented on a monthly basis.

DLD: Domestic Long Distance.

EBIT: Operating earnings.

EBITDA: Operating earnings excluding depreciation, amortization and fixed assets impairment.

EDGE: Enhanced Data rates for GSM Evolution. A technology that gives GSM the capacity to handle data services.

EPS: Earnings Per Share.

GAAP: Generally Accepted Accounting Principles.

GPRS: General Packet Radio Service. Enables GSM networks to offer higher capacity,

Internet-based content and packet-based data services. It is a second generation technology.

GSM: Global System for Mobile communications.

HSPA: High Speed Packet Access. A family of high-speed 3G digital data services that use the GSM technology. The service works with HSPA mobile phones as well as laptops and portable devices with HSPA modems.

HSDPA: High Speed Downlink Packet Access. Is an enhanced 3G (third generation) mobile telephony communications protocol in the High-Speed Packet Access (HSPA) family.

IFRS: International financial reporting standards.

ILD: International Long Distance.

IT: Information Technology.

LIS: Lines In Service.

LTE: Long Term Evolution, is the fourth generation of radio technologies designed to increase the capacity and speed of mobile telephone networks

MOU: Minutes of Use per subscriber. The ratio of traffic in a given period to the average number of subscribers in that same period. It is presented on a monthly basis.

MPLS: Multiprotocol Label Switching, Is a switching technology created to provide virtual circuits in IP networks.

Net debt: Total short and long term debt less cash and net balances from hedging activities.

Net debt / EBITDA: The ratio of total short and long term debt less cash and net balances from hedging activities to trailing 12-month period income before interest, taxes, depreciation and amortization.

NGN: Next Generation Network, The convergence of the public switched telephone network (PSTN) voice network, the internet and the data network.

Other Revenues – Non core: revenues which are not a part of the Company´s core business. Concepts included are gain/(loss) in sales of fixed assets and interest accrued on past due invoices and leasing operations.

SAC: Subscriber Acquisition Cost. The sum of handset subsidies, marketing expenses and commissions to distributors for handset activation. Handset subsidy is calculated as the difference between equipment cost and equipment revenues.

SG&A: Selling, General and Administrative Expenses.

SME: Small & Medium-Sized Enterprises.

SMS: Short Message Service.

VAS: Value Added Services.

WIMAX: Worldwide Interoperability for Microwave Access, a standard-based wireless technology which provides access network.

3.5G: Commercial name for HSDPA, the third generation service given by Entel PCS.

Individual Consolidated Results by Business Segment

(in millions of Chilean Pesos)

	1Q10	1Q09	% Var.
Mobile Telephony			
Total Revenues	**195.215**	**190.722**	**2%**
- Service Revenues and equipment	193.688	190.471	2%
- Others Revenues	1.527	250	510%
Cost of Operations	158.990	153.204	**4%**
Depreciation and Amortization	39.841	39.508	1%
Salaries & Expenses	9.578	8.912	7%
EBITDA	76.066	77.026	**-1%**
EBITDA Margin	39%	40%	
Operating Income	36.225	37.517	**-3%**
Operating Margin	19%	20%	

	1Q10	1Q09	% Var.
Chile Wireline (*)			
Total Revenues	**70.913**	**72.091**	**-2%**
Cost of Operations	**60.910**	**66.940**	**-9%**
Depreciation and Amortization and Impairment	15.924	16.858	-6%
Salaries & Expenses	12.513	13.567	-8%
EBITDA	**25.926**	**22.010**	**18%**
EBITDA Margin	37%	31%	
Operating Income	**10.003**	**5.151**	**94%**
Operating Margin	14%	7%	

(*) Includes data services, I, local telephony, LD, Internet, traffic business and capacity rentals to other telecom companies.

Individual Consolidated Results Americatel Peru.

(in thousands of Peruvian Soles and in million of Chilean Pesos)

	1Q10	1Q09	% Var.	1Q10	1Q09	% Var.
Americatel Peru	**(SOL$)**	**(SOL$)**		**(Ch$)**	**(Ch$)**	
Total Revenues	**27.481**	**28.300**	**-3%**	**5.003**	**5.152**	**-3%**
Cost of Operations	**27.255**	**30.364**	**-10%**	**4.962**	**5.528**	**-10%**
Depreciation and Amortization and Impairment	**2.509**	**2.466**	**2%**	**457**	**449**	**2%**
Salaries & Expenses	**4.372**	**4.536**	**-4%**	**796**	**826**	**-4%**
EBITDA	**2.735**	**402**	**581%**	**498**	**73**	**581%**
EBITDA Margin	**10%**	**1%**		**10%**	**1%**	
Operating Income	**226**	**-2.064**	**n.a**	**41**	**-376**	**n.a**
Operating Margin	**1%**	**-7%**		**1%**	**-7%**	

Any distortion in the figures is due to monetary exchange fluctuation

Entel Group Consolidated Income Statement

(in thousands of Chilean Pesos)

INCOME STATEMENT	YTD 1-01-2010 3-31-2010 M$	YTD 1-01-2009 3-31-2009 M$	Var%
Operating Revenues	250,785,663	251,259,131	
Other Revenues	465,910	1,026,079	
Salaries and Expenses	(24,810,697)	(24,370,289)	
Depreciation and amortization	(55,501,946)	(56,274,338)	
Impairment and bad debt	(7,781,842)	(8,291,189)	
Other Operating Expenses	(116,691,772)	(121,146,319)	
Gain (Loss) on sale of non-current assets	59,734	(4,610)	
Financial income	154,623	754,407	
Financial expenses	(2,402,433)	(3,150,557)	
Exchange gain (Loss)	299,004	(6,766,705)	
Other monetary adjustment	(396,331)	4,031,141	
Profit/(loss) before income Tax	**44,179,913**	**37,066,751**	**19%**
Income Tax	(7,245,804)	(5,858,574)	
Net Income for the period	**36,934,109**	**31,208,177**	**18%**
Earnings per share	**156.15**	**131.95**	
Other Income and (Expense), debit / credit directly to Equity			
Cash Flow Coverage	(6,256,578)	(7,568,573)	
Conversion Adjustments	609,008	(426,299)	
Income Tax	1,063,618	1,286,657	
Other Income and Expense with debits and credits in the Equity, Total	**(4,583,952)**	**(6,708,215)**	
Net Results	**32,350,157**	**24,499,962**	**32%**

Entel Group Consolidated Balance Sheet

(in thousands of Chilean Pesos)

ASSETS	31-03-2010	31-12-2009	Var%
Current assets	**341,856,701**	**321,390,166**	**6%**
Cash and cash equivalents	84,499,641	63,363,142	
Other financial assets	1,565,286	1,949,031	
Trade and other receivables	196,991,294	206,857,485	
Accounts receivable from related entities	782,617	559,866	
Inventory	29,490,506	25,882,906	
Tax assets	11,246,253	11,027,835	
Non-current assets	**1,042,180,666**	**1,043,999,409**	**0%**
Other Financial Assets	6,349,217	5,586,878	
Other non Financial assets	2,800,477	2,628,569	
Trade and other receivables	4,086,925	4,282,535	
Intangible assets	13,732,596	13,721,663	
Goodwill	45,786,481	45,786,481	
Property, plant and equipment	932,490,564	937,358,125	
Deferred tax assets	36,934,406	34,635,158	
TOTAL ASSETS	**1,384,037,367**	**1,365,389,575**	**1%**

Entel Group Consolidated Balance Sheet

(in thousands of Chilean Pesos)

LIABILITIES AND SHAREHOLDERS EQUITY	31-03-2010	31-12-2009	Var%
Current Liabilities	**278,960,013**	**303,397,501**	**-8%**
Other financial liabilities	40,662,351	48,111,954	
Trade and other payables	213,518,353	229,425,777	
Income tax	1,243,240	1,202,537	
Other liabilities non financial	23,536,069	24,657,233	
Non Current Liabilities	**411,875,295**	**401,140,172**	**3%**
Other financial liabilities	376,273,714	364,371,102	
Other provisions	3,478,586	3,313,148	
Deffered income tax	20,792,646	22,016,915	
Employee severance and others	9,695,255	9,734,760	
Other non financial liabilities	1,635,094	1,704,247	
Equity	**693,202,059**	**660,851,902**	**5%**
Paid-in Capital	522,667,566	522,667,566	
Retained Earnings	260,086,824	223,152,715	
Other Reserves	(89,552,331)	(84,968,379)	
Minority interests	-	-	
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	**1,384,037,367**	**1,365,389,575**	**1%**