

TRANSPORTADORA DE GAS DEL INTERIOR S.A. E.S.P. - TGI S.A. E.S.P.

INCOME STATEMENTS

FOR THE PERIOD FROM JANUARY 01, 2008 TO MARCH 31, 2008 AND FROM JANUARY 01, 2009 TO MARCH 31, 2009

(Expressed in millions of Colombian pesos (Col\$) and thousands of U.S. dollars (\$USD))

	As of march 31, 2008		As of march 31, 2009			
OPERATING REVENUES:						
Sales:						
Capacity charges	Col\$	80.448	Col\$	101.975	\$USD	39,815
Variable charges		15.824		23.446		9,154
Non-recurring charges		9.904		12.460		4,865
Other revenues		2.292		3.672		1,434
		<u>108.468</u>		<u>141.553</u>		<u>55,268</u>
OPERATING COSTS:						
Operation and maintenance		8.749		13.183		5,147
Depreciation and amortization		20.870		21.438		8,370
Other operating costs		3.692		8.044		3,141
		<u>33.311</u>		<u>42.665</u>		<u>16,658</u>
Gross Margin		75.157		98.888		38,610
OPERATING AND ADMINISTRATIVE EXPENSES:						
Personnel and general services		3.603		3.308		1,292
Provisions, depreciation and amortization		2.177		2.707		1,057
		<u>5.780</u>		<u>6.015</u>		<u>2,348</u>
Operating income		69.377		92.873		36,261
NON-OPERATING INCOME		226.818		(275.740)		(107,660)
NON-OPERATING EXPENSES		48.634		68.180		26,620
Income before income tax		247.561		(251.047)		(98,019)
INCOME TAX		6.687		4.805		1,876
Net income (loss)	Col\$	240.874	Col\$	(255.852)	\$USD	(99,895)

JORGE ARMANDO PINEDA SANCHEZ
Legal Representative

MARTIN ALONSO MALDONADO RAMIREZ
Accountant - PC 46851-T

TRANSPORTADORA DE GAS DEL INTERIOR S.A. E.S.P. - TGI S.A. E.S.P.

BALANCE SHEETS AS OF MARCH 31, 2008 AND 2009

(Expressed in millions of Colombian pesos (Col\$) and thousands of U.S. dollars (\$USD))

ASSETS	As of march 31, 2008		As of march 31, 2009	
	Col\$		Col\$	\$USD
CURRENT ASSETS:				
Cash and cash equivalents	102.707		265.322	103,593
Restricted cash	7.277		10.307	4,024
Accounts receivable	67.931		89.159	34,811
Inventories	24.211		36.633	14,303
Prepaid expenses	21.243		27.098	10,580
Total current assets.	223.369		428.519	167,311
LONG-TERM ACCOUNTS RECEIVABLE	6.457		10.171	3,971
PROPERTY, PLANT AND EQUIPMENT, NET	960.816		961.192	375,288
OTHER ASSETS, NET	2.234.259		2.170.310	847,377
Total assets	Col\$ 3.424.901		Col\$ 3.570.192	\$USD 1.393,947
Memorandum Accounts	Col\$ 1.373.979		Col\$ 4.807.602	\$USD 1.877,082
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES:				
Financial obligations	22.724		32.265	12,598
Accounts payable	7.114		5.667	2,212
Labor obligations	232		99	0,039
Collections on behalf of third parties	6.362		9.699	3,787
Provisions	3.501		26.540	10,362
Total current liabilities	39.933		74.270	28,998
LONG-TERM LIABILITIES:				
Financial obligations	2.040.192		2.868.555	1.120,000
Hedging	-		(69.784)	(27,246)
Other liabilities	39.210		69.010	26,944
Total long-term liabilities	2.079.402		2.867.781	1.119,698
Total liabilities	2.119.335		2.942.051	1.148,696
SHAREHOLDERS' EQUITY:				
Capital stock	750.000		750.000	292,830
Additional paid-in capital	24.703		24.703	9,645
Reserves	289.990		289.990	113,224
Previous years' losses	-		(180.700)	(70,553)
Accumulated results	240.873		(255.852)	(99,895)
Total shareholders' equity	1.305.566		628.141	245,251
Total liabilities and shareholders' equity	Col\$ 3.424.901		Col\$ 3.570.192	\$USD 1.393,947
Memorandum Accounts	Col\$ 1.373.979		Col\$ 4.807.602	\$USD 1.877,082

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TRANSPORTADORA DE GAS DEL INTERIOR S.A. E.S.P. - TGI S.A. E.S.P.


STATEMENTS OF CASH FLOWS

FOR THE PERIOD FROM JANUARY 01, 2008 TO MARCH 31, 2008 AND FROM JANUARY 01, 2009 TO MARCH 31, 2009

(Expressed in millions of Colombian pesos (Col\$) and thousands of U.S. dollars (\$USD))

	As of march 31, 2008		As of march 31, 2009			
	Col\$		Col\$	\$USD		
CASH FLOWS FROM OPERATING ACTIVITIES:						
Net income	Col\$	240.874	Col\$	(255.851)	\$USD	(99,895)
Reconciliation between net income and net cash provided by operating activities:						
Depreciation and amortization		22.172		17.070		6,665
Exchange (gain) loss		(220.745)		363.691		142,000
Deferred tax		-		2.889		1,128
Provisions		-		7.339		2,865
		<u>42.301</u>		<u>135.138</u>		<u>52,763</u>
Changes in assets and liabilities of operation, net:						
Current Assets						
Accounts receivable		(19.382)		(33.401)		(13,041)
Inventories		(274)		(458)		(0,179)
Prepaid expenses		886		930		0,363
Non-Current Assets						
Long-Term Accounts receivable		(6.457)		(1.241)		(0,484)
Other assets		880		1.198		0,468
Current liabilities						
Accounts payable		22.696		(56.648)		(22,118)
Labor obligations		(137)		(193)		(0,076)
Collections in favor of third parties		(1.027)		2.253		0,879
Provisions		2.775		4.759		1,858
Long-Term Liabilities						
Provisions		(606)		53.787		21,000
Net cash provided by operating activities		<u>41.655</u>		<u>106.124</u>		<u>41,435</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Permanent investments		324		(354)		(0,138)
Property, plant and equipment		(2.492)		(4.065)		(1,587)
Net cash used by investing activities		<u>(2.168)</u>		<u>(4.419)</u>		<u>(1,725)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:						
Financial obligations		<u>(17.335)</u>		<u>(95.842)</u>		<u>(37,420)</u>
Net cash provided by (used in) financing activities		<u>(17.335)</u>		<u>(95.842)</u>		<u>(37,420)</u>
NET INCREASE IN CASH	Col\$	22.152	Col\$	5.863	\$USD	2,289
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		<u>28.525</u>		<u>269.766</u>		<u>105,328</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	Col\$	<u>50.677</u>	Col\$	<u>275.629</u>	\$USD	<u>107,617</u>


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