

Financial Statements

COSTANERA NORTE



SOCIEDAD CONCESIONARIA COSTANERA NORTE S.A.

FINANCIAL STATEMENTS
AT DECEMBER 31, 2012

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CLP\$ Chilean Pesos

ThCLP\$ Thousands of Chilean Pesos

UF Unidades de Fomento (inflation index-linked units of account)

USD United States Dollars

IAS International Accounting Standards

IFRS International Financial Reporting Standards

IFRIC International Financial Reporting Interpretations Committee

INDEPENDENT AUDITOR REPORT

March 21, 2013

TO THE SHAREHOLDERS AND BOARD OF DIRECTORS OF SOCIEDAD CONCESIONARIA COSTANERA NORTE S.A.

We have audited the accompanying financial statements of Sociedad Concesionaria Costanera Norte S.A. (the "Company"), which comprise the consolidated statements of financial position as of December 31, 2012, and the related statements of comprehensive income, changes in equity, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in Chile. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we express no such opinion. An audit also includes assessing the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by the Company's management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

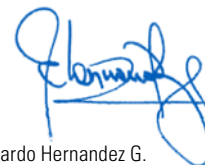
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sociedad Concesionaria Costanera Norte S.A. as of December 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

PREDECESSOR AUDITORS' OPINION ON THE 2011 FINANCIAL STATEMENTS

The financial statements of Sociedad Concesionaria Costanera Norte S.A. as of and for the year ended December 31, 2011, were audited by other auditors, whose report, dated March 14, 2012, expressed an unmodified opinion on those statements.

OTHER-MATTER

The accompanying consolidated financial statements have been translated into English for the convenience of readers outside Chile.



Edgardo Hernandez G.

R.U.T.: 7,777,218 - 9

CLASSIFIED STATEMENT OF FINANCIAL POSITION

ASSETS	Note	12-31-2012	12-31-2011
CURRENT ASSETS		ThCLP\$	ThCLP\$
Cash and cash equivalents	6 - 7	15,239,002	27,252,963
Other current financial assets	6 - 9	45,996,399	41,121,572
Other current non-financial assets		1,209,730	884,264
Trade and other current receivables	6 - 8	34,061,569	27,871,832
Accounts receivable from related companies, current	6 - 10	122,597	48,374
Current inventories		1,204,841	1,247,963
Total current assets other than assets or disposal groups classified as held for sale or as held for distribution to owners		97,834,138	98,426,968
Total current assets		97,834,138	98,426,968
ACTIVOS NO CORRIENTES			
Other non-current financial assets	6 - 9	222,789,896	225,130,427
Intangible assets other than goodwill	12	193,742,570	195,454,975
Property, plant and equipment	13	979,195	988,316
Total non-current assets		417,511,661	421,573,718
TOTAL ASSETS		515,345,799	520,000,686

CLASSIFIED STATEMENT OF FINANCIAL POSITION

CURRENT LIABILITIES	Note	12-31-2012	12-31-2011
PASIVOS CORRIENTES	ThCLP\$	ThCLP\$	ThCLP\$
Other current financial liabilities	6 - 15	7,130,260	5,580,425
Trade and other current payables	6 - 16	1,686,743	1,861,543
Accounts payable to related companies, current	6 - 17	4,221,473	2,926,101
Other current provisions	18	893,555	872,167
Current tax liabilities, current	11	194,369	261,634
Other current non-financial liabilities	19	991,051	1,047,380
Total current liabilities other than liabilities included in disposal groups classified as held for sale		15,117,451	12,549,250
TOTAL CURRENT LIABILITIES		15,117,451	12,549,250
NON-CURRENT LIABILITIES			
Other non-current financial liabilities	6 - 15	220,583,201	224,000,009
Accounts payable to related companies, non-current	6 - 17	61,631,247	99,901,249
Other non-current provisions	18	3,063,590	2,829,006
Deferred tax liabilities	14	27,980,828	17,928,173
Other non-current non-financial liabilities	19	8,294,564	10,722,699
TOTAL NON-CURRENT LIABILITIES		321,553,430	355,381,136
TOTAL LIABILITIES		336,670,881	367,930,386
EQUITY			
Issued capital	20	58,859,766	58,859,766
Retained earnings (losses)	22	119,815,152	93,210,534
Total equity attributable to owners of parent		178,674,918	152,070,300
TOTAL EQUITY		178,674,918	152,070,300
TOTAL EQUITY AND LIABILITIES		515,345,799	520,000,686

STATEMENT OF INCOME BY NATURE

	Note	12-31-2012	12-31-2011
PROFIT (LOSS)		ThCLP\$	ThCLP\$
Revenue	23	43,587,173	37,529,763
Expenses for employee benefits		(3,366,954)	(3,068,924)
Depreciation and amortization expenses		(1,917,400)	(1,565,298)
Other expenses by nature	24	(8,330,014)	(7,859,552)
Profit (loss) from operating activities		29,972,805	25,035,989
Finance income	25	21,054,354	20,860,002
Finance costs	26	(13,466,155)	(15,226,545)
Exchange rate differences	28	8,462	4,217
Income by indexation unit	29	(912,193)	(3,112,990)
Profit (loss) before tax		36,657,273	27,560,673
Income tax expense	14 - 27	(10,052,655)	(4,082,978)
Profit (loss) from continuing operations		26,604,618	23,477,695
Profit (loss)		26,604,618	23,477,695
PROFIT (LOSS), ATTRIBUTABLE TO:			
Profit (loss), attributable to owners of parent		26,604,618	23,477,695
Profit (loss)		26,604,618	23,477,695
EARNINGS PER SHARE			
BASIC EARNINGS PER SHARE			
Basic earnings (loss) per share from continuing operations		521,659	460,347
Total basic earnings (loss) per share		521,659	460,347
DILUTED EARNINGS PER SHARE			
Diluted earnings (loss) per share from continuing operations		521,659	460,347
TOTAL DILUTED EARNINGS (LOSS) PER SHARE		521,659	460,347
STATEMENT OF COMPREHENSIVE INCOME			
Profit (loss)		26,604,618	23,477,695
Comprehensive income		26,604,618	23,477,695
COMPREHENSIVE INCOME ATTRIBUTABLE TO:			
Comprehensive income, attributable to owners of parent		26,604,618	23,477,695
TOTAL COMPREHENSIVE INCOME		26,604,618	23,477,695

STATEMENT OF CASH FLOWS (DIRECT METHOD)

	Nota	12-31-2012	12-31-2011
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE OPERACIÓN		ThCLP\$	ThCLP\$
CLASES DE COBROS POR ACTIVIDADES DE OPERACIÓN			
Cobros procedentes de las ventas de bienes y prestación de servicios		69,875,901	59,706,016
Otros cobros por actividades de operación		47,156	116,219
CLASES DE PAGOS			
Pagos a proveedores por el suministro de bienes y servicios		(11,423,237)	(10,942,523)
Pagos a y por cuenta de los empleados		(2,756,505)	(2,728,740)
Pagos por primas y prestaciones, anualidades y otras obligaciones derivadas de las pólizas suscritas		(1,135,837)	(1,229,986)
Otros pagos por actividades de operación		(2,387,802)	(2,132,514)
FLUJOS DE EFECTIVO NETOS PROCEDENTES DE (UTILIZADOS EN) LA OPERACIÓN		52,219,676	42,788,472
Intereses pagados, clasificados como actividades de operación		(12,213,782)	(11,730,489)
Intereses recibidos, clasificados como actividades de operación		343,121	942,151
Impuestos a las ganancias pagados (reembolsados), clasificados como actividades de operación		0	(5,553)
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE OPERACIÓN		40,349,015	31,994,581
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE INVERSIÓN			
Compras de propiedades, planta y equipo, clasificados como actividades de inversión		(291,726)	(113,885)
Importes procedentes de activos a largo plazo, clasificados como actividades de inversión		0	3,560,019
Compras de otros activos a largo plazo, clasificados como actividades de inversión		(2,730,910)	(2,670,618)
Otras entradas (salidas) de efectivo, clasificados como actividades de inversión		(1,089,497)	432,222
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE INVERSIÓN		(4,112,133)	1,207,738
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE FINANCIACIÓN			
Pagos de préstamos a entidades relacionadas		(42,309,187)	(10,979,480)
Intereses pagados, clasificados como actividades de financiación		(5,949,597)	(5,038,081)
FLUJOS DE EFECTIVO PROCEDENTES DE (UTILIZADOS EN) ACTIVIDADES DE FINANCIACIÓN		(48,258,784)	(16,017,561)
INCREMENTO (DISMINUCIÓN) EN EL EFECTIVO Y EQUIVALENTES AL EFECTIVO, ANTES DEL EFECTO DE LOS CAMBIOS EN LA TASA DE CAMBIO		(12,021,902)	17,184,758
Efectos de la variación en la tasa de cambio sobre el efectivo y equivalentes al efectivo		7,941	359,640
Efectos de la variación en la tasa de cambio sobre el efectivo y equivalentes al efectivo		(12,013,961)	17,544,398
Incremento (disminución) de efectivo y equivalentes al efectivo		27,252,963	9,708,565
Efectivo y equivalentes al efectivo al inicio del período			
EFFECTIVO Y EQUIVALENTES AL EFECTIVO AL FINAL DEL PERÍODO	7	15,239,002	27,252,963

STATEMENT OF CHANGES IN EQUITY

CURRENT PERIOD	Issued capital	Retained earnings (losses)	Equity attributable to owners of parent	Total equity
	THCLP\$	THCLP\$	THCLP\$	THCLP\$
Opening balance as of 01-01-2012	58,859,766	93,210,534	152,070,300	152,070,300
Opening balance restated	58,859,766	93,210,534	152,070,300	152,070,300
CHANGES IN EQUITY				
Comprehensive income				
Profit (loss)	0	26,604,618	26,604,618	26,604,618
COMPREHENSIVE INCOME	0	26,604,618	26,604,618	26,604,618
TOTAL CHANGES IN EQUITY	0	26,604,618	26,604,618	26,604,618
CLOSING BALANCE AS OF 12-31-2012	58,859,766	119,815,152	178,674,918	178,674,918

CURRENT PERIOD	Issued capital	Retained earnings (losses)	Equity attributable to owners of parent	Total equity
	THCLP\$	THCLP\$	THCLP\$	THCLP\$
Opening balance as of 01-01-2011	58,859,766	69,732,839	128,592,605	128,592,605
Opening balance restated	58,859,766	69,732,839	128,592,605	128,592,605
CHANGES IN EQUITY				
Comprehensive income				
Profit (loss)	0	23,477,695	23,477,695	23,477,695
Comprehensive income	0	23,477,695	23,477,695	23,477,695
Total changes in equity	0	23,477,695	23,477,695	23,477,695
Closing balance as of 12-31-2011	58,859,766	93,210,534	152,070,300	152,070,300

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - GENERAL INFORMATION

Sociedad Concesionaria Costanera Norte S.A. was incorporated as a closely held corporation by means of a public deed dated March 21, 2006. On May 24, 2006 the Company was registered at the Securities Register under number 938; therefore, the Company is subject to the supervision of the Superintendency of Securities and Insurance.

The domicile of Sociedad Concesionaria Costanera Norte S.A. is 1430 General Prieto, Independencia District, Santiago; however, it may open agencies or branches somewhere else in or out of Chile. The Company's life is indefinite, but it may not be terminated before two years starting from the ending date of the Concesión Sistema Oriente Poniente (East-West System Concession). The Company's corporate purpose is the performance, repair, care, maintenance, exploitation and operation of the public work called "Concesión Internacional Sistema Oriente-Poniente" (International East-West System Concession), as well as the rendering and exploitation of services in accordance with the concession arrangement intended to carry out such work and the other activities required for the correct project delivery.

In accordance with the Company's by-laws, the Company's capital is fifty one billion Chilean pesos (ThCLP\$51,000,000) divided into fifty one thousand (51,000) ordinary registered no par value shares of the same series and value. To date the Company's capital is fully subscribed to and paid in.

On September 21, 2006 Sociedad Concesionaria Nueva Costanera S.A. ("Nueva Costanera" or the "Company", which subsequently changed its corporate name to Sociedad Concesionaria Costanera Norte S.A.), a company controlled by Grupo Costanera S.p.A. (formerly known as Autopista do Pacífico S.A.), purchased all the shares issued by Sociedad Concesionaria Costanera Norte S.A. ("Costanera Norte") by the transfer made by Impregilo International Infrastructures N.V., Empresa Constructora Fe Grande S.A. and Empresa Constructora Tecsa S.A., as the only shareholders of Sociedad Concesionaria Costanera Norte S.A. then to Nueva Costanera S.A. (in conformity with the respective share purchase-sale contracts signed by means of private documents dated September 15, 2006).

On June 28, 2012 Atlantia, an Italian company, through its Italian subsidiary Autostrade per l'Italia S.p.A., financed the purchase of the shares that Autostrade Sud America S.r.L. ("ASA") made from Società Iniziative Autostradali e Servizi - SIAS S.p.A. (whose ownership was 45.765% of its capital) and Mediobanca – Banca di Credito Finanziario S.p.A. ("Mediobanca") (whose ownership was 8.47% of its capital).

Sociedad Concesionaria Costanera Norte S.A. is controlled by its majority shareholder Grupo Costanera S.p.A., which is controlled by Autostrade Sud América S.r.L. and Inversiones CPPIB Chile Ltda., in accordance with the tables below:

Company	Shareholders	Subscribed and paid-in shares	Ownership percentage
Grupo Costanera S.P.A.	Autostrade Sudamérica S.r.L.	267,163,400	50.01%
	Inversiones CPPIB Chile Ltda.	267,056,556	49.99%

Company	Company structure	Ownership percentage
Autostrade Sud America S.r.L.	Autostrade per l'Italia S.P.A.	100%
Inversiones CPPIB Chile Ltda.	CPPIB Chile S.P.A.	99%
	Canada Pension Plan Investment Board	1%

The relationships of the shareholders of Sociedad Concesionaria Costanera Norte S.A. are governed by its by-laws.

These financial statements of Sociedad Concesionaria Costanera Norte S.A. include the Classified Statement of Financial position, the Statement of Income by Nature, the Statement of Cash Flows (Direct Method), Statement of Changes in Equity and the Notes to the Financial Statements.

The financial statements present fairly the Company's equity and financial position at December 31, 2012 and 2011, including its operating results, changes in equity and cash flows for the year ended December 31, 2012 and 2011.

For comparison purposes, the Statement of Financial Position and the related notes are presented comparatively with the balances at December 31, 2011. The Statement of Income, the Statement of Cash Flows and the Statements of Changes in Equity are presented compared with the year ended December 31, 2011.

The Company's management states that these financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), issuer of the standards. The IFRS have been adopted in Chile under the name of: Chilean Financial Reporting Standards (CHFRS), and represent the total explicit adoption of the IFRS.

These financial statements were approved and authorized by the Superintendency of Securities and Insurance in the Board of Directors' meeting held on March 21, 2013.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These are the main accounting principles adopted in the preparation of these financial statements. These policies have been defined in accordance with IAS and IFRS effective at December 31, 2012, and have been applied consistently to all the compared years that are presented in these financial statements.

2.1. BASIS OF PREPARATION

Sociedad Concesionaria Costanera Norte S.A. has prepared its Financial Statements based on the International Financial Reporting Standards (IFRS).

In the preparation of these financial statements the Company's management has applied its best understanding of IAS and IFRS, their interpretations and events and circumstances that are in effect and applicable to the Company to prepare its financial statements.

Statement of cash flows – The Company has taken into account the following for preparing the statement of cash flows:

The concept of cash and cash equivalent includes balances of cash and current accounts with no restrictions. All the Company's short-term investments are classified as "Other current financial assets", as they are subject to restrictions from the funding agreement.

The movements of these investments in the Statement of Cash Flows are shown in "Proceeds from sales of other long-term assets".

Operating activities: These are the activities that are the main source of the Company's revenue, as well as other activities that can not be classified as investment or financing activities.

Investing activities: These are acquisition, sale or disposal by other means of long-term assets and other investments not included in cash and cash equivalents.

Financing activities: These are activities that cause changes in the size and composition of the net equity and of the financial liabilities.

The presentation of the financial statements in accordance with IFRS requires the use of certain accounting estimates and also demands from management to exercise its judgment on the application of the Company's accounting policies. Note 4 of these financial statements shows the areas in which, due to their complexity, a higher level of judgment is applied, and assumptions and estimates are made.

2.2. OPERATING SEGMENT FINANCIAL INFORMATION

The Company does not report segment information in accordance with IFRS 8 - Operating Segments, as it has only one corporate purpose, that is the performance, repair, care, maintenance, exploitation and operation of the public work called "Concesión Internacional Sistema Oriente-Poniente" (International East-West System Concession).

2.3. FOREIGN CURRENCY TRANSACTIONS

(a) Presentation currency and functional currency

The items included in the financial statements are measured by using the currency of the main economic environment in which the Company operates ("functional currency"). The financial statements of Sociedad Concesionaria Costanera Norte S.A. are in Chilean pesos, which is the Company's functional currency and presentation currency.

b) Transactions

Transactions in foreign currency are translated into the functional currency by using the exchange rates prevailing at the dates of the transactions. The losses and gains in foreign currency, resulting from the liquidation of these transactions and from the translation at the closing rates of exchange of monetary assets and liabilities in foreign currency, are recognized in the statement of income.

(c) Exchange rates

The exchange rates used in the translation of assets and liabilities denominated in foreign currency and in unidades de fomento (inflation index-linked units of account) are stated as follows:

Moneda	12-31-2012	12-31-2011
US dollar (CLP\$/US\$)	479.96	519.20
Euro (CLP\$/€)	634.45	672.97
Unidad de Fomento (CLP\$/UF)	22,840.75	22,294.03

2.4 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment mainly include vehicles and machinery. The items included in property, plant and equipment are recognized for their cost less depreciation and accumulated impairment loss, if any.

The historical cost includes the expenses directly attributable to the acquisition of the items.

Subsequent costs are included in the value of the initial asset or are recognized as a separate asset, only when it is probable that future economic benefits associated with fixed assets will flow to the entity and the cost of the item can be measured reliably. The value of the replaced component is derecognized. The rest of maintenance and repair expenses are recognized in the income statement in the year in which they are incurred.

Land is not depreciated. Depreciation is calculated by using the straight line method to allocate their costs or amounts restated at their salvage values over the estimated useful lives of the assets.

The salvage value and the useful life of assets are reviewed and adjusted, if necessary, at each year-end.

When the value of an asset is higher than its estimated recoverable amount, its value is immediately reduced up to its recoverable amount (Note 2.7).

Gains or losses on the sale of fixed assets are calculated by comparing proceeds with the book value and are included in the statement of income.

2.5. INTANGIBLE ASSETS

(a) Software

Software licenses acquired are capitalized at costs incurred when acquiring, preparing and implementing them. These costs are amortized during their estimated useful life (from 3 to 5 years).

(b) Sub-concessions of gasoline distributors and telecommunications

Sociedad Concesionaria Costanera Norte S.A. has identified and valued, as intangible assets, the sub-concession contracts with COPEC and TELSITE, which resulted from the business combination at the acquisition date (September 21, 2006).

The initial recognition was made based on the Discounted Cash Flows Approach. For this purpose, the payments of monthly installments of both sub-concessions were considered. In the case of COPEC, the cash flows related to payments made by service stations actually installed were discounted, as well as the payment for the exclusive rights to exploit this service in the segment between La Dehesa Bridge and Route 68. In the case of TELSITE, the cash flows related to the exploitation of the multi-duct in specific segments of the highway were used.

The rate used for the discounting of cash flows was the weighted average cost of capital (WACC), estimated at 6.8%.

The above is recognized as the initial cost of the intangible asset sub-concession COPEC-TELSITE, which is the fair value at the acquisition date, since such amount represents the expectations regarding the probability that the future economic benefits added to the asset flow to the Company.

The aforementioned discounted cash flow method meets two requirements for its recognition: (i) as mentioned in IAS 38, future cash flows are likely to be included in the Company; and (ii) the cost of the asset can be reliably measured due to the fact that it results from a legal and contractual right.

In regard to the amortization calculation, this is determined in accordance with the income approach: First, for each period, a factor corresponding to the proportion between projected income for that period and total projected income for the entire concession term is determined. This factor is applied to the amortized item to calculate the amount related to the aforementioned period.

2.6 INTEREST EXPENSE

Interest expense incurred to build any eligible asset is capitalized during the period of time required to complete and repair the asset for its intended use. Other interest expense is recorded in income (expense). There was no capitalization of financial expenses in the reporting periods.

2.7 IMPAIRMENT LOSSES OF NON-FINANCIAL ASSETS

Assets that have an indefinite useful life and are not subject to amortization are tested for impairment loss on an annual basis. Assets subject to amortization are tested for impairment loss provided that there is an event or change in the circumstances that indicates that their carrying amount may not be recovered. An impairment loss is recognized for the excess of the carrying amount of the asset over its recoverable amount. The recoverable amount is the fair value of an asset less costs to sell and its value in use. In order to evaluate the impairment loss in their value, the assets are grouped at the lowest level for which there are separately identifiable cash flows. Non-financial assets that would have had an impairment loss are reviewed every statement of financial position, in case reversals of loss had occurred. No impairment has been observed in the reporting periods.

2.8 FINANCIAL ASSETS

In accordance with the scope of IAS 39, financial assets are defined as: Held-for-trading financial assets, loans and accounts receivable, held-to-maturity investments or available-for-sale financial assets, as appropriate. The management determines the classification of its financial instruments at the time of initial recognition based on the purpose for which they were acquired.

The financial liabilities are recognized initially at their fair value plus the costs of the transaction at fair value affecting income.

Investments are written off when the right to receive cash flows has expired or has been transferred, and the Company has transferred all the related risks and advantages substantially.

(a) Financial assets at fair value through profit or loss:

Financial assets at fair value through profit or loss are held-for-trading financial assets. A financial asset is classified in this category if it is acquired mainly with the purpose of selling in the short term. Assets in this category are classified as current assets.

(b) Held-to-maturity financial assets

Held-to-maturity financial assets are non-derivative financial assets with fixed or determined payments and a fixed maturity, of which the Company's management has the positive intention and capacity to maintain until their maturity. These financial instruments are included in Other financial assets- non-current, except for those with maturities under 12 months starting from the date of the financial statement that are classified as Other financial assets – current. Their recognition is made through amortized cost and the accrual of the instrument is recorded directly in income.

(c) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determined payments that are not quoted on an active market. This category includes Trade and other receivables in current assets, except for maturities over 12 months starting from the date of the financial statement that are classified as non-current assets. Their recognition is made through amortized cost and the accrual of the agreed-upon conditions is recorded directly in income.

2.9 TRADE AND OTHER RECEIVABLES

Trade and receivables are recorded initially at fair value and subsequently they are stated at amortized cost using the effective interest rate method, less the provision for impairment losses. The impairment assessment is performed including not due credits and based on statistics of historical recovery of the Company.

The carrying amount of the asset is reduced as the provision account is used and the loss is recognized in the statement of income. When an account receivable is uncollectible, a charge to the statement of income is recognized against the provision account for receivables.

The subsequent recovery of amounts previously written off is recognized as credits in the statement of income.

2.10 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, time deposits in financial institutions, and other highly liquid current investments originally maturing in 3 months or less and with a minimum value loss risk.

2.11 INVENTORIES

Inventories are stated at the lower between their acquisition cost and their net realizable value based on the weighted average cost method.

Net realizable value represents the estimated selling price during the normal operations of the business, less distribution and selling expenses. When market conditions generate a situation in which the cost exceeds their net realizable value, a provision for the difference is recorded. This has not occurred in the reporting periods.

2.12 CONCESSION ARRANGEMENT

Costanera Norte highway concession is within the scope of IFRIC 12 "Service Concession Arrangements". This interpretation requires that the investment in public infrastructure is not recorded as the operator's property, plant and equipment, but as a financial asset, an intangible or a combination of both, as appropriate.

The management concluded that, given the characteristics of the concession arrangement, the Company has both assets: (i) a financial asset represented by the receivable guaranteed by the State; and (ii) an intangible representing its right to use public infrastructure for a certain period of time and charge users a related rate. These are the most significant accounting policies regarding both assets:

a) Receivable (financial assets)

This is the unconditional contractual right (in accordance with IFRIC 12) to receive cash flows from the State (through the Chilean Ministry of Public Works) according to the tender conditions of the concession arrangement. This receivable included in Other financial assets in current and non-current assets is valued at the present value of the respective guaranteed cash flows (guaranteed minimum income) discounted at the interest rate stated in the concession arrangement. These receivables are included as current assets, except for those with maturity over one year, which are presented as non-current assets.

b) Intangible

The Company has recognized an intangible asset arising from the service concession arrangement in accordance with IFRIC 12, as it is entitled to charge the users for the use of the infrastructure. The Company has capitalized the construction costs and, as part of the initial measurement of the asset, part of the financial expenses associated with the funding of the construction, which were capitalized in the commissioning of the concession (investment in infrastructure).

This intangible asset represents the right of the Company to receive the surplus of the guaranteed cash flows from the collection of tolls, upon the amount of guaranteed minimum income. As mentioned, the guaranteed minimum income is part of the receivable from the Chilean Ministry of Public Works (financial asset) and, therefore, has not been included in the measurement of the intangible asset.

In regard to the amortization calculation, this is determined in accordance with the income approach: First, for each period, a factor corresponding to the proportion between projected income for that period and total projected income for the entire concession term (until 2033) is determined. Projected income, net of that corresponding to the guaranteed minimum income for that year, is used for both values. This factor is applied to the item to calculate the amount of amortization related to the aforementioned period.

2.13 TRADE AND OTHER PAYABLES

Suppliers are recorded initially at fair value and, subsequently, they are stated at amortized cost using the effective interest rate method, when they are considerably old.

2.14 OTHER CURRENT AND NON-CURRENT FINANCIAL LIABILITIES

External resources are recognized initially at fair value, net of costs incurred in the transaction. Subsequently the external resources are valued at amortized cost and any difference between the funds obtained (net of the costs required to obtain them) and the reimbursement amount, and they are recognized in the statement of income throughout the useful life of the debt, using the effective interest rate method.

External resources are classified as current liabilities, unless the Company has an unconditional right to defer their settlement for at least 12 months after the balance sheet date.

2.15 INCOME TAX AND DEFERRED TAXES

a) Income tax

Income tax assets and liabilities have been calculated considering the amount that is expected to be refunded or paid in accordance with the legal regulations in effect at each year-end. The effects are recorded charged to or crediting income.

b) Deferred taxes

Deferred taxes are calculated considering the temporary differences between tax and financial assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to adjust current tax assets and current tax liabilities, and when they relate to income taxes levied by the tax authority on the same taxable entity. A deferred tax asset is recognized to the extent that it is probable that future tax results are available at the time the temporary difference may be used. Deferred tax assets are reviewed at each year-end.

Deferred tax assets corresponding to unused tax losses are recognized to the extent that there is a probability of generating future tax benefits allowing their recovery.

2.16 PROVISIONS

Provisions are recorded in accordance with IAS 37, if the following conditions are met:

- (a) The company has the current obligation (either legal or constructive) as a result of past events;
- (b) The company is likely to have to use funds that result in financial benefits to settle the obligation; and
- (c) A reliable estimate can be made of the amount of the obligation.

If the three aforementioned conditions are not met, the company does not recognize the provision. The Company does not recognize contingent assets and contingent liabilities, as there is no certainty regarding the amounts or the occurrence of the events.

The amounts recognized for provisions at year-end are the best estimate of the disbursement needed to settle this obligation. Therefore, the Company calculates its provision based on detailed analyses taking into account different variables, projections and estimates involved in the calculation.

As the provisions are valued with the best estimate of the future disbursement that the Company has at year-end, when the financial effect as a result of the discount of the future flows of disbursement is significant, the amount of the provision is valued by the present value of disbursements that are expected to be required to settle the obligation.

Consequently, provisions in current and non-current liabilities basically include the periodical recognition of the obligation to maintain and repair the highway in order to comply with the standards of the tender conditions. This provision has been calculated based on the technical analyses that take into account different maintenance or repair cycles of the highway, and the normal wear in accordance with traffic projections. Such obligation is recorded at present value in accordance with IAS 37.

2.17 REVENUE RECOGNITION

a) Revenue

In this item the Company records the amounts of tolls charged to the users that use the highway under concession.

The Company deducts from its revenue the amortization associated with the financial assets for the projected income of the model determined in accordance with IFRIC 12.

b) Finance income

Financial interest income is recognized using the effective interest method.

Finance income includes income from the mixed model in accordance with IFRIC 12; therefore, this item includes income from the concession arrangement, which is represented by accrued interest for the receivable associated with guaranteed minimum income in accordance with the concession arrangement entered into with the Chilean Ministry of Public Works.

2.18 DIVIDEND DISTRIBUTION

The Company's dividend policy is subject to the financial obligations contracted upon the issue of the bond. Dividends may be distributed when there are available financial resources and the obligations or restrictions established in the financing agreements are met.

Given the aforementioned restrictions, the management considers that there are the conditions to perform the dividend distribution; however, the management has decided to keep the funds in the Company to finance the works as instructed by the Chilean Ministry of Public Works in accordance with Resolution of the Department of Public Works N° 4324 (See Note 32 in the concession arrangement).

2.19 ENVIRONMENT

In case there are environmental liabilities, these are recorded based on the current interpretation of environmental laws and regulations, when it is likely that a present obligation arises and the amount of such liability can be reliably calculated.

2.20 ADVERTISING EXPENSES

Advertising expenses are recognized in income when incurred.

2.21 EXPENSES FOR GOODS AND SERVICES INSURANCE

The payments of insurance policies that the Company contracts are recognized in expenses on an accrual basis, regardless of the payment terms. Paid and not consumed amounts are recognized as advance payments in current assets.

Costs of claims are recognized in income immediately after they are known. Amounts to be recovered are recorded as assets to be refunded by insurance companies in Other current non-financial assets, calculated in accordance with the insurance policies, once all the conditions guaranteeing their recovery are met.

2.22 EARNINGS PER SHARE

Earnings per share are determined by dividing the net income attributable to the owners of the parent by the number of paid-in registered ordinary shares at each year-end.

2.23 ISSUED CAPITAL

Ordinary shares are classified as equity.

NOTE 3 - FINANCIAL RISK MANAGEMENT

3.1 FINANCIAL RISK FACTORS

The Company's activities are exposed to different kinds of financial risks, mainly interest rate risk, credit risk and liquidity risk.

The Administration and Finance Management is responsible for risk management to comply with policies approved by the Board of Directors in line with the requirements of the financing agreements. This management identifies, assesses and covers financial risks with the help of the Company's operating units. The Collateral Agency and Security Agreement (CASA) signed with the Guarantor of the Bonds and Debentures defines the Allowed Investments. The Company follows those guidelines.

(a) Exposure to market risks

Exposure to interest rate changes

In its interest rate risk management and considering the nature of the business, the Company structured its long-term sources of funding on the issue of bonds in the local market denominated in unidades de fomento (inflation index-linked units of account) and on fixed interest rates. The choice of fixed rate is given by the market conditions at the time of issue, date in which variable rate leverage was not available for the contracted terms, and the convenience of having fixed payment flows in UF, in order to match the flows with the guaranteed minimum income from the Concession Arrangement, which are also fixed.

In regard to the financing of infrastructure projects, the financiers establish, by studying each of them, minimization criteria for their exposure to impacts due to interest rate changes, which become limits to the debt volume with a variable reference. Thus, potential changes in the expected profitability of the project due to changes in the market conditions are avoided.

As the Company's income is linked to inflation, it is intended to be financed through a debt with a profitability solely indexed to the changes in inflation, in order to obtain a natural coverage between income and expense.

(b) Exposure to credit risk

The Company's main financial assets exposed to credit risk are:

- Investments in financial assets included in cash balances and equivalents (current),
- Non-current financial assets
- Balances of trade and other receivables

The global amount of the Company's credit risk exposure is the balance of the aforementioned items. The Company has no lines of credit to third parties.

In regard to the Company's financial investment risk, the Company makes investments in accordance with the Collateral Agency and Security Agreement, which establishes two investment groups:

- a) Investments regarding funds in the reserve accounts required by financing, and which are the main part of the Company's funds.

b) Investments regarding unrestricted funds, available for the operation and maintenance of the highway, provided by the monthly release of funds from the collection to the unrestricted account, in accordance with annual operation and maintenance budget approved by the Guarantor of the Bonds. There are no explicit restrictions for the aforementioned investments.

The allowed investments are limited to low credit risk instruments, in which it is allowed to: (i) enter into contracts, the underlying assets of which are instruments issued by the State, (ii) make time deposits contracted with local banks, for which there is a risk rating limit, or (iii) high liquidity mutual funds (specifically approved by the Collateral Agent Bank).

The risk related to trade receivables mainly results from the electronic toll collection system used by the concession company. This system involves the electronic recording of the line traffic and subsequent issue of the invoice for the related payment. In this system the Company is exposed to the non-payment of the due toll. Also, the Company is exposed to the users' misuse of the highway by evading charges and/or illegally driving in the highway. The Company has deterrents intended to reduce the credit risk, but not to prevent it. As this is the management of public property, the Company is not legally entitled to stop drivers from driving in the highway concessions. The Company may only take subsequent measures, which are intended to collect most of the amounts due by the users. The aforementioned measures include: (i) initiatives easing the payment by the users, (ii) hiring outside companies performing pre-judicial and judicial collection of the due toll (in accordance with Article 42 of the Law of Public Works Concessions), (iii) the execution of legal actions by the Company's management aiming at prosecute the civil and criminal liability of the users of the highway due to their toll evasion, through the hiding or tampering of the license plate (in accordance with Article 114 of Law 18,290, Traffic Law), and finally (iv) the exercise of the Company's right to disable the electronic device of the users that do not make their payments on a timely and appropriate basis in accordance with the tag agreement.

The non-current receivables are mainly amounts due from the Chilean Ministry of Public Works and correspond to the present value of the guaranteed minimum income for future periods (2005-2024). The management considers that they are risk-free assets as the debtor is the Chilean Ministry of Public Works and this is a right that the Concession Company will only assert when its toll income at any year-end is under guaranteed minimum income for that particular year. The above does not seem likely, as the current annual toll income is higher than the guaranteed minimum income for all years.

The credit quality of financial assets is described in Note 6.b).

(c) Exposure to liquidity risk and financial liability structure

The Chilean economy has been able to overcome international crises in recent years, due to the strong macroeconomic management and the strong domestic regulations, among others, of the Chilean financial system.

The Company has a proactive policy for the liquidity risk management mainly focused on:

- An efficient management of working capital by implementing initiatives aiming at increasing the compliance with commitments by its customers.
- Monetization of financial assets, to the extent that it is feasible to carry it out in reasonable market conditions.
- Management of an integrated treasury system in order to optimize the daily liquidity positions.

Financing agreements establish keeping reserve accounts with the purpose of covering the debt service, operating and maintenance expenses, and expenses related to the maintenance of the highway in order to ensure the liquidity required to meet expenses during adverse cycles. The guaranteed minimum income in the concession arrangement is enough to make all the payments of the service of the bonds, and operating and maintenance expenses. Consequently, it is possible that an adverse cycle increases the uncollectibility or reduces the highway toll income. However, in those cases, the Company has enough funds to cover its obligations for debts or obligations related to the operation of the concession.

The table below shows the (nominal) maturity profile of the Bond, including principal and interest when expired, which are classified as other current and non-current financial liabilities.

Item	Total contractual flow	Within 1 year	More than 1 year up to 2 years	More than 3 years up to 5 years	More than 5 years
Financial obligations (Bonds)	299,518,126	18,373,057	40,346,032	47,998,591	192,800,446
Distribution in regard to the obligation	100%	6.13%	13.47%	16.03%	64.37%

3.2. CAPITAL RISK MANAGEMENT

Capital management refers to the Company's equity management. The Company's objectives in this matter are to have an appropriate leverage ratio in order to provide appropriate returns to its shareholders, help the operation of the business in accordance with the standards required by the concession arrangement and the applicable laws, and keep the ability to face new projects and growth initiatives, creating value for its shareholders (particularly, extension plans for the public work included in East/Center Santiago Program – See Note 32).

Since the Company started operating, it has kept its capital amount unchanged, hence not needing new issue of equity. The Capital has financed its growth with the internal generation of cash flows.

Among the activities related to capital management, the Company reviews the balance of cash and cash equivalents on a daily basis, upon which investments decisions are made. Investment financial instruments must meet the Company's conservative profile, and they must also have favorable market conditions.

The Company manages its capital structure so that its indebtedness does not place its ability to pay its obligations, or obtain an appropriate performance for its investors at risk.

Finally, in complying with its obligation to protect its shareholders' equity and given the requirements of the concession arrangement, the Company can only perform activities in accordance with the tender conditions, once the cost/benefit analysis is performed and approved by the Board of Directors, in order not to impair the Company's economic and financial balance.

3.3 SENSITIVITY ANALYSIS FOR EACH MARKET RISK TYPE

The Company is exposed to different market risks. The main risks are interest rate risk, credit risk, liquidity risk and capital risk.

- I) Interest rate risk: The Company has a structure of financial debt at a fixed rate.
- II) Risk credit: In accordance with the Company's historical data, in the last 5 years, the Company's toll past due indebtedness range was between 2% and 2.5%.
- III) Liquidity risk: Liquidity risk is managed by the Treasury Department, which is responsible for managing and ensuring the liquidity required to serve all the Company's liabilities on a timely and appropriate basis, monitoring the Company's operating continuity.

The Company's debt ratio in December 2012 is 1.88 compared to 2.42 in December 2011. The decrease is due to retained earnings that have not been distributed by the Company and the payment of debts with related companies.

NOTE 4 ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgments are constantly evaluated and based on past experience and other factors.

4.1. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The Company makes estimates and judgments regarding the future. The resulting accounting estimates, by definition, should be equivalent to the actual results. The most significant estimates and judgments in assets and liabilities are explained below:

(a) Major maintenance provision

The Company recognizes the obligation of maintaining and repairing the concession work, and keeping the quality standards defined in the concession arrangement. This provision is calculated based on the technical analyses that take into account different maintenance or repair cycles of the highway, and the normal wear in accordance with traffic projections. The resulting values are recorded at present value, considering the representative interest rate of the market (BCU of bonds placed by the Chilean Central Bank). The related term is defined based on the average duration of maintenance or repair cycle of the highway.

The summary of rates and periods used for different major maintenance items is shown below:

Highway item	Rate for UF-denominated Banco Central-issued bond	Periods (years)
Road Site – Central System	2.30	11
Surface Recoating of Pavements	2.30	8
Deep Recoating of Pavements	2.30	16
Road Safety Measures	2.29	4
Structures and Bridges	2.29	4

(b) Estimate of impairment of receivables

The Company assesses the impairment of receivables when there is objective evidence that the Company will not be able to collect all the amounts due in accordance with the original terms of the receivables. Based on this information and historical information, the necessary provisions are established.

(c) Estimated traffic

Traffic projections, particularly in an urban highway system, have a high level of uncertainty. To minimize these risks, traffic projections were made with the help of independent consultants. Also, the Company made use of the guaranteed minimum income to mitigate this risk. The project has had a strong behavior during the years in operation. The Company uses these estimates for the amortization of its Intangible.

Rate risk: This risk is covered by the restatement mechanisms included in the tender conditions, which establish an CPI adjustment and a real annual growth of the rates of 3.5% over CPI.

4.2. LITIGATION AND OTHER CONTINGENCIES

The Company's management has no information about contingencies other than those indicated in Note 30, which could significantly affect the course of its business.

NOTE 5 - NEW ACCOUNTING PRONOUNCEMENTS

The following regulations, interpretations and amendments are mandatory for the first time for business years beginning on January 1, 2012:

Standards and amendments	Item	Effective date
IAS 12	Deferred Taxes	01-01-2012
IFRS 1 R	First-Time Adoption of International Financial Reporting Standards	07-01-2011
IFRS 7	Financial Instruments	07-01-2011

New standards, interpretations and amendments not effective in 2012, for which no early adoption has been carried out.

Standards and amendments	Item	Effective date
IFRS 9	Financial Instruments	01-01-2015
IFRS 10	Consolidated Financial Statements	01-01-2013
IFRS 11	Joint Arrangements	01-01-2013
IFRS 12	Disclosure of Interests in Other Entities	01-01-2013
IAS 27	Separate Financial Statements	01-01-2013
IAS 28	Investments in Associates and Joint Ventures	01-01-2013
IFRS 13	Fair Value Measurement	01-01-2013
Amendment to IAS 1	Presentation of Financial Statements	07-01-2012
Amendment to IAS 19	Employee Benefits	01-01-2013
Amendment to IAS 32	Financial Instruments	01-01-2014
Amendment to IFRS 7	Financial Instruments	01-01-2013

Company's management considers that the future adoption of the new aforementioned standards and interpretations will not have a significant impact on the financial statements.

NOTE 6 - FINANCIAL INSTRUMENTS

6.A) FINANCIAL INSTRUMENTS BY CATEGORY

FINANCIAL INSTRUMENTS BY CATEGORY, CURRENT AND NON-CURRENT ASSETS	Held to maturity	Loans and accounts receivable	Assets at fair value through profit or loss	Total
	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
December 31, 2012				
Cash and cash equivalents	13,753,958	843,744	641,300	15,239,002
Trade and other current receivables	0	34,061,569	0	34,061,569
Accounts receivable from related companies, current	0	122,597	0	122,597
Other current financial assets	38,784,931	0	7,211,468	45,996,399
Other non-current financial assets	222,789,896	0	0	222,789,896
TOTAL	275,328,785	35,027,910	7,852,768	318,209,463

FINANCIAL INSTRUMENTS BY CATEGORY, CURRENT AND NON-CURRENT LIABILITIES	Liabilities at amortized cost through profit or loss	Other financial liabilities	Total
	ThCLP\$	ThCLP\$	ThCLP\$
December 31, 2012			
Trade and other current payables	0	1,686,743	1,686,743
Accounts payable to related companies, current	0	4,221,473	4,221,473
Accounts payable to related companies, non-current	0	61,631,247	61,631,247
Other current financial liabilities	7,130,260	0	7,130,260
Other non-current financial liabilities	220,583,201	0	220,583,201
TOTAL	227,713,461	67,539,463	295,252,924

FINANCIAL INSTRUMENTS BY CATEGORY, CURRENT AND NON-CURRENT ASSETS	Held to maturity	Loans and accounts receivable	Assets at fair value through profit or loss	Total
	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
December 31, 2011				
Cash and cash equivalents	0	515,466	26,737,497	27,252,963
Trade and other current receivables	0	27,871,832	0	27,871,832
Accounts receivable from related companies, current	0	48,374	0	48,374
Other current financial assets	30,390,346	0	10,731,226	41,121,572
Other non-current financial assets	225,130,427	0	0	225,130,427
TOTAL	255,520,773	28,435,672	37,468,723	321,425,168

FINANCIAL INSTRUMENTS BY CATEGORY, CURRENT AND NON-CURRENT LIABILITIES	Liabilities at amortized cost through profit or loss	Other financial liabilities	Total
	ThCLP\$	ThCLP\$	ThCLP\$
December 31, 2011			
Trade and other current payables	0	1,861,543	1,861,543
Accounts payable to related companies, current	0	2,926,101	2,926,101
Accounts payable to related companies, non-current	0	99,901,249	99,901,249
Other current financial liabilities	5,580,425	0	5,580,425
Other non-current financial liabilities	224,000,009	0	224,000,009
TOTAL	229,580,434	104,688,893	334,269,327

6.B) CREDITWORTHINESS OF FINANCIAL ASSETS

The Company's financial assets can be mainly classified in three groups: (i) Commercial loans with customers, the risk of which is measured based on their age. These are subject to the recording of allowances for doubtful accounts, (ii) Credits with the Chilean State (Chilean Ministry of Public Works). These are payment resolutions issued by the Department of Public Works that the Company holds in its portfolio (the payment of which is made in cash), VAT for operations and financial assets for the present value of guaranteed minimum income (which is the difference that the Chilean State should pay in the event that the collection of the Concession Company is under the guaranteed minimum income), and (iii) financial investments made by the Company in accordance with the criteria described in Note 2. This is the credit risk rating of financial assets recorded by the Company in its books.

CASH AND CASH EQUIVALENTS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
AA+fm/M1 rated mutual funds	641,300	26,737,497
Level 1 +rated fixed time deposits	13,753,958	0
AAA checking accounts	843,744	515,466
TOTAL	15,239,002	27,252,963
TRADE AND OTHER CURRENT RECEIVABLES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Sovereign risk	10,575,586	10,584,647
Without credit rating	23,485,983	17,287,185
TOTAL	34,061,569	27,871,832
OTHER CURRENT FINANCIAL ASSETS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Sovereign risk	7,645,638	6,150,914
Level 1 +rated fixed time deposits	31,139,293	24,239,432
AA+fm/M1 rated mutual funds	7,211,468	10,731,226
TOTAL	45,996,399	41,121,572
OTHER NON-CURRENT FINANCIAL ASSETS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Sovereign risk	216,130,408	218,419,705
Level 1 +rated fixed time deposits	6,659,488	6,710,722
TOTAL	222,789,896	225,130,427

Within the classification of Trade and other receivables, those in "Without credit rating" correspond to customers/users of the highway and renegotiation of debts incurred due to tolls.

None of the assets classified as Other financial assets with pending expiration has been renegotiated during the period.

NOTE 7 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents at December 31, 2012 and 2011 are as follows:

CASH AND CASH EQUIVALENTS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Cash on hand	154	14,643
Banks	843,590	500,823
Fixed time deposits	13,753,958	0
Mutual funds	641,300	26,737,497
TOTAL	15,239,002	27,252,963

For the purpose of the statement of cash flows, cash balances, time deposits and other short-term investments maturing in three months or less and with a minimum loss risk, are considered as cash and cash equivalents.

The balances by currency included in Cash and cash equivalents at December 31, 2012 and 2011 are as follows:

CURRENCY DOCUMENT	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Chilean Pesos	15,231,523	27,247,222
US Dollars	5,515	3,572
Euros	1,964	2,169
TOTAL	15,239,002	27,252,963

The Company has no other reportable transactions.

NOTE 8 - TRADE AND OTHER CURRENT RECEIVABLES

The details of the item at December 31, 2012 and 2011 are as follows:

TRADE RECEIVABLES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Trade receivables (tolls)	30,720,658	22,463,142
Less: Provision for impairment losses of trade receivables ⁽¹⁾	(8,444,519)	(5,974,342)
TOTAL TRADE RECEIVABLES - NET	22,276,139	16,488,800

NOTES RECEIVABLE	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Notes receivable (in portfolio)	1,756,359	1,194,976
Less: Provision for impairment losses of notes receivable ⁽¹⁾	(565,080)	(423,173)
Notes receivable from the Chilean Ministry of Public Works ⁽²⁾	10,575,586	10,584,647
TOTAL NOTES RECEIVABLE - NET	11,766,865	11,356,450

SUNDRY DEBTORS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Sundry debtors (advances to be reportable)	18,565	26,582
TOTAL SUNDRY DEBTORS - NET	18,565	26,582

TRADE AND OTHER CURRENT RECEIVABLES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
TOTAL TRADE AND OTHER CURRENT RECEIVABLES	34,061,569	27,871,832

There are no items classified as non-current.

(1) The effect of provisions for (impairment) losses for trade receivables notes receivable for tolls is shown deducting revenue (See Note 23).

(2) This account includes the following items:

- a) Work in progress appointed by the Chilean Ministry of Public Works corresponding to resolutions of the Department of Public Works: (i) Resolution 1212 for UF 294,703.95 at December 31, 2012 (UF 294,703.95 at December 31, 2011), (ii) Resolution 3003 for UF 54,974.76 at December 31, 2012 (UF 53,921.02 at December 31, 2011), and (iii) Resolution 4111 for UF 84,699.86 at December 31, 2012 (UF 84,699.86 at December 31, 2011).
- b) On a monthly basis, the Company charges the Chilean Ministry of Public Works for the services of conservation, repair, and exploitation of the the public work called "Concesión Sistema Oriente Poniente" (East-West System Concession), which is the VAT for operation. The amount receivable at December 31, 2012 is ThCLP\$ 625,484 (ThCLP\$ 808,334 at December 31, 2011).
- c) At December 31, 2012 year-end the Company recognized a recovery of costs for 50% of expenses incurred in the arbitration commission for advertising in the space in concession for ThCLP\$ 28,570.

Net values of trade and other receivables are as follows:

TRADE AND OTHER CURRENT RECEIVABLES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Trade receivables - net	22,276,139	16,488,800
Notes receivable - net	11,766,865	11,356,450
Sundry debtors - net	18,565	26,582
TOTAL TRADE AND OTHER CURRENT RECEIVABLES	34,061,569	27,871,832

The credit risk to which Trade receivables, Notes receivable and Sundry debtors in this item are exposed is given by the exposure to possible losses due to non-payment. In the case of the customers' debts for the use of the highway, this risk mitigated by their high atomization.

The financial assets that have been renegotiated and are no longer past due financial assets amount to ThCLP\$ 1,750,672 (ThCLP\$ 1,481,190 in 2011).

The interest rate that is applied to Trade receivables from tolls is the maximum conventional interest rate for non-indexed financial operations in local currency of less than 90 days, in accordance with the Superintendency of Banks and Financial Institutions.

Additionally, this set of accounts is not subject to a guarantee or other mechanisms that allow them to improve their credit risk.

In regard to notes receivable from the Chilean Ministry of Public Works, the Company does not consider an impairment analysis, as these are operations established in the tender conditions and/or supplementary agreements endorsed by the State of Chile.

The table below shows the distribution of maturities of Trade and other receivables, indicating their impairment when appropriate:

Distribution of maturities:

Trade and other current receivables, current

TRADE AND OTHER CURRENT RECEIVABLES DETAILS OF MATURITIES PER ITEM	Balance 12-31-2012	Not due	Due 1-60 days	Due 61-120 days	Vencidos 121-180 días	Due 181-365 days	Due more than 365 days
	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Trade receivables							
Receivables for tolls charged and to be charged	29,596,109	7,940,771	2,999,558	1,814,985	1,420,720	3,251,619	12,168,456
Receivables for toll without tag	1,124,549	143,478	135,892	82,226	64,364	147,311	551,278
Impairment of trade receivables	(8,444,519)	(153,338)	(277,089)	(293,958)	(290,419)	(881,199)	(6,548,516)
Subtotal trade receivables	22,276,139	7,930,911	2,858,361	1,603,253	1,194,665	2,517,731	6,171,218
NOTES RECEIVABLE							
Sundry notes receivable	1,756,359	1,097,681	94,807	45,669	30,982	76,609	410,611
Impairment of receivables	(565,080)	(353,162)	(30,502)	(14,693)	(9,968)	(24,648)	(132,107)
Notes receivable from the Chilean Ministry of Public Works	10,575,586	10,575,586	0	0	0	0	0
Subtotal notes receivable	11,766,865	11,320,105	64,305	30,976	21,014	51,961	278,504
SUNDRY DEBTORS							
Reportable third party funds	18,565	18,565	0	0	0	0	0
Subtotal sundry debtors	18,565	18,565	0	0	0	0	0
TOTAL TRADE AND OTHER CURRENT RECEIVABLES	34,061,569	19,269,581	2,922,666	1,634,229	1,215,679	2,569,692	6,449,722

NOTE 9 - OTHER FINANCIAL ASSETS

MUTUAL FUNDS	Currency	12-31-2012	12-31-2011
		ThCLP\$	ThCLP\$
Investment in mutual funds, Banco Santander Treasury	CLP\$	7,211,468	10,731,226
TOTAL MUTUAL FUNDS ^(A)		7,211,468	10,731,226
FIXED TIME DEPOSIT			
	Currency	12-31-2012	12-31-2011
		ThCLP\$	ThCLP\$
Investment in UF, Banco Santander	UF	0	30,950,154
Investment in UF, Banco Estado	UF	24,981,650	0
Investment in Chilean pesos, Banco Santander	CLP\$	12,817,131	0
TOTAL TIME DEPOSITS ^(A)		37,798,781	30,950,154

FINANCIAL ASSETS (ARISING FROM THE APPLICATION OF THE IFRIC 12 MIXED MODEL)	Currency	12-31-2012	12-31-2011
		ThCLP\$	ThCLP\$
Financial assets (arising from the application of the IFRIC 12 mixed model), current	UF	7,645,638	6,150,914
Financial assets (arising from the application of the IFRIC 12 mixed model), non-current	UF	216,130,408	218,419,705
TOTAL FINANCIAL ASSETS IFRIC 12 ^(B)		223,776,046	224,570,619
OTHER CURRENT AND NON-CURRENT FINANCIAL ASSETS		12-31-2012	12-31-2011
		ThCLP\$	ThCLP\$
TOTAL OTHER CURRENT AND NON-CURRENT FINANCIAL ASSETS		268,786,295	266,251,999
OTHER FINANCIAL ASSETS		12-31-2012	12-31-2011
		ThCLP\$	ThCLP\$
Other current financial assets		45,996,399	41,121,572
Other non-current financial assets		222,789,896	225,130,427
TOTAL OTHER CURRENT AND NON-CURRENT FINANCIAL ASSETS		268,786,295	266,251,999

a) In Other financial assets there is the availability that the Company should keep in restricted accounts, for its regular operations, as well as the issue and placement of bonds in the market. Investments classified as held-to-maturity investments are Time deposits maturing over 90 days from the date of their placement, and are kept in local banks under risk ratings required by the credit agreements. Financial investments classified in assets with changes in the fair value through profit or loss are mutual funds kept in local banks.

Funds kept in restricted accounts are intended to mainly cover: operating and maintenance expenses, debt service and payment of coupons of bonds, and expenses for the major maintenance of the concession. These funds can only be invested in debt securities issued by the Chilean Treasury, the Chilean Central Bank or banks rated as "I" by the Superintendency of Banks and Financial Institutions.

b) The account receivable from the Chilean Ministry of Public Works is classified in this item. This account receivable arises from the application of IFRIC 12 and is the contractual and unconditional right to receive cash flows from the Chilean Ministry of Public Works in accordance with the tender conditions of the concession. This account receivable is stated at the present value of the respective guaranteed cash flows, discounted at the relevant interest rate in accordance with the tender conditions.

NOTE 10 - ACCOUNTS RECEIVABLE FROM RELATED COMPANIES

In general, transactions with related companies are related to immediate payments or collections and are not subject to special conditions. These transactions are in accordance with Articles 44 and 49 of Law 18,046, Law on Corporations.

The Company has the policy of reporting all transactions that it carries out with related parties during the period.

Accounts receivable from related parties, current, at December 31, 2012 and 2011 are as follows:

Company	Taxpayer number	Country	Relationship	Currency	12-31-2012	12-31-2011
					ThCLP\$	ThCLP\$
Sociedad Concesionaria AMB S.A.	76.033.448-0	Chile	Direct	CLP\$	9,737	6,749
Autostrade Holding do Sur S.A.	76.052.934-6	Chile	Indirect	CLP\$	0	1,286
Sociedad Concesionaria Los Lagos S.A.	96.854.510-8	Chile	Indirect	CLP\$	9,077	7,997
Grupo Costanera S.p.A.	76.493.970-0	Chile	Shareholder	CLP\$	32,342	32,342
Gestión Vial S.A.	96.942.440-1	Chile	Shareholder	CLP\$	71,441	0
TOTAL					122,597	48,374

At December 31, 2012 Sociedad Concesionaria Costanera Norte S.A. has a balance of ThCLP\$ 9,737 (ThCLP\$ 6,749 at December 31, 2011) corresponding to an agreement signed with Sociedad Concesionaria AMB S.A. for toll billing and collection.

At December 31, 2012 Sociedad Concesionaria Costanera Norte S.A. has a balance of ThCLP\$ 0 (ThCLP\$ 1,286 at December 31, 2011) corresponding to administrative services and technical consulting services rendered to Autostrade Holding do Sur S.A.

At December 31, 2012 Sociedad Concesionaria Costanera Norte S.A. has a balance of ThCLP\$ 9,077 (ThCLP\$ 7,997 at December 31, 2011) corresponding to an agreement signed with Sociedad Concesionaria Los Lagos S.A. for consulting services in the use of ERP software.

At December 31, 2012 and 2011 Sociedad Concesionaria Costanera Norte S.A. has a balance of ThCLP\$ 32,342 corresponding to the recovery of expenses for work requested on account of studies associated to private initiatives for the extension of Route 68 to Route 78 with Grupo Costanera S.p.A.

At December 31, 2012 Sociedad Concesionaria Costanera Norte S.A. has a balance of ThCLP\$ 71,441 corresponding to supply sales to Gestión Vial S.A.

The Company did not consider that it was necessary to establish allowance for doubtful accounts for balances at December 31, 2012 and 2011.

NOTE 11 - CURRENT TAX ASSETS AND LIABILITIES

CURRENT TAX LIABILITIES

Current tax payables at December 31, 2012 and 2011 are as follows:

CURRENT TAX LIABILITIES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
IVAT debit	147,500	197,431
Withholding of sole tax on workers' salaries	37,985	38,795
Withholding taxes on fees	835	130
Other withheld taxes (Article 59 Decree Law 824)	6,877	13,216
Tax provision (Article 21 Decree Law 824)	1,172	12,062
TOTAL CURRENT TAX LIABILITIES	194,369	261,634

NOTE 12 - INTANGIBLE ASSETS OTHER THAN GOODWILL

This item mainly includes the Company's right to the investment in infrastructure, which will be recovered through collection of tolls. The details are as follows:

At December 31, 2012

Intangible assets other than goodwill	Concession rights, net	Patents, trademarks and other rights, net	Software, net	Total intangible assets, net
Movements in identifiable intangible assets	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Opening balance	195,386,375	35,141	33,459	195,454,975
Amortization	(1,704,140)	(4,437)	(3,828)	(1,712,405)
FINAL BALANCE	193,682,235	30,704	29,631	193,742,570

At December 31, 2011

Intangible assets other than goodwill	Concession rights, net	Patents, trademarks and other rights, net	Software, net	Total intangible assets, net
Movements in identifiable intangible assets	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Opening balance	196,659,479	39,578	37,712	196,736,769
Purchases	53,772	0	0	53,772
Amortization	(1,326,876)	(4,437)	(4,253)	(1,335,566)
FINAL BALANCE	195,386,375	35,141	33,459	195,454,975

CLASSES OF INTANGIBLE ASSETS, NET (PRESENTATION)

Intangible assets other than goodwill (net)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Concession rights, net	193,682,235	195,386,375
Patents, trademarks and other rights, net	30,704	35,141
Software, net	29,631	33,459
TOTAL CLASSES OF INTANGIBLE ASSETS, NET (PRESENTATION)	193,742,570	195,454,975

CLASSES OF INTANGIBLE ASSETS, GROSS (PRESENTATION)

Intangible assets other than goodwill (gross)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Concession rights	199,691,216	199,691,216
Patents, trademarks and other rights	65,393	65,393
Software	71,443	71,443
TOTAL CLASSES OF INTANGIBLE ASSETS, GROSS (PRESENTATION)	199,828,052	199,828,052

CLASSES OF ACCUMULATED AMORTIZATION AND IMPAIRMENT OF INTANGIBLE ASSETS (PRESENTATION)

Intangible assets other than goodwill (gross)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Accumulated amortization and impairment of concession rights	(6,008,981)	(4,304,841)
Accumulated amortization and impairment of patents, trademarks and other rights	(34,689)	(30,252)
Accumulated amortization and impairment of software	(41,812)	(37,984)
TOTAL CLASSES OF ACCUMULATED AMORTIZATION AND IMPAIRMENT OF INTANGIBLE ASSETS (PRESENTATION)	(6,085,482)	(4,373,077)

The amortization in the case of the concession intangible is recognized in income based on the income method. The income method consists in calculating the charge to income based on the proportion of net projected income versus the guaranteed minimum income. This effect is shown in the line of depreciation and amortization expenses in the Statement of Income.

There are no intangible assets in use that are fully amortized. Additionally, the Company has no unrecognized intangible assets.

In accordance with Note 30, the Company furnished a special first degree pledge for the concession of public work on behalf of the Inter-American Development Bank (IDB) as a guarantor and codebtor of the issue of bonds (the "guarantor"), and a second degree pledge on behalf of the bond holders in accordance with Article 43 of the Law of Concessions. Additionally, a first degree mortgage has been furnished on behalf of the guarantor and a second degree mortgage on behalf of the bond holders upon the Company's real estate.

NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

The details and movements of the different property, plant and equipment categories are shown in the table below:

Property, plant and equipment	Land	Machinery and	Other property, plant	Total property, plant
		equipment, net	and equipment, net	and equipment, net
At December 31, 2012	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Opening balance, January 1, 2012	303,434	326,712	358,170	988,316
Purchases	0	127,847	165,980	293,827
Disposals	0	0	(97,953)	(97,953)
Depreciation expenses	0	(116,849)	(88,146)	(204,995)
FINAL BALANCE	303,434	337,710	338,051	979,195

Property, plant and equipment	Land	Machinery and	Other property, plant	Total property, plant
		equipment, net	and equipment, net	and equipment, net
At December 31, 2011	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Opening balance, January 1, 2011	303,434	395,912	313,589	1,012,935
Purchases	0	66,556	161,806	228,362
Disposals	0	(5,243)	(18,007)	(23,250)
Depreciation expenses	0	(130,513)	(99,218)	(229,731)
FINAL BALANCE	303,434	326,712	358,170	988,316

CLASSES OF PROPERTY, PLANT AND EQUIPMENT, NET (PRESENTATION)

Property, plant and equipment (net)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Land, net	303,434	303,434
Machinery and equipment, net	337,710	326,712
Other property, plant and equipment, net	338,051	358,170
TOTAL CLASSES OF PROPERTY, PLANT AND EQUIPMENT, NET (PRESENTATION)	979,195	988,316

CLASSES OF PROPERTY, PLANT AND EQUIPMENT, GROSS (PRESENTATION)

Property, plant and equipment (gross)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Land	303,434	303,434
Machinery and equipment	1,446,001	1,318,154
Other property, plant and equipment	1,007,181	841,201
TOTAL CLASSES OF PROPERTY, PLANT AND EQUIPMENT, GROSS (PRESENTATION)	2,756,616	2,462,789

CLASSES OF ACCUMULATED DEPRECIATION AND DISPOSALS OF PROPERTY, PLANT AND EQUIPMENT (PRESENTATION)

Property, plant and equipment (gross)	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Accumulated depreciation and disposals of machinery and equipment	(1,108,291)	(991,442)
Accumulated depreciation and disposals of other property, plant and equipment	(669,130)	(483,031)
TOTAL CLASSES OF ACCUMULATED DEPRECIATION AND DISPOSALS OF PROPERTY, PLANT AND EQUIPMENT (PRESENTATION)	(1,777,421)	(1,474,473)

The depreciation charge for ThCLP\$ 204,995 at December 31, 2012 (ThCLP\$ 229,731 at December 31, 2011) has been recorded in the item depreciation and amortization expenses in the Statement of Income.

Method used for the depreciation of property, plant and equipment (useful life or rate):

Estimate per item, useful life or rate for:	Determination of calculation base for depreciation or impairment	Minimum useful life or rate (years)	Maximum useful life or rate (years)
Machinery and equipment	Straight line with no salvage value	4	10
Other property, plant and equipment	Straight line with no salvage value	2	6

Assets in operation and fully depreciated at December 31, 2012 amount to ThCLP\$ 1,035,193 (ThCLP\$ 662,376 at December 31, 2011). The management reviewed the estimated useful lives of the assets.

These assets are not subject to any kind of guarantee.

In accordance with Note 30, there is first degree mortgage on behalf of the guarantor and second degree mortgage on behalf of the bond holders upon the Company's real estate. In this case the only involved asset is a plot of land.

The Company does not have assets available for sale.

The Company does not have leased premises.

There are no legal or contractual obligations including the creation of a decommissioning cost estimate for this type of assets.

NOTE 14 - DEFERRED TAX ASSETS AND LIABILITIES

The details of deferred tax assets and liabilities at December 2012 and 2011 are as follows:

DEFERRED TAX ASSETS	12-31-2012	12-31-2011
Temporary difference items	ThCLP\$	ThCLP\$
Buildings	12,118,749	13,704,660
Tax goodwill	14,344,136	16,221,270
Unearned income	1,513,003	1,418,393
Inventories	76,432	0
Bonds and debentures	3,281,745	3,056,422
Tax losses	22,783,128	17,235,940
Property, plant and equipment	15,951	17,880
Provision for impairment losses of trade receivables	1,801,920	1,108,674
Provision for future repairs	791,429	638,452
Vacation provision	63,784	52,948
Prepaid insurance policies	3,636,639	3,316,044
Land	13,903	11,818
SUBTOTAL DEFERRED TAX ASSETS	60,440,819	56,782,501

DEFERRED TAX LIABILITY	12-31-2012	12-31-2011
Temporary difference items	ThCLP\$	ThCLP\$
IFRIC 12 mixed model financial assets	44,755,209	38,436,125
IFRIC 12 mixed model intangible assets	38,299,956	32,969,020
Identifiable intangible assets	432,320	377,741
Trade receivables	4,934,162	2,927,454
Inventories	0	334
SUBTOTAL DEFERRED TAX LIABILITIES	88,421,647	74,710,674

For presentation purposes, deferred tax assets and liabilities are shown net.

PRESENTATION FOR DEFERRED TAXES	12-31-2012	12-31-2011
Details of components arising from temporary differences	ThCLP\$	ThCLP\$
Total deferred tax assets	60,440,819	56,782,501
Total deferred tax liabilities	88,421,647	74,710,674
NET DEFERRED TAX LIABILITIES	27,980,828	17,928,173

This is a table with the classification of current and non-current deferred taxes.

December 31, 2012

DEFERRED TAX CLASSIFICATION	Current	Non-current	Total
Item	ThCLP\$	ThCLP\$	ThCLP\$
Deferred tax assets	390,842	60,049,977	60,440,819
Deferred tax liabilities	1,529,128	86,892,519	88,421,647

December 31, 2011

DEFERRED TAX CLASSIFICATION	Current	Non-current	Total
Item	ThCLP\$	ThCLP\$	ThCLP\$
Deferred tax assets	2,882,030	53,900,471	56,782,501
Deferred tax liabilities	2,882,030	71,828,644	74,710,674

The Company considers that future cash flows will allow it to recover deferred tax assets.

Movements in deferred taxes

INCOME TAX EXPENSE	From 01-01-2012 to 12-31-2012	Accumulated From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Deferred tax expenses, net	10,052,655	4,082,978
INCOME TAX EXPENSE (INCOME)	10,052,655	4,082,978

Reconciliation of the tax expense using the legal rate with the tax expense using the effective rate

RECONCILIATION OF TAX EXPENSE, LEGAL RATE	From 01-01-2012 to 12-31-2012	Accumulated From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Tax expense by using the legal rate	7,331,455	5,512,135
C,M, tax losses from prior years	(420,056)	(643,261)
Charge to income due to deferred taxes and other	(1,269,739)	(785,896)
Effect of increase in First Category tax rate ⁽¹⁾	4,410,995	0
TOTAL TAX EXPENSE ADJUSTMENT USING THE LEGAL RATE	10,052,655	4,082,978

(1) Effect due to amendments to the Income Tax Law regarding the rate applied to first category income (See Note 27 letter B).

NOTE 15 - OTHER FINANCIAL LIABILITIES

These are the details of obligations with credit and debt instrument institutions:

OTHER CURRENT FINANCIAL LIABILITIES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Bonds and debentures	6,834,701	5,282,881
Bond rate increase	1,140	1,144
Bond insurance debt	294,419	296,400
TOTAL OTHER CURRENT FINANCIAL LIABILITIES	7,130,260	5,580,425

OTHER NON-CURRENT FINANCIAL LIABILITIES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Bonds and debentures	219,014,208	222,253,957
Bond insurance debt	1,568,993	1,746,052
TOTAL OTHER NON-CURRENT FINANCIAL LIABILITIES	220,583,201	224,000,009

The obligations held by the Company are:

On October 3, 2003 the former Sociedad Costanera Norte entered into a bond issue contract (which was amended by means of a public deed dated November 10, 2003), as an issuer, with Banco Bilbao Vizcaya Argentaria, Chile (BBVA), as a representative of future bond holders, and Banco de Chile, as the administrator and custodian. The Inter-American Development Bank (IDB) was also involved in the contract and accepted the contract as a guarantor and representative of guarantors, Ambac Assurance Corporation, which accepted the contract as a co-guarantor, and Banco Santander-Chile, which accepted the contract as a paying bank. The contract established that the bonds will be issued in UF and a maximum of UF 9,500,000.

On November 12, 2003 the former Company registered the issue of bonds at the Register of Securities under number 360, which are divided as follows:

Issue of Series A and B bonds: Divided into 2 sub-series	Initial nominal amount placed	Individual amount in UF per bond	Total nominal amount placed
A-1 series	340	1,000	340,000
A-2 series	312	5,000	1,560,000
B-1 series	700	1,000	700,000
B-2 series	690	10,000	6,900,000

On December 11, 2003 the former Company placed bonds for UF 9,500,000.

The starting dates of the payments of interest coupons and capital were as follows:

Payment of issue of Series A and B bonds: Divided into 2 sub-series	Starting date of interest payment	Starting date of capital payment
A-1 series	September 30, 2005	September 30, 2006
A-2 series	September 30, 2005	September 30, 2006
B-1 series	September 30, 2005	September 30, 2010
B-2 series	September 30, 2005	September 30, 2010

BONDS AND DEBENTURES:

On September 21, 2006 the Company signed documents officially and not officially recorded that are necessary to certify changes in the financing, including new guarantees on behalf of the Inter-American Development Bank and Ambac Assurance Corporation, as guarantors under the issue contract and the other funding agreements (collectively, the "guarantors"). By means of letters dated May 10 and May 11, 2006, the guarantors informed the Superintendency of Securities and Insurance that they had previously approved the acquisition, confirming that after consummating the acquisition the financial guarantees ensuring the scheduled capital and interest payments of the bonds issued under the bond issue contract would continue fully in force and effect.

A meeting of holders of series A and B bonds issued by Sociedad Concesionaria Costanera Norte S.A. was held on March 30, 2010. The meeting of bond holders, which represented all the bonds issued for series A and B, unanimously approved the amendment in the issue contract to eliminate the absolute and irrevocable guarantee of Ambac, and increase the current interest rate of series A and B bonds to 0.21% on an annual basis.

ELIMINATION OF GUARANTEE

On September 15, 2010 Sociedad Concesionaria Costanera Norte S.A. made the payment of the whole guarantee granted by Ambac Assurance Corporation, which covered 85% of the issue of bonds. The guarantee granted the Inter-American Development Bank (IDB) is still in effect and is equivalent to 15% of the issue of bonds, except that this guarantee covers the established payments considering the calculations of the development of the original tables, that is, 5% of interest rate for series A bonds and 5.5% interest rate for series B bonds.

Also, on August 12, 2010 the Superintendency of Securities and Insurance indicated that the Register of Securities changed the registration number 360 dated November 12, 2003 for the issue of series A bonds (including A-1 and A-2 sub-series) and B series (including B-1 and B-2 sub-series) of Sociedad Concesionaria Costanera Norte S.A.

On December 30, 2012 the Company paid the nineteenth coupon of the bond, which included capital and interest accrued between July 1, 2012 and December 30, 2012.

The table accompanying this note shows the details of the bonds issued.

The carrying amount and fair value of external resources are as follows:

Other financial liabilities	Carrying amount	Fair value	Carrying amount	Fair value
	12-31-2012	12-31-2012	12-31-2011	12-31-2011
	ThCLP\$	ThCLP\$	ThCLP\$	ThCLP\$
Bonds and debentures	225,848,909	228,971,759	227,536,838	239,053,623
Bond insurance debt	1,863,412	1,863,412	2,042,452	2,042,452
Bond rate increase	1,140	1,140	1,144	1,144
TOTAL OTHER FINANCIAL LIABILITIES	227,713,461	230,836,311	229,580,434	241,097,219

The carrying amount of the Company's external resources is denominated in the following currencies:

Other financial liabilities	12-31-2011	12-31-2011
	ThCLP\$	ThCLP\$
Chilean pesos (UF)	227,713,461	229,580,434

Distribution of current and non-current financial liabilities:

BONDS AND DEBENTURES

Registration number or identification of the instrument	Series	Current nominal amount placed	Bond indexation unit	Nominal interest rate	Internal rate of return	Maturity date	Periodicity	Par value	Placement in Chile or abroad		
Bonds – Current portion							Interest payment	Amortization payment	12-31-2012 ThCLP\$	12-31-2011 ThCLP\$	
Bonds	A-1	47,564,89	UF	5,21	3,81	12-30-2013	Semi-annual	Semi-annual	1,086,417	811,974	Local
Bonds	A-2	218,238,98	UF	5,21	3,81	12-30-2013	Semi-annual	Semi-annual	4,984,742	3,725,530	Local
Bonds	B-1	3,078,97	UF	5,71	4,23	12-30-2013	Semi-annual	Semi-annual	70,326	68,654	Local
Bonds	B-2	30,349,95	UF	5,71	4,23	12-30-2013	Semi-annual	Semi-annual	693,216	676,723	Local
TOTAL CURRENT PORTION		299,232,79							6,834,701	5,282,881	

Registration number or identification of the instrument	Series	Current nominal amount placed	Bond indexation unit	Nominal interest rate	Internal rate of return	Maturity date	Periodicity	Par value	Placement in Chile or abroad		
Bonds – Non-current portion							Interest payment	Amortization payment	12-31-2012 ThCLP\$	12-31-2011 ThCLP\$	
Bonds	A-1	174,192,79	UF	5,21	3,81	06-30-2016	Semi-annual	Semi-annual	3,978,694	5,000,609	Local
Bonds	A-2	799,237,95	UF	5,21	3,81	06-30-2016	Semi-annual	Semi-annual	18,255,194	22,943,988	Local
Bonds	B-1	793,516,11	UF	5,71	4,23	12-30-2024	Semi-annual	Semi-annual	18,124,503	17,896,913	Local
Bonds	B-2	7,821,801,71	UF	5,71	4,23	12-31-2024	Semi-annual	Semi-annual	178,655,817	176,412,447	Local
TOTAL NON-CURRENT PORTION		9,588,748,56							219,014,208	222,253,957	

Bonds – Current and non-current portion	Series	Current nominal amount placed	Bond indexation unit	Periodicity		Par value		Placement in Chile or abroad
				Interest payment	Amortization payment	12-31-2012 ThCLP\$	12-31-2011 ThCLP\$	
TOTAL BONDS CURRENT AND NON-CURRENT PORTION	A-1, A-2, B-1 AND B-2	9,887,981.5	UF	SEMI-ANNUAL	SEMI-ANNUAL	225,848,909	227,536,838	LOCAL

NOTE 16 - TRADE AND OTHER CURRENT PAYABLES

Trade and other payables at December 31, 2012 and 2011 are as follows:

Trade and other current payables	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Trade payables (suppliers)	1,367,823	1,575,339
Proportional vacation provision	318,920	286,204
TOTAL	1,686,743	1,861,543

This item mainly includes liabilities with third parties, including maintenance and rendering of services.

NOTE 17 - ACCOUNTS PAYABLE TO RELATED COMPANIES

Accounts payable to related parties at December 31, 2012 and 2011 are as follows:

ACCOUNTS PAYABLE TO RELATED COMPANIES, CURRENT

Company	Taxpayer number	Country	Relationship	Currency	12-31-2012	12-31-2011
					ThCLP\$	ThCLP\$
Grupo Costanera S.p.A. ⁽¹⁾	76,493,970-0	Chile	Shareholder	UF	2,952,448	2,318,321
Grupo Costanera S.p.A. ^(1,1)	76,493,970-0	Chile	Shareholder	CLP\$	55,763	0
Autostrade Sudamérica S.r.L. ⁽²⁾	59,118,730-9	Italy	Direct	USD	0	65,348
Gestión Vial S.A. ⁽³⁾	96,942,440-1	Chile	Shareholder	CLP\$	138,477	9,945
Soc. Concesionaria AMB S.A. ⁽⁴⁾	76,033,448-0	Chile	Direct	CLP\$	1,074,785	512,797
Sociedad de Operación y Logística de Infraestructuras S.A. ⁽⁵⁾	99,570,060-3	Chile	Direct	CLP\$	0	38
Autostrade per l'Italia S.p.A. ⁽⁶⁾	59,164,410-6	Italy	Indirect	Euro	0	19,652
TOTAL					4,221,473	2,926,101

ACCOUNTS PAYABLE TO RELATED COMPANIES, NON-CURRENT

Company	Taxpayer number	Country	Relationship	Currency	12-31-2012	12-31-2011
					ThCLP\$	ThCLP\$
Grupo Costanera S.p.A. ⁽¹⁾	76.493.970-0	Chile	Accionista	UF	61,631,247	99,901,249
TOTAL					61,631,247	99,901,249

(1) See Note 31, letter B.

(1.1) and (2) See Note 31, letter A.

(3) See Note 31, letter C, maintenance and service agreements.

(4) See Note 31, letter C related to tolls charged on behalf of AMB.

(5) Administration service related to transit passes (PDU and BHTU) within the urban highways

(6) Personnel management costs

NOTE 18 - OTHER PROVISIONS AND PROVISIONS FOR EMPLOYEE BENEFITS

The details of other provisions at December 31, 2012 and 2011 are as follows:

OTHER CURRENT PROVISIONS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Provision for future repairs, current ⁽¹⁾	893,555	872,167
TOTAL OTHER CURRENT PROVISIONS	893,555	872,167
OTHER NON-CURRENT PROVISIONS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Provision for future repairs, non-current ⁽¹⁾	3,063,590	2,829,006
TOTAL OTHER NON-CURRENT PROVISIONS	3,063,590	2,829,006

(1) The balance of provisions for future repairs is the periodical recognition of the Company's obligation of maintaining and repairing the concession work, and maintaining the quality standards defined by the tender conditions during the period of the concession arrangement. This provision has been calculated based on the technical analyses that take into account different maintenance or repair cycles of the highway, and the normal wear in accordance with traffic income projections. These amounts are recorded at present value in accordance with IAS 37. For the recording of the maintenance provision at present value, the Company uses the rate of the Chilean Central Bank bonds in UF (BCU in Spanish), the term of which is equivalent to the term in effect at each year-end.

Movements in provisions for future repairs:

PROVISION FOR FUTURE REPAIRS	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Changes in provisions (presentation):		
Opening balance	3,701,173	2,829,006
Increase due to changes indexation units	89,273	124,757
Increase in existing provisions (transfer) ⁽²⁾	875,441	747,410
Provision used	(708,742)	0
Subtotal change in provisions	255,972	872,167
TOTAL PROVISION FOR FUTURE REPAIRS	3,957,145	3,701,173

(2) This item corresponds to the replacement and maintenance projected during the exploitation of the concession. The amount for this item is equivalent to ThCLP\$ 690,229 at December 31, 2012 (ThCLP\$ 531,649 at December 31, 2011), and is classified as Other expenses by nature in the Statement of Income by nature. This item includes interest on net present values equivalent to ThCLP\$ 185,212 at December 31, 2012 (ThCLP\$ 215,761 at December 31, 2011) and is classified as Finance costs in the Statement of Income by nature.

NOTE 19 - OTHER NON-FINANCIAL LIABILITIES

The details of other non-financial liabilities at December 31, 2012 and 2011, respectively, are as follows:

OTHER CURRENT NON-FINANCIAL LIABILITIES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Deferred tag income	191,200	343,281
Other creditors	363,606	276,937
Workers' withholdings	76,909	76,427
Sub-concession with Copec ⁽¹⁾	359,336	350,735
TOTAL OTHER CURRENT NON-FINANCIAL LIABILITIES	991,051	1,047,380
OTHER NON-CURRENT NON-FINANCIAL LIABILITIES	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Deferred tag income	0	400,027
Sub-concession with Copec ⁽¹⁾	7,014,477	7,197,311
Government grants ⁽²⁾	1,215,503	2,979,426
Tunnel structure repair cost ⁽³⁾	64,584	145,935
TOTAL OTHER NON-CURRENT NON-FINANCIAL LIABILITIES	8,294,564	10,722,699

(1) On July 4, 2003 the Company and Compañía de Petróleos de Chile S.A. entered into a sub-concession arrangement for the construction and exploitation of service stations for UF 709,388, of which UF 400,530 were received in advance, and started to be amortized using the straight-line method from the fourth quarter of 2003, with a balance of 21 years to be amortized.

Additionally, in December 2010 the Company received UF 48,272 from Copec as an advance for the installation of a new service station in the space under concession. On August 18, 2011 the temporary operation of the service station was approved in the requested terms. Therefore, the Company started to amortize it using the straight-line method from that date, with a remaining balance of 21 years to be amortized.

(2) Within the framework of the performance of the changes commissioned to the Company by the Chilean Ministry of Public Works by means of the Supplementary Agreement N° 5 and its respective resolutions, such ministry provided the Company with UF 1,563,000 to cover expenses associated with such works. Once such works were completed, there was a balance on behalf of the Chilean Ministry of Public Works, which will be used to cover part of the works related to the changes in the services commissioned to the Company by means of Resolution 4324 of the Department of Public Works dated September 25, 2012, otherwise it should be refunded to the Chilean Ministry of Public Works when this ministry instructs to do it.

At December 31, 2012 the Company had a net balance of UF 35,435.50 in this account.

Also, in this item the Company recorded UF 22,334.03 corresponding to the funds provided by the Chilean Ministry of Public Works on account of the Supplementary Agreement N°6, in order to cover the maintenance, operation and exploitation costs of the works under this agreement. This item will be amortized using the straight-line method until the termination date of the concession arrangement (See Note 32). At December 31, 2012 the amortized amount was UF 4,553.48 and there was a net balance of UF 17,780.55 to be amortized.

(3) Balance related to structural works in the tunnel due to repairs to be performed by the Company, which were included in the terms of the termination signed with Constructora Costanera Norte Ltda.

NOTE 20 - ORDINARY AND PREFERENTIAL SHARES

At December 31, 2012 the Company's capital is ThCLP\$ 58,859,766 divided into 51,000 no-par value registered ordinary shares of the same series and one vote per subscribed and paid-in shares.

ORDINARY AND PREFERENTIAL SHARES AT JANUARY 1, 2012	Number of shares	Ordinary shares	Treasury stock
Capital	51,000	51,000	51,000
Acquisition of the dependant	0	0	0
Purchase of treasury shares	0	0	0
BALANCE AT DECEMBER 31, 2012	51,000	51,000	51,000

ORDINARY AND PREFERENTIAL SHARES AT JANUARY 1, 2011	Number of shares	Ordinary shares	Treasury stock
Capital	51,000	51,000	51,000
Acquisition of the dependant	0	0	0
Purchase of treasury shares	0	0	0
BALANCE AT DECEMBER 31, 2011	51,000	51,000	51,000

The distribution of shares is divided into two shareholders:

Shareholders	Paid-in shares	Ownership percentage
Grupo Costanera S.P.A.	50,999	99.998%
Gestión Vial S.A.	1	0.002%
TOTAL	51,000	100%

NOTE 21 - OTHER RESERVES

Durante los ejercicios finalizados al 31 de diciembre 2012 y 2011, la Sociedad no ha constituido otras reservas.

NOTE 22 - RETAINED EARNINGS

The movements in the reserve for retained earnings have been as follows:

Retained earnings	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Opening balance	93,210,534	69,732,839
Current year net income	26,604,618	23,477,695
TOTAL RETAINED EARNINGS (LOSSES)	119,815,152	93,210,534

In regard to circular N° 1945 issued by the Superintendency of Securities and Insurance, the Company determined that the adjustments of the first time adoption of IFRS are made and reflected as retained earnings for the purposes of the calculation of the distributable net earnings.

In accordance with Note 2 number 18, the distribution of dividends will depend on whether there are financial resources and the compliance with the financial ratios imposed by the funding agreements. The Company has not decided to distribute dividends this year.

NOTE 23 - REVENUE

Revenue is recorded in accordance with Note 2.17 and the details are as follows:

Revenue	From 01-01-2012 to 12-31-2012	Accumulated From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
INGRESOS POR PEAJE		
TAG ⁽¹⁾	62,480,736	56,405,925
Daily pass – Transit right ⁽²⁾	1,287,575	964,543
Offenders ⁽³⁾	515,840	320,267
Sub-total toll income	64,284,151	57,690,735
Allowance for doubtful accounts ⁽⁴⁾	(1,043,102)	(1,403,146)
TOTAL TOLL INCOME	63,241,049	56,287,589
Trading income ⁽⁵⁾	2,459,094	1,854,713
 INCOME ASSOCIATED WITH MAINTENANCE AND OPERATION WORKS		
Related companies ⁽⁶⁾	103,471	62,537
Chilean Ministry of Public Works ⁽⁷⁾	83,476	65,510

INCOME ASSOCIATED WITH CONSTRUCTION WORKS

Chilean Ministry of Public Works ⁽⁸⁾	48,897	101,979
Third parties ⁽⁹⁾	20,322	0

OTHER INCOME

Other Income	7,000	31,332
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TOTAL GROSS INCOME	65,963,309	58,403,660
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Tolls recorded in financial assets ⁽¹⁰⁾	(22,376,136)	(20,873,897)
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TOTAL REVENUE	43,587,173	37,529,763
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- (1) Income from users' tolls recognized during the period for transits in the highway under concession
- (2) Income from the difference of traffic for vehicles that have no automatic reading device (tag) in the highways under concession that have electronic portals by means of enabled passes.
- (3) Income from difference of traffic for reading of vehicles that have no automatic reading device (tag) or enabled passes to be able to pass through highways under concession that have electronic portals.
- (4) Corresponds to the effect, in the period, of the allowance for doubtful accounts for charged tolls that have not been recovered.
- (5) Income from the exclusive use of the space under concession and its related exploitation including: Promotion and publicity services, tag lease, service stations and multi-duct services (cell phone towers).
- (6) Income from administrative and collection services rendered to related companies (See Note 31).
- (7) Income from deferral of government grants (See Note 19 Numbers 2) and 3).
- (8) Net income from work progress of resolutions 1212, 3003 and 4111 of the Department of Public Works (See Note 8 Number 2).
- (9) Repair service of the work for service station in the space under concession.
- (10) Income from the application of IFRIC 12 (See Note 9 letter b) to financial assets.

NOTE 24 - OTHER EXPENSES BY NATURE

The details of maintenance and operating costs are as follows:

Other expenses by nature	Accumulated	
	From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Direct operating and maintenance costs ⁽¹⁾	6,737,929	6,424,806
Direct administrative costs	901,856	903,097
Costs associated with the future repair fund ⁽²⁾	690,229	531,649
TOTAL OTHER EXPENSES BY NATURE	8,330,014	7,859,552

- (1) This item includes expenses related to maintenance, billing, collection and rendering of services performed by the Company to carry out its activities.
- (2) See Note 18.

NOTE 25 - FINANCE INCOME

The details of finance income are as follows:

Finance income	Accumulated	
	From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Interest from financial instruments	1,759,668	2,325,363
Accrued interest from customers' delinquency ⁽¹⁾	3,156,285	2,478,966
Accrued interest from collection of Chilean Ministry of Public Works' resolutions	3,582	103,235
Interest from IFRIC 12 financial assets ⁽²⁾	16,134,819	15,952,438
TOTAL FINANCE INCOME	21,054,354	20,860,002

(1) From 2012 this item includes the effect of the provision for interest related to irrecoverable debtors of charged tolls. This amount is equivalent to ThCLP\$ 1,607,111.

(2) Income from the application of IFRIC 12 (See Note 9 letter b) to financial assets.

NOTE 26 - FINANCE COSTS

The details of finance costs are as follows:

Finance costs	Accumulated	
	From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Interest on loan from related company	3,101,362	4,979,398
Interest on bond obligations	9,916,840	9,831,757
Interest from other financial liabilities	447,953	415,390
TOTAL FINANCE COSTS	13,466,155	15,226,545

NOTE 27 - INCOME TAX EXPENSE

Income tax expense	Accumulated	
	From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Profit before taxes	26,657,273	27,560,673
Taxes calculated at the local tax rates applicable to profit (deferred taxes) (See Note 14)	(10,052,655)	(4,082,978)
TOTAL INCOME TAX EXPENSE	(10,052,655)	(4,082,978)

The applicable tax rate is 20% in 2012 and 2011.

A) The Company has determined that the effects of the change in the income tax rate do not have a significant impact on the Company, as this is offset by the accumulated tax loss, which will not be absorbed in the medium term.

Law 20,455 was enacted due to the 2010 earthquake. Article 1 of this law established the application of an interim increase in the first category income tax as follows:

1. For income received or accrued in 2011, 20% rate.
2. For income received or accrued in 2012, 18.5% rate (repealed).
3. For income received or accrued in 2013, 17% rate (repealed).

B) On September 27, 2012 Law 20,630 was published in the Official Gazette. This law changed, among other things, the First Category income tax rate established in the Income Tax Law. The income tax rate was increased from 17% to 20% permanently, and retrospectively applied from January 1, 2012, in regard to the First Category income tax that should be filed and paid from tax year 2013.

Consequently, the income subject to the First Category income tax received or accrued in the business year 2012, the tax of which should be filed and paid from January 2013 and, as a rule, every April in accordance with section 1 of Article 69 of the Income Tax Law, will be subject to a 20% rate.

NOTE 28 - EXCHANGE RATE DIFFERENCES

At December 31, 2012 and 2011 the movements in foreign currency are as follows:

Exchange rate differences. Item	Currency	Accumulated	
		From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
		ThCLP\$	ThCLP\$
ASSETS			
Cash and cash equivalents	Euro	(119)	159
Cash and cash equivalents	USD	(807)	373
TOTAL ASSETS		(926)	532
LIABILITIES			
Trade and other current payables	Euro	3,588	(7,629)
Trade and other current payables	USD	(2,444)	23,929
Accounts payable to related companies, current	USD	(560)	1,685
Accounts payable to related companies, current	Euro	(785)	170
Other non-current non-financial liabilities	USD	9,889	(17,152)
Current tax liabilities	USD	(284)	2,682
Current tax liabilities	Euro	(16)	0
TOTAL LIABILITIES		9,388	3,685
GAIN (LOSS) FROM EXCHANGE RATE DIFFERENCES		8,462	4,217

NOTE 29 - INCOME BY INDEXATION UNITS

Income by indexation units (charged) and/or credited in the statement of income is included in the following items and amounts:

Income by indexation units	Accumulated	
	From 01-01-2012 to 12-31-2012	From 01-01-2011 to 12-31-2011
	ThCLP\$	ThCLP\$
Financial assets and liabilities denominated in UF	(912,193)	(3,112,990)
TOTAL INCOME BY INDEXATION UNITS	(912,193)	(3,112,990)

The effect on this item mainly includes the IFRIC 12 financial asset and financial obligations of the bond and bond insurance, current and non-current.

NOTE 30 - CONTINGENCIES

At December 31, 2012 the Company has the following contingencies and restrictions:

a) Direct guarantees

The Company has provided the Chilean Ministry of Public Works with certificates of deposit to guarantee the concession arrangement obligations, related amendments, supplementary agreements and resolutions as follows:

Item	Issue date	Issuing bank	Issued guarantee amount (UF)	Maturity date
La Dehesa Bridge – Centenario Bridge	12-30-2009	Banco Santander	55,000.00	29-12-2014
Centenario Bridge – Vivaceta	12-30-2009	Banco Santander	82,500.00	12-29-2014
Vivaceta - Américo Vespucio Avenue	12-30-2009	Banco Santander	82,500.00	29-12-2014
Américo Vespucio Avenue - Route 68	12-30-2009	Banco Santander	27,500.00	12-29-2014
Estoril - Lo Saldes Bridge	01-13-2011	Banco de Chile	27,500.00	04-28-2016
Resolution 4324 – CN-AC Segment	12-21-2012	Banco Chile	31,540.00	03-10-2015
Resolution 4324 – Electromechanical works	12-21-2012	Banco Chile	12,236.00	03-10-2015
Resolution 4324 – La Concepción	12-21-2012	Banco Chile	4,407.45	07-14-2014
Resolution 4324 – Manquehue access roads	12-21-2012	Banco Chile	8,874.40	07-14-2014

b) Indirect guarantees

Bonds – Obligations kept

1. Legal pledge on behalf of the bond holders in accordance with Article 114 of Law 18,045 on Stock Market on the funds from the bond placement and the investments allowed to be made with such funds, as well as adjustments, interest and increases of any kind, funds that were completely used to finance the project.
2. Special first degree pledge for the concession of public work granted on behalf of Inter-American Development Bank (IDB), as a guarantor and codebtor of the issue of bonds (the “guarantor”), and second degree pledge on behalf of the bond holders in accordance with Article 43 of the Concession Law; and first degree mortgage on behalf of the guarantor and second degree mortgage on behalf of the bond holders upon the issuer’s real estate.
3. Commercial pledge on behalf of the bond holders on money that the Company receives and that is deposited in certain checking accounts stated in the Collateral Agency and Security Agreement signed by the guarantor, Banco Santander - Chile as a guarantee agent and the Company on December 3, 2003 (the “guarantee and security agency agreement”)
4. Financial guarantee granted by the IDB on December 10, 2003, through which the payment of the due amounts of the bonds is guaranteed unconditionally and irrevocably in accordance with their payment schedule, and to the extent that the law and/or issue agreement allow it, the appointment of bond holders as beneficiaries or additional insured parties, as appropriate, of the insurance policies of Sociedad Concesionaria Costanera Norte S.A.

The Company has also signed several agreements regarding the issue and placement of reported bonds, particularly the financial guarantee granted by the guarantor in accordance with numbers 6 and 7 above. . Among such agreements, the following should be noted:

- A. Guarantee and Reimbursement Agreement This agreement was signed on December 3, 2003 by Costanera Norte, the guarantor and Banco Santander - Chile. In virtue of the guarantee and reimbursement agreement, the Company has agreed on the terms and conditions, in virtue of which the guarantor will issue the aforementioned financial guarantee, and has accepted to comply with the agreements, limitations, obligations, prohibitions and restrictions agreed thereby.
- B. Collateral Agency and Security Agreement (CASA) This agreement was signed by the Company, the guarantors and Banco Santander - Chile, as an agent, on December 3, 2003. In virtue of CASA, the Company agreed to establish an account system for the operation of the funds it holds, certain guarantees on behalf of the guarantors and bond holders, and comply with the rest of the covenants agreed thereby.
- C. Pledge of contractual rights upon several significant agreements in connection with construction, technology support and use of spaces. The funds from the bond placement were used to pay the costs of the project, which were certified by an independent engineer, as a qualified expert of the project, in accordance with Article 112 of the Law on Stock Market. On September 21, 2006 the Company signed documents officially and not officially recorded that are necessary to certify changes in the financing, including new guarantees on behalf of the Inter-American Development Bank and Ambac Assurance Corporation, as guarantors under the issue contract and the other funding agreements (collectively, the “guarantors”). By means of letters dated May 10 and May 11, 2006, the guarantors informed the Superintendency of Securities and Insurance that they had previously approved the acquisition, confirming that after consummating the acquisition the financial guarantees ensuring the scheduled capital and interest payments of the bonds issued under the bond issue contract would continue fully in force and effect.

- By means of a public deed dated September 21, 2006 before Notary Public Mr. Iván Torrealba Acevedo in Santiago, Grupo Costanera S.p.A. established commercial pledge on its own 50,999 shares issued by Sociedad Concesionaria Costanera Norte S.A. (formerly known as Sociedad Concesionaria Nueva Costanera S.A.). Such pledge is intended to guarantee the Inter-American Development Bank (IDB) the full, effective and timely compliance with all the obligations of Sociedad Concesionaria Costanera Norte S.A. and/or the sponsors (in accordance with such term as defined in the financing documents) in virtue of the guarantee and disbursement agreement and/or the sponsors' support and guarantee agreement, or any other financing agreement signed by Sociedad Concesionaria Costanera Norte S.A. for the financing of the execution, conservation and exploitation of the public work concession, of which it is the holder, including a bond issue agreement for up to UF 9,500,000, signed on October 3, 2003 and the subsequent amendments. Also, in virtue of the aforementioned pledge agreement, the Company has accepted not to levy, transfer, dispose, or enter into any agreement upon the aforementioned pledged shares, while such pledge is in effect without the prior written authorization by the IDB.

c) Restrictions

The Company is subject to the restrictions mentioned in letter (a) guarantees, which are fully complied at this year-end.

d) Significant lawsuits or other legal actions in which the Company is involved.

Civil lawsuits	Details related to the cases
Lawsuit	Esso vs. Chilean Treasury and Sociedad Concesionaria Costanera Norte S.A.
Court	4th Civil Court of Santiago
Case number	3135-2004
Subject	Public right nullity CC2 layout change
Amount	Undetermined
Status	On November 14, 2012 the Third Room of the Supreme Court (case number 2033-2010) rejected the appeals of annulment filed by the plaintiff in form and substance, against the decision of the Court of Appeal of Santiago (case number 1157-2009) dated January 5, 2010, which confirmed the appealable decision of the 4th Civil Court of Santiago (case number 3135-2004) dated January 2, 2009, which rejected the claims filed by Estación de Servicios Pedro de Valdivia Norte Ltda. (Esso) against the Chilean Treasury and the Concession Company, in all respects, including legal costs.

Civil lawsuits	Details related to the cases
Lawsuit	Madrid vs. Sociedad Concesionaria Costanera Norte S.A.
Court	8th Civil Court of Santiago
Case number	16.140-2009
Subject	Consumer Protection Law (class action suit)
Amount	Undetermined
Status	On October 29, 2012 the plaintiff filed an appeal of annulment in substance against the decision of the Court of Appeal of Santiago (case number 3984-2012) dated October 10, 2012, which confirmed the appealable decision of the 8th Civil Court of Santiago (case number 16.140-2009) dated April 26, 2012, which rejected in all respects the class action suit filed against the Concession Company, including legal costs. The aforementioned appeal of annulment in substance was filed under case number 9002-2012, and it was rejected on January 15, 2013, due to lack of legal grounds, and the lawsuit became appealable to pronounce judgment and the final closing of the case.

Civil lawsuits	Details related to the cases
Lawsuit	Sociedad Concesionaria Costanera Norte S.A. vs. the Unit of Corporate Taxpayers of the Chilean Internal Revenue Service (IRS)
Court	Tax Court, Chilean IRS, 13th Regional Metropolitan Administration of Santiago Downtown
Case number	10,019-12
Subject	Tax claim against Exempt Resolution 208/2011 dated August 30, 2011 issued by the Unit of Corporate Taxpayers of the Chilean IRS instructing to change the tax loss filed by the Company and the negative balance of accumulated taxable income at December 31, 2007
Amount	Deduction of tax loss for ThCLP\$ 1,533,030
	On August 9, 2012, as part of the tax litigation, Costanera Norte appealed observations regarding the report issued by the Corporate Taxpayer Supervision Department of the Chilean IRS, confirming Exempt Resolution 208/2011.
	Also, Costanera Norte requested to submit evidence at the Court. The Court has not issued a resolution and the evidence has been submitted. If it is not necessary, the Court should give the final first instance sentence.
	On August 27, 2012 the Tax Court issued a resolution, for which the observations of the report were made. The management has considered that it is not appropriate to establish a provision for this claim, as if it is adverse, its result will not accrue the payment of taxes, but a decrease in the tax loss brought forward, and there will still be tax losses.

e) Administrative sanctions

The Company has no administrative sanctions at the date of issue of these financial statements.

f) Insurance

The Company has the following insurance policies at the date of issue of these financial statements:

Policy N°	Insurance company	Coverage	Expiration date	Currency	Insured amount in UF
4060293	RSA Seguros Chile S.A.	Finished civil works	06-30-2013	UF	14,495,225
4061048	RSA Seguros Chile S.A.	Finished civil works	06-30-2013	UF	15,835,640
2703199	Chilena Consolidada	Civil liability	09-30-2013	UF	25,000
2714713	Chilena Consolidada	Civil liability	09-30-2013	UF	600,000
2714714	Chilena Consolidada	Civil liability	09-30-2013	UF	375,000

NOTE 31 - RELATED PARTY TRANSACTIONS

The related parties include the following entities and individuals:

Structure of related companies

At December 31, 2012 Sociedad Concesionaria Costanera Norte S.A. is controlled 99.998% by its majority shareholder, Grupo Costanera S.p.A., and 0.002% by its minority shareholder, Gestión Vial S.A. In turn, Grupo Costanera S.p.A. is controlled by Autostrade Sud América S.r.L. and Inversiones CPPIB Chile Ltda.

A) Technology assistance agreement

Sociedad Autostrade Sud América S.r.L. and Sociedad Concesionaria Costanera Norte S.A. entered into a technology assistance agreement in September 2006, the expiration of which is equivalent to the expiration of the concession arrangement. The purpose of the agreement is assisting the Company technically and administratively, as it may be necessary for the best fulfillment of the concession arrangement, contributing with the experience and know-how in the organization and in the development and execution of similar projects, and supervising and being involved in the negotiations with the Chilean Ministry of Public Works, and third parties when it comes to transcendental aspects of the concession arrangement.

On June 30, 2012 Autostrade Sud América S.r.L. transferred the agreement to Grupo Costanera S.p.A.

The transactions on account of this item are as follows:

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
Autostrade Sud América S.r.L.	59,118,730-9	Italy	Direct	Technical assistance	USD	380,274	528,736
Autostrade Sud América S.r.L.	59,118,730-9	Italy	Direct	Technical assistance – payments made	USD	(356,497)	(466,381)
Grupo Costanera S.p.A.	76,493,970-0	Chile	Shareholder	Technical assistance	CLP\$	329,466	0
Grupo Costanera S.p.A.	76,493,970-0	Chile	Shareholder	Technical assistance – payments made	CLP\$	(273,703)	0

At December 31, 2012 the accrued amount under this agreement is equivalent to USD 782,403.52 (USD 1,489,450.42 in December 2011); the year-end exchange rate differences are recognized in the income in the item exchange differences.

B) Loans from related companies

Grupo Costanera SpA extended a loan to the Company in 2006 at an annual rate of 4.8855%. The payment of this loan is subject to the payment of the obligations arising from the agreements signed as a result of the financing for the construction and operation of the highway (facility agreement).

The principal balance at December 31 UF 2,698,302.25 and interest is a UF 129,262.30.

The initial principal and amortizations are as follows:

Company	Taxpayer number	Country	Relationship	Description	Date	Currency	Amount
						ThCLP\$	ThCLP\$
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Initial capital	06-21-2006	UF	6,604,000.00
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	07-14-2008	UF	(154,407.35)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	01-22-2009	UF	(562,097.58)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	07-23-2009	UF	(894,585.25)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	01-14-2010	UF	(61,773.15)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	07-13-2010	UF	(120,544.65)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	07-20-2010	UF	(54,430.14)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	01-15-2011	UF	(64,464.33)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	07-13-2011	UF	(210,621.26)
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Amortization	01-13-2012	UF	(1,782,774.04)
TOTAL							2,698,302.25

The transactions on account of this item are as follows:

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Related loan interest	UF	3,101,362	4,979,398
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Related loan adjustment	UF	1,548,155	3,867,887
Grupo Costanera S.P.A.	76,493,970-0	Chile	Shareholder	Repayment of loans	UF	42,309,187	10,979,480

c) Transactions with related companies

GESTIÓN VIAL S.A.

c) Transactions with related companies

Gestión Vial S.A.

Gestión Vial S.A. and Sociedad Concesionaria Costanera Norte S.A. entered into a lease in September 2009. Gestión Vial put out to lease machinery and utility vehicles for the Company to be used in the activities proper to the Concession Company.

Gestión Vial S.A. and Sociedad Concesionaria Costanera Norte S.A. entered into a maintenance service agreement for the electromechanical maintenance of the public work "Sistema Oriente-Poniente" (East-West System) in August 2010, through which Gestión Vial S.A. will render electromechanical maintenance services for the equipment of the electromechanical system in the public work called "Sistema Oriente - Poniente" (East-West System).

Additionally, from 2009 Gestión Vial S.A. renders services related to the maintenance, pavement, marking and repairs involved in the exploitation of the highway to the Company.

The transactions on account of agreement items at December 31, 2012 and 2011 are as follows:

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Gestión Vial S.A.	96,942,440-1	Chile	Direct	Agreements, rendering of services and other maintenance	CLP\$	448,585	488,288
Gestión Vial S.A.	96,942,440-1	Chile	Direct	Agreements, rendering of services and other maintenance (payments made)	CLP\$	(318,521)	(494,082)
Gestión Vial S.A.	96,942,440-1	Chile	Direct	Sundry services rendered	CLP\$	3,553	18,535
Gestión Vial S.A.	96,942,440-1	Chile	Direct	Sundry services rendered (collections made)	CLP\$	(3,553)	(18,535)

Sociedad Concesionaria AMB S.A.

Sociedad Concesionaria AMB S.A. and Sociedad Concesionaria Costanera Norte S.A. entered into a service agreement in September 2010, through which the former renders billing, collection and toll collection services. This agreement includes a commission of 3% of the total amount collected by Sociedad Concesionaria AMB S.A., in accordance with the tender conditions of Sociedad Concesionaria AMB S.A. and the tender conditions of the Company.

This agreement was approved by the Chilean Ministry of Public Works in October 2009 by means of Ordenance N° 0258.

The tables below show the transactions recorded in 2012 and 2011 on account of rendering of services between related companies:

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Non-stop and free flow toll system collection	CLP\$	3,496,083	1,503,191
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Non-stop and free flow toll system collection (payments made)	CLP\$	(2,934,095)	(1,041,311)
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Rendering of services, collection commission	CLP\$	93,101	31,603
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Rendering of services, collection commission (collections made)	CLP\$	(90,581)	(27,727)
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Rendering of sundry services	CLP\$	11	0
Soc. Concesionaria AMB S.A.	76,033,448-0	Chile	Direct	Rendering of sundry services (payments made)	CLP\$	(11)	0

AUTOSTRADA PER L'ITALIA S.P.A.

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Autostrada per l'Italia S.p.A.	59,164,410-6	Italy	Indirect	Recovery of costs	Euro	14,250	19,823

SOCIEDAD CONCESIONARIA AUTOPISTA VESPUCIO SUR S.A.

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Soc. Conc. Autopista Vespucio Sur S.A.	96,972,300-K	Chile	Indirect	Rendering of sundry services	CLP\$	45,986	0
Soc. Conc. Autopista Vespucio Sur S.A.	96,972,300-K	Chile	Indirect	Rendering of sundry services (payments made)	CLP\$	(46,276)	0
Soc. Conc. Autopista Vespucio Sur S.A.	96,972,300-K	Chile	Indirect	Sundry services rendered	CLP\$	373	0
Soc. Conc. Autopista Vespucio Sur S.A.	96,972,300-K	Chile	Indirect	Sundry services rendered (collections made)	CLP\$	(373)	0

SOCIEDAD DE OPERACIÓN Y LOGÍSTICA DE INFRAESTRUCTURA S.A.

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Soc. Oper. y Logística de Infraestructura S.A.	96,570,060-3	Chile	Direct	Rendering of sundry services	CLP\$	0	32
Soc. Oper. y Logística de Infraestructura S.A.	96,570,060-3	Chile	Direct	Rendering of sundry services	CLP\$	(32)	0
Soc. Oper. y Logística de Infraestructura S.A.	96,570,060-3	Chile	Direct	Sundry services rendered	CLP\$	0	80
Soc. Oper. y Logística de Infraestructura S.A.	96,570,060-3	Chile	Direct	Sundry services rendered (collections made)	CLP\$	0	(80)

AUTOSTRAD HOLDING DO SUR S.A

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Autos. Holding do Sur S.A.	76,052,934-6	Chile	Indirect	Sundry services rendered	CLP\$	2,191	8,297
Autos, Holding do Sur S.A.	76,052,934-6	Chile	Indirect	Sundry services rendered (collections made)	CLP\$	(2,347)	(7,011)

SOCIEDAD CONCESIONARIA LOS LAGOS S.A.

Company	Taxpayer number	Country	Relationship	Description	Currency	12-31-2012	12-31-2011
						ThCLP\$	ThCLP\$
Soc. Conc. Los Lagos S.A.	96,854,510-8	Chile	Indirect	Sundry services rendered	CLP\$	4,252	9,007
Soc. Conc. Los Lagos S.A.	96,854,510-8	Chile	Indirect	Sundry services rendered (collections made)	CLP\$	(3,171)	(4,904)

D) Remunerations of Key Management Personnel

DIRECTORS

In accordance with Article 13 of the Company's by-laws, the Company has not paid the remunerations or per diem to its directors. Additionally, the directors did not receive income on account of consulting services during the reporting periods.

MANAGEMENT PERSONNEL

These are the remunerations paid to the management in 2012 and 2011:

Key management personnel	12-31-2012	12-31-2011
	ThCLP\$	ThCLP\$
Managers' remunerations	604,942	644,110

NOTE 32 - CONCESSION ARRANGEMENT

These are the main terms and conditions of the concession arrangement called "International East-West System Concession":

- 1) Publishing date of the Supreme Decree Awarding the Concession: April 19, 2000.
- 2) Starting date of the concession: July 1, 2003
- 3) Duration of the concession arrangement: 360 months from the start of the concession

MAIN OBLIGATIONS OF THE CONCESSION COMPANY:

- a) Legally incorporating the Concession Company promised in the technical proposal in accordance with Article 1.6.2 of the tender conditions
- b) Fully subscribing the Company's capital in accordance with Article 1.6.2 of the tender conditions and number 7.5 of the supplementary agreement N°2.
- c) Registering the Company in the register of the Superintendency of Securities and Insurance in accordance with Article 1.6.2. of the tender conditions.
- d) Building, preserving and operating the works, to which the Concession Company is bound to.
- e) Collecting the rates in accordance with the tender conditions and the proposal filed by the awarded company.
- f) Making the payment to the Chilean Ministry of Public Works for the pre-existing infrastructure stated in the tender conditions.
- g) Contrating the insurance policies stated in the tender conditions.
- h) Implementing the environmental measures in accordance with the tender conditions.

MAIN RIGHTS OF THE CONCESSION COMPANY:

- a) Operating the works after obtaining the temporary commissioning authorization until the end of the concession in accordance with the tender conditions.
- b) Collecting the rates from all the users of the highway in accordance with the tender conditions.
- c) Receiving the guaranteed minimum income offered by the Chilean State, when applicable, in accordance with the tender conditions and the price proposal of the awarded company (See appendix including details).
- d) Operating the following commercial services: Advertising and marketing, multi-duct services, underground parking, recreational facilities and community equipment, service stations, and areas for business premises.

The "International East-West System Concession" has been amended and supplemented by signing the following supplementary agreements:

1. SUPPLEMENTARY AGREEMENT N°1

This agreement was signed on September 26, 2011 and its purpose was to encourage the construction of four bridges over river Mapocho, which were part of the concession arrangement. The estimated value of the works, investments and additional services was UF 288,651.95. This value does not include VAT or interest, and it will be paid in accordance with such document.

The amount was paid in 3 installments as follows:

UF 100,422 plus VAT and interest in August 2002

UF 133,897 plus VAT and interest in August 2003

The balance of UF 54,333 plus VAT and interest in September 2004

2. SUPPLEMENTARY AGREEMENT N°2

This agreement was signed in September 2011 and its purpose was to change the routing of the concession between Lo Saldes Bridge and Vivaceta for a new routing along the riverside of River Mapocho and part of the underground of the channel or riverbed. The estimated value of the investment and additional services of this agreement was UF 2,804,405.50 with the following payment schedule:

UF 160,000 including interest in April 2003

UF 900,000 including interest in April 2004

UF 900,000 including interest in April 2005

UF 900,000 including interest in April 2006

The resulting difference including interest in April 2007

The Company and the Chilean Ministry of Public Works approved the option stated in the tender conditions and in supplementary agreement N°1, including the construction of river walls for the River Mapocho. All the works involved a contribution of UF 711,356 by the Chilean Ministry of Public Works, which was fully paid.

3. SUPPLEMENTARY AGREEMENT N°3

This agreement was signed in December 2002, and its purpose was mainly:

a) The extension of the axle highway Costanera Norte of the concession between West Américo Vespucio Avenue and Route 68.

b) Additional works for UF 1,103,014.23 plus interest on account of river walls and cleaning of the riverbed in:

- San Enrique Bridge - La Dehesa Bridge
- Vivaceta – Bulnes Bridge
- Carrascal Footbridge – West Américo Vespucio Avenue
- Lo Gallo Canal Intake
- Canalization of River Mapocho , La Máquina Bridge area

These amounts were paid in accordance with the following payment schedule:

UF 500,000 including interest in September 2004

The resulting difference in September 2005

c) Rescheduling of the maximum periods allowed to delivering land by the Chilean Ministry of Public Works in accordance with the following schedule:

Segment	Land delivery area	Deadline
Segment 1	La Dehesa Bridge – Tabancura Bridge	07-01-2003
Segment 2	Tabancura Bridge – Centenario Bridge	04-01-2003
Segment 3a	Centenario Bridge - Lo Saldes Bridge	04-01-2003
Segment 3b	Lo Saldes - Bellavista Norte	Delivered
Segment 3c	Lo Saldes - Bellavista Sur	Delivered
Segment 4a	Bellavista Norte - Purísima	Delivered
Segment 4b	Purísima – Independencia	Delivered
Segment 5	Independencia - Vivaceta	Delivered
Segment 6	Vivaceta - Walker Martínez	07-01-2003
Segment 7	Walker Martínez - Petersen	07-01-2003
Segment 8	Petersen - Américo Vespucio	07-01-2003
Segment 9	Estoril - Lo Saldes Bridge	07-01-2003
Segment 9	Kennedy Bottleneck - Estoril - Tabancura	01-01-2003
Segment 10	Américo Vespucio Avenue - Route 68	01-10-2003

- a) Clearing system for the Concession Company in case of delays of the Chilean Ministry of Public Works in the delivery of land on the aforementioned dates
- b) This agreement establishes the starting date of the concession on July 1, 2003.

4. Supplementary agreement N° 4

This agreement was signed in May 2003 and its purpose was clarify the sense and scope of the seventh clause, as well as some elements of point 4 in appendix 4 of supplementary agreement N° 3 of December 2002.

5. Supplementary agreement N° 5

This agreement was signed in September 2005 and its purpose was including in the concession some works and additional services that the Chilean Ministry of Public Works decided to contract, due to public interest causes, in accordance with Articles 19 and 20 of the Concession Law, which mainly include: (i) (i) New works in Estoril – Tabancura Junction and works for the rainwater collector to the River Mapocho; (ii) Rainwater collector in Presidente Kennedy Avenue area, between Américo Vespucio and Pérez Zujovic Roundabout and service change works; (iii) Other works and additional services and their compensations.

6. Supplementary agreement N° of November 2007, which included new works and their budget and additional compensations in accordance with the following details:

Supplementary agreement N° 6	UF
Construction of new or additional works (final amount)	913,902.64
Compensation for higher overheads for rescheduling costs and acceleration costs of the Concession Company in segment 1: La Dehesa Bridge - Tabancura Bridge and segment 9: Estoril - Tabancura - Lo Saldes. (Note: Depending on the completion date of segment 1, the highest amount is considered only for these purposes)	150,000.00
Compensation for damages related to the construction, supplementary agreement N°3 and 6.3 of supplementary agreement N° 5 (final amount)	300,328.35
Final compensation of the Chilean Ministry of Public Works to the Concession Company for net income losses between December 4, 2004 and May 31, 2007 (estimated amount)	1,120,490.34
Estimated compensation of the Chilean Ministry of Public Works to the Concession Company for net income losses between September 1, 2007 and the starting date of the complete operation (estimated amount for these purposes has exceeded the restated amount)	174,661.88
TOTAL ESTIMATED AMOUNT IN UF	2,659,383.21

Additionally, the Chilean Ministry of Public Works through ad referendum agreements agrees with the Concession Company on the method by which the exempt resolutions will be compensated, and instructs the execution of new works that are additional to the concession arrangement. To date the Company has signed the following agreement:

Ad referendum agreement N°1 in August 2011, which governed the method in which the Chilean Ministry of Public Works will compensate the Concession Company for the execution of the work called "External painting of 11 buildings in Villa Ríos" for UF 4,313, instructed by means of resolution N° 4465 issued by the Department of Public Works in January 2008.

Finally, the Chilean Ministry of Public Works instructed the Company by means of resolutions the performance of different works and studies as follows:

- Resolution 1212 issued by the Department of Public Works in July 2009, through which the Chilean Ministry of Public Works requested the Concession Company to perform "Traffic Studies and Evaluation of the East Area of Santiago" for UF 294,703.95, which will be compensated in a following supplementary agreement. This resolution was supplemented by resolution 3003 of September 2010 (related to the study of additional works), and resolution 4111 of November 2010 (related to engineering projects).
- Resolution 4324 issued by the Department of Public Works in September 2012, through which the Chilean Ministry of Public Works instructed the Company to prepare, perform, process and execute the studies, procedures and works included in "Phases 1 and 2 of the Improvement Plan of the Concession Arrangement", including:
 - Phase 1 Works of SCO Program for UF 956,430
 - Electromechanical works of Phase 1 for UF 244,653
 - Changes of services of Phases 1 and 2 of SCO Program for UF 610,000
 - Environmental mitigations to relocate Padre Arteaga for UF 66,000
 - Compensations for risk and administration of works and maintenance and operation expenses are established.

The method by which the works of these resolutions will be compensated to the Concession Company will be controlled by an agreement to be signed by both parties.

The temporary and final commissioning of the different works and segments in the concession is as follows:

Temporay and final decommissioning	Items related by resolutions
RESOLUTION NUMBER	924
Date	04-12-2005
Purpose	Temporary commissioning
Enabled areas	Segments 2 and 3A Tabancura Bridge - Lo Saldes, segments 3B 3C, 4B and 5 Lo Saldes Bridge - Vivaceta, segments 6, 7 and 8 Vivaceta - Américo Vespucio and segment 10 Américo Vespucio - Route 68.
Exclusion	Even though the traffic has been allowed, the toll collection is excluded for users of segment Centenario Bridge, as the transfer of the land on behalf of the Chilean Treasury has not been concluded.
Start of toll collection	Toll collection is authorized for segments 3B, 3C, 4B, 5, 6, 7, 8, and 10.
RESOLUTION NUMBER	1536
Date	05-16-2006
Purpose	Temporary commissioning
Start of toll collection	Toll collection is authorized for segment 2, Tabancura Bridge – Centenario Bridge.
RESOLUTION NUMBER	3293
Date	10-02-2006
Purpose	Temporary commissioning
Enabled areas	Segment 9 Estoril - Lo Saldes Bridge, Kennedy Axle Highway
Exclusion	Toll collection is excluded for users in accordance with the protocol signed by the Chilean Ministry of Public Works and the Municipalities.
RESOLUTION NUMBER	3899
Date	11-21-2006
Purpose	Temporary commissioning
Start of toll collection	Segments 2 and 3A Tabancura Bridge - Lo Saldes, segments 3B, 4C and 4B, and 5 Lo Saldes Bridge - Vivaceta, segments 6, 7 and 8 Vivaceta - Américo Vespucio and segment 10 Américo Vespucio - Route 68.
RESOLUTION NUMBER	2455
Date	07-31-2007
Purpose	Temporary commissioning
Enabled areas	Segment 9 Estoril - Lo Saldes Bridge, Kennedy Axle Highway
Exclusion	Toll collection is excluded for users in accordance with the protocol signed by the Chilean Ministry of Public Works and the Municipalities.
RESOLUTION NUMBER	3059
Date	10-03-2007
Purpose	Temporary commissioning
Enabled areas	Segment La Dehesa - Tabancura
Start of toll collection	Toll collection is authorized for segment 1.
RESOLUTION NUMBER	3074
Date	10-03-2007
Enabled areas	Segment 9 Estoril - Lo Saldes Bridge, Kennedy Axle Highway
Start of toll collection	Toll collection is authorized for segments 9: Estoril - Lo Saldes Bridge, Kennedy Axle Highway. And increasing portal P1 from 2.22 to 4.90 km is authorized.

The termination date of the concession arrangement is June 30, 2033.

Calendar year of operation	Guaranteed minimum income (thousands of UF)
1	1,098
2	1,118
3	1,140
4	1,162
5	1,185
6	1,228
7	1,272
8	1,319
9	1,366
10	1,416
11	1,467
12	1,520
13	1,576
14	1,633
15	1,692
16	1,753
17	1,817
18	1,883
19	1,951
20	2,022

NOTE 33 - ENVIRONMENT

During these years the Company has strengthened the environmental plan for the operation phase. This plan is based on the tender conditions, the environmental studies of the project, and environmental qualification resolutions.

The Company's environmental management plan for the operation phase includes, among other measures, the monitoring of noise levels, the monitoring of air quality, at the highway and inside the tunnels, a hydro-geological tracking, and a complete contingency plan for environmental impact incidents.

The amounts disbursed by Company related to environmental management plan activities were ThCLP\$ 1,186,741 at December 31, 2012 (Th\$ 1,110,266 at December 31, 2011). This amount is shown in other expenses by nature in the statement of income by nature.

NOTE 34 - SUBSEQUENT EVENTS

Between January 1, 2013 and the date of issue of these financial statements, no significant events have occurred, financial, or otherwise, that could materially affect the balances or the interpretation of these financial statements.

REASONED ANALYSIS

AT DECEMBER 31, 2012

Sociedad Concesionaria Costanera Norte S.A.

1. ANALYSIS OF FINANCIAL POSITION

The assets and liabilities presented in the Classified Statements of Financial Position have been prepared in accordance with International Financial Reporting Standards (IFRS) and instructions issued by the Chilean Superintendency of Securities and Insurance.

As of March, 2012, Sociedad Concesionaria Costanera Norte S.A. has reported under International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (hereinafter "IASB").

The main impact arising from the adjustments under IFRS is the recognition of an Intangible Asset and a Financial Asset stemming from the nature of the service rendered to the Ministry of Public Works (hereinafter "MOP"), and the operation and maintenance of a Government-related Public Work. This complies with the provision of IFRIC 12 regarding the Concessionary Company's authority to charge users for using the infrastructure. The following criteria have been applied in recording those assets:

- I. During the construction stage, all costs involved in project engineering as well as the construction costs of the civil works, electromechanical works, toll system, among others, which are the object of the Concession Contract, as well as also payroll, legal counsel, technical advisory services, commissions, insurance, interest, etc., are capitalized. Payments or contributions made to, or received from, the MOP for the items specified in the Concession Contract and its Supplementary Agreements are capitalized or subtracted from this account.
- II. The Financial Asset corresponds to the amount of income from toll collection cash flows up to the current value of the Guaranteed Minimum Income. For its part, the Intangible Asset, as stipulated in IFRIC 12, stems from the right set forth in the concession contract to charge users for use of the infrastructure. The financial assets associated with the financing of the construction, which are capitalized until the start-up of the works, have been capitalized as part of the subsequent measurement of the asset.

LIQUIDITY

As of December 31, 2012, the liquidity ratio is presented in comparison to the ratios recorded by the Company as of December 31, 2011.

The current liquidity and acid ratios are 6.47 and 6.39, respectively, as of December 31, 2012, compared to 7.84 and 7.74 for 2011. This comparison shows a drop in liquidity levels of around 17.47% and 17.44%, respectively, which is explained by the repayment of the debt due to the Parent.

The defensive-interval ratio, which has considered the total current liabilities, is 1.01 as of December, 2012, compared to 2.17 in 2011. This variation is due to the decrease in investments of freely available funds in mutual funds, designed to repay the related debt.

Current Assets amount to ThCLP\$ 97,834,138 as of December, 2012, compared to ThCLP\$ 98,426,968 in 2011. The reduction is due to the decrease in cash and cash equivalents, which was mostly allocated to repaying the majority shareholder, Grupo Costanera S.p.A., for the associated loan maintained by the Concessionary Company (See Note 31, letter B, of the Financial Statements).

Non-current Assets amount to ThCLP\$ 417,511,661 as of December, 2012, compared to ThCLP\$ 421,573,718 in 2011. The decrease is explained mainly by the amortizations of other non-current financial assets and Intangible Assets, other than goodwill, which have an impact on the records generated by applying the mixed model of IFRIC 12.

Current Liabilities amount to ThCLP\$ 15,117,451 as of December, 2012, compared to ThCLP\$ 12,549,250 in 2011. The increase of ThCLP\$ 2,568,201 is due mainly to the increase in other current financial liabilities and current accounts payable to related entities, which are affected by the variation in the Unidad de Fomento (the Chilean inflation index-related unit of account) applied to recording any obligations contracted, to both repayments of capital of obligations with the public and accumulated interest (See Notes 15 and 17, respectively, to the Financial Statements).

Non-current liabilities amount to ThCLP\$ 321,553,430 as of December, 2012, compared to ThCLP\$ 355,381,136 in 2011. The decrease of ThCLP\$ 33,827,706, which mostly impacted non-current accounts payable to related entities, was generated by the capital repayment made in January 2012 on the associated loan maintained by the Concessionary Company with its Parent (See Note 31, letter B, to the Financial Statements).

DEBT

The debt ratio is presented as a ratio to the Company's equity, and is 1.88 as of December, 2012 compared to 2.42 in 2011, as a result of the decrease in liabilities with related companies and the increase in equity due to the increase in retained earnings.

The short-term debt ratio is 4.49% of the total debt as of December, 2012 compared to 3.41% in 2011. This increase is generated by other current financial liabilities and current accounts payable to related entities.

The long-term debt ratio is 95.51% of the total debt as of December, 2012 compared to 96.59% in 2011, due mainly to the decrease in the charge for the debt associated with its majority shareholder (See Note 31, letter B, to the Financial Statements).

In general, the shareholder debt, excluding the loan from shareholders, represents 34.67% of total liabilities as of December, 2012 compared to 29.25% in 2011. The Company has not distributed any profits.

The Working Capital is ThCLP\$ 82,716,687 as of December, 2012 compared to ThCLP\$ 85,877,718 in 2011. This decrease is due mostly to the repayment made to the majority shareholder Grupo Costanera S.p.A. for the associated loan, which required funds to meet this Obligation. (See Note 31, letter B, to the Financial Statements).

ACTIVITY

The accounts receivable turnover index as of December, 2012 is 2.89, compared to 3.50 in 2011. The average recorded for recovering accounts receivable with regard to the total trade debtors from tolls and toll income (See Notes 8 and 23 to the Financial Statements) is 125 days as of December, 2012, compared to an average of 103 days in 2011.

The accounts payable turnover index in December, 2012 is 4.94, compared to 4.22 at the end of 2011, with an average of 73 days for paying contracted debts as of December, 2012, compared to 85 days in 2011.

RESULTS AND PROFITABILITY

In its Statement of Income by Nature, the Company recognizes, under Income from Ordinary Activities, income from tolls, income from exploitation rights, income from recognition of progress of CC7 works, tolls allocated to financial assets under IFRIC 12, write-offs of uncollectible accounts from invoiced toll charges and other income from ordinary activities (See Note 23 to the Financial Statements).

Pretax profits have increased from ThCLP\$ 27,560,673 in 2011 to ThCLP\$ 36,657,273 in December 2012, which is an increase of 33.01%, mainly due to the increase in income from ordinary activities, and the decrease in financial costs (See Notes 23 and 26 to the Financial Statements).

Ordinary income has increased 16.14% from ThCLP\$ 37,529,763 in 2011 to ThCLP\$ 43,587,173 in December 2012, as a result of the increase in toll income. This is due mainly to increases in traffic and the increase in the toll rate, together with the effect of classifying the uncollectible installments by active interest, which is presented by reducing financial income.

The Profit margin of pre-tax profits has increased from 73.44% in 2011 to 84.10% as of December, 2012, an increase generated mainly for the reasons set forth in the previous two paragraphs.

The profit to equity ratio as of December 31, 2012 is 16.09% for every Chilean peso the shareholders have invested in the Company, compared to 16.73% in 2011.

The profitability of the assets is 5.14% for every Chilean peso of the assets invested

The profitability of the sales is 61.04% for every Chilean peso sold.

The Exploitation Income Ratio shows that there is a return of CLP\$ 3.2016 for every Chilean peso spent on exploitation as of December 2012, compared to CLP\$ 3.0039 in 2011.

Traffic behavior as of December 31, 2012 and 2011 is as follows (Amounts expressed in thousands of pass throughs):

Transits	2012	2011
Automobiles and pick-ups	192,216	186,287
Buses and Trucks	7,680	6,983
Trailer Trucks	1,446	1,431
Motorbikes	2,522	2,246
TOTALS	203,864	196,947

2. ANALYSIS OF DIFFERENCES IN VALUING THE MAIN ASSETS

Management considers that the assets valued in its accounting records are expressed at their market values, so it considers that there are no distortions to report.

3. FINANCIAL RISK FACTORS

The Company's activities are exposed to different kinds of financial risks, with basically interest rate risk, counterpart credit risk and liquidity risk standing out..

Risk management is handled by the company's Administration and Finance Management, which, through the Treasury Department, ensures that the policies approved by the Board of Directors are complied with in line with the terms and conditions stipulated in the financing contracts. This Department identifies, evaluates and hedges the financial risks in close cooperation with the Company's operating units. The Guarantee and Security Agency Contract (CASA) signed with the Guarantors of Obligations with the General Public defines the Permitted Investments, and these are adhered to by the company in managing its global risk, as well as also for specific areas such as market risk, credit risk and liquidity risk (See Note 3 to the Financial Statements).

4. ANALYSIS OF THE MAIN COMPONENTS OF THE STATEMENT OF CASH FLOWS.

Cash Flows provided by Operating Activities are ThCLP\$ 40,349,015, which is an increase of ThCLP\$ 8,354,434 in relation to the prior year, mainly due to the collections from toll charge debtors.

The cash flows used in investing activities are ThCLP\$ 4,112,133 as a result of purchases involving investments and fixed assets, as well as disbursements from investments for funding purposes maintained by the Company.

The cash flows used in Financing Activities are ThCLP\$ 48,258,784, mainly due to interest payments made on Financial Obligations and the partial repayment of the associated loan maintained by the Concessionary Company with its parent (See Note 31, letter B, to the Financial Statements).

The net decrease in cash, before the effects of changes in the exchange rate, is ThCLP\$ 12,021,902, while the effect of the change in the exchange rate is ThCLP\$ 7.941. Cash at the beginning of the period is ThCLP\$ 27,252,963, while the total cash and cash equivalents at the end of the period is ThCLP\$ 15,239,002.

5. MARKET RISK ANALYSIS

In its management of the interest rate risk and considering the characteristics of the business, the company has structured long-term financing consisting of the issue of local market bonds denominated in Unidades de Fomento and at a fixed rate. The choice of the fixed rate is keyed to the market conditions at the time of issue, when there was no long-term indebtedness subject to a variable rate, and to the convenience of having unchanging payment flows in Unidades de Fomento, considering that they are covered by the Guaranteed Minimum Income in the Concession Contract, which is also fixed.

The financial ratios referred to are described below:

Tax ID: 76,496,130-7

Periods: 31-12-12 / 31-12-11

Currency: Thousands of Chilean pesos (ThCLP\$)

Type: Classified Statement of Financial Position and Income Statement by Nature

FINANCIAL RATIOS		12-31-2012	12-31-2011
LIQUIDITY			
Current Liquidity		6.47	7.84
Acid Ratio		6.39	7.74
Defensive Test		1.01	2.17
DEBT			
Debt Ratio		1.88	2.42
Working Capital	ThCLP\$	82,716,687	85,877,718
SHORT-TERM DEBT RATIO / TOTAL DEBT		4.49%	3.41%
LONG-TERM DEBT RATIO / TOTAL DEBT		95.51%	96.59%
EQUITY / TOTAL DEBT		34.67%	29.25%
ACTIVITY			
Accounts Receivable Turnover		2.89	3.50
Accounts Receivable Turnover Days		125	103
ACCOUNTS PAYABLE TURNOVER		4.94	4.22
ACCOUNTS PAYABLE TURNOVER DAYS		73	85
FINANCIAL RATIOS			
PROFITABILITY			
Return on Equity Net Income for the Year/Average Equity		16.09%	16.73%
Return on Assets Net Income for the Year/Average Assets		5.14%	4.65%
Return on Sales Net Income for the Year/Revenue		61.04%	62.56%
REVENUE RATIO REVENUE/COSTS		3.2016	3.0039
PROFITABILITY PROFIT OR LOSS BEFORE TAXES /REVENUE		84.10%	73.44%
PROFIT OR LOSS			
Profit, before taxes	ThCLP\$	36,657,273	27,560,673
Revenue	ThCLP\$	43,587,173	37,529,763
Financial Revenue	ThCLP\$	21,054,354	20,860,002
Financial Costs	ThCLP\$	13,466,155	15,226,545
EBIDTA	ThCLP\$	31,890,205	26,601,287
EBITDA / Operating Revenue.		73.16%	70.88%

	12-31-2012	%
ASSETS THCLP\$		
Current assets	97,834,138	18.98%
Non-current assets	417,511,661	81.02%
TOTAL ASSETS	515,345,799	
LIABILITIES THCH\$		
Current liabilities	15,117,451	2.93%
Non-current liabilities	321,553,430	62.40%
Equity	178,674,918	34.67%
TOTAL LIABILITIES	515,345,799	

LIABILITY STATEMENT

LEGAL NAME: SOCIEDAD CONCESIONARIA COSTANERA NORTE S.A.

TAX ID Nº: 76,496,130-7

The undersigned, in their capacity as Directors and General Manager, are declared liable regarding the accuracy of the information included in the Annual Report and Balance Sheet for year 2012.



ROBERTO MENGUCCI
Chairman
R.U.T.: 0-E



MICHELE LOMBARDI
Director
R.U.T.: 0-E



MASSIMO SONEGO
Director
R.U.T.: 0-E



BRUCE HOGG
Director
R.U.T.: 0-E



ETIENNE MIDDLETON
Alternate Director
R.U.T.: 0-E



DIEGO SAVINO
General Manager
R.U.T.: 14,492,093-7



COSTANERA NORTE

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