

ENERSIS EBITDA ABOVE US\$4 BILLION FOR SIXTH YEAR IN A ROW

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- Net income attributable to Enersis shareholders reached Ch\$610,158 million in 2014 from Ch\$658,514 million in 2013, a 7.3% decrease attributable to the impact on Endesa Chile of the provisions made on HidroAysén and Punta Alcalde investments. Such provisions had an impact of Ch\$41,425 million and Ch\$5,509 million on Enersis, respectively. Net of these provisions, Enersis net income would have grown by 1%.
- Enersis continued its growth plan in 2014 by successfully closing the indirect purchase of 21.1% of Peruvian generation company Edegel. Other investments included the purchase of minority stakes in Brazilian distributor Coelce (an additional 15.18% shareholding), the purchase of a 50% stake in Gas Atacama not previously held by Enersis, and the start of construction of the Los Cóndores 150 MW hydro plant.
- Enersis carried out sales of ENEA and TEMSA (the latter through Endesa Chile), both non-strategic assets, and merged subsidiaries Inmobiliaria Manso de Velasco and ICT.
- Power generation reached 60,299 GWh, a 0.4% growth compared to 2013.
- Energy sales from the distribution segment totalled 77,631 GWh, a 2.9% increase on 2013 levels.
- Enersis installed capacity grew by 6.4% in the period, totalling 16,868 MW.
- The number of customers in the distribution segment exceeded 14.7 million at the end of 2014, after adding 387,000 new customers in the period.
- Revenues increased by 15.8% reaching Ch\$7,253,876 million.
- Enersis 2014 EBITDA was Ch\$2,300,020 million, a 2.2% increase on 2013 levels, with a balanced contribution by business line.
- EBITDA from the generation segment increased by 10.6%, closing 2014 at Ch\$1,303,000 million. This improved performance offset the 6.1% drop in the distribution segment, which posted an EBITDA of Ch\$1,027,540 million, mainly due to lower recognition of costs not transferred to tariff in Argentina compared to 2013.

Santiago, January 29th, 2015. In 2014, Enersis Group companies generated 60,299 GWh, a 0.4% increase compared to 2013 levels. At the same time, energy sales from the distribution segment grew by 2.9% in 2014, reaching 77,631 GWh. Again in 2014, Enersis installed capacity increased 6.4% on 2013 levels, totalling 16,868 MW, while consolidated energy demand increased by 3.1% compared to 2013. The number of customers grew by 2.7% in 2014, equivalent to 387,000 new customers. Therefore, Enersis closed the year with over 14.7 million clients. Revenues reached Ch\$7,253,876 million, growing by 15.8% compared to the figure posted in 2013. This

growth was mainly attributable to the 19.7% increase in energy sales, which stood at Ch\$6,819,761 million in 2014. Such an increase offset the 27.6% rise in costs of supplies and services, which closed the period at Ch\$3,941,071 million, due to higher energy purchases amounting to Ch\$2,612,423 million, to an increase in fuel consumption, which amounted to Ch\$511,015 million, and to a hike in transport costs, which closed the period at Ch\$417,134 million.

Energis EBITDA in 2014 was Ch\$2,300,020 million, some US\$4,032 million at the average exchange rate for the year, a 2.2% growth compared to 2013. Therefore, Energis EBITDA was placed above the US\$4 billion barrier for the sixth year in a row. This improved performance was mainly attributable to the 10.6% increase in the EBITDA of the generation segment, which closed the period at Ch\$1,303,000 million. The above results offset the 6.1% drop displayed by the distribution segment which posted an EBITDA of Ch\$1,027,540 million in 2014, mainly due to lower recognition of costs not transferred to tariff (Cost Monitoring Mechanism - Program for the Rational Use of Electric Power or MMC-PUREE, from the Spanish acronym) in Argentina compared with the previous year.

Generation EBITDA increased thanks to the good results posted in Colombia and Peru, and to a significant recovery of Chilean and Brazilian results in the last quarter of 2014. The decline in distribution EBITDA was partially offset by the improved performance posted by Brazilian subsidiaries during the final quarter of the year. This improvement was due to the accounting of the cost overruns incurred by the Brazilian distribution companies through a compensation mechanism (CVA) approved in November 2014.

As a consequence of the above factors, Energis EBIT was Ch\$1,769,325 million, a 1.6% decrease on 2013, including the impact in terms of higher depreciation and impairment for the Punta Alcalde project in the amount of Ch\$12,581 million.

Net financial results registered a charge of Ch\$95,133 million. This was mainly attributable to the extraordinary effects on the distribution business in Brazil, and lower financial revenues in Argentina related to lower costs recognition under MMC compared to 2013, partially offset by the positive impact of the renegotiation of Endesa Costanera debt.

In 2014, net income attributable to Energis shareholders decreased by 7.3%, reaching Ch\$610,158 million. This drop is attributable to the impact on Endesa Chile of the provisions made on HidroAysén and Punta Alcalde investments. Such provisions had an after-tax impact of Ch\$41,425 million and Ch\$5,509 million on Energis, respectively. Net of these provisions, Energis net income would have grown by 1%.

Growth Plan in South America: Investments of US\$1,626.5 million in 2014

Energis continued its growth plan in the region, successfully completing a series of transactions during the year. These operations include: the purchase of minorities in Coelce, acquiring a 15.18% stake for US\$243 million (following the operation, Energis' direct and indirect stake in Coelce reached 74.05%); the purchase, through Endesa Chile, of a 50% stake in Gas Atacama not previously held by Energis for US\$309 million; the start of construction of the 150 MW Los Cóndores hydro plant for an investment of over US\$661.5 million and the indirect purchase of 21.1% of Peruvian generator Edegel, by acquiring for US\$413 million the 39.01% stake held by Inkia Americas Holdings Limited in Generandes Perú S.A., a company controlling 54.20% of Edegel.

The purchase of minorities in Coelce and Edegel was part of the process of using the funds raised through the capital increase approved by the Energis Extraordinary Shareholders Meeting held on December 20th, 2012.

Operations to restore financial situation of Endesa Costanera and Central Dock Sud

Endesa Costanera, a subsidiary of Enersis, agreed on October 27th, 2014 to refinance its debt with Mitsubishi Corporation, contributing to the restructuring of its equity situation. On November 25th, 2014, with a large majority, which amounted to 86.15% of the shares issued with voting rights, the Extraordinary Shareholders Meeting of Enersis approved the operation to restore the financial situation of Central Dock Sud (CDS) through Enersis' purchase of the US\$102 million of the debt that CDS had with Endesa Latinoamérica, an operation that cost US\$29 million, so that Enersis as well as its partners in CDS (YPF and Pan American Energy) would subsequently capitalize it. In addition to restoring CDS equity, the current shareholdings in the company remained similar to the previous ones, with Enersis and YPF at 40% each and Pan American Energy at 20%.

Other key events

Enersis subsidiary Endesa Chile, together with Tarapacá Electric Company, formalized on January 9th, 2015, the agreement of the Board of Directors of December 18th, 2014, date on which the binding offer for 100% of Endesa Chile subsidiary Túnel El Melón S.A. (TEMSA), offer received from the private fund managed by Independencia SA, was approved for Ch\$25,000 million, equivalent to US\$41 million. Endesa Chile, as parent company, is estimated to gain an approximate Ch\$7 million, which will be accounted in 2015 results. On December 30th, 2014, Inmobiliaria Manso de Velasco Limitada, a subsidiary of Enersis, signed an agreement with corporation Rentas Inmobiliaria GN S.A., to sell all shares held directly and indirectly by Inmobiliaria Manso de Velasco in companies Construcciones y Proyectos Los Maitenes S.A. and Aguas Santiago Poniente S.A., grouped in the real estate project ENEA. The selling price of the 55% stake that Enersis held indirectly in ENEA was about US\$94 million at the exchange rate as of December 30th, 2014. Both sales of TEMSA and ENEA are part of the disposal process of non-core assets launched by Enersis in 2010 with the sales of Synapsis and CAM. At its meeting of November 25th, 2014, the Board of Enersis approved a merger of its subsidiaries Inmobiliaria Manso de Velasco Limitada and ICT Servicios Informáticos Limitada. Specifically, ICT Servicios Informáticos Limitada will take over all rights and obligations of Inmobiliaria Manso de Velasco.