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QUIÑENCO S.A. ANNOUNCES CONSOLIDATED RESULTS FOR THE SECOND QUARTER OF 2009

(Santiago, Chile, September 10, 2009) Quiñenco S.A., a leading Chilean business conglomerate, announced today its consolidated financial results for the second quarter ended June 30, 2009.

Consolidated financial results are presented in accordance with IFRS and the regulations established by the Superintendency of Securities and Insurance (SVS). All figures are presented in nominal Chilean pesos, unless stated otherwise. Figures in US\$ have been converted from Chilean pesos (Ch\$) at the observed exchange rate on June 30, 2009 (Ch\$531.76 = US\$1.00), unless indicated otherwise, and are only provided for the reader's convenience.

2Q 2009 HIGHLIGHTS

- Net income amounted to Ch\$52,608 million (US\$98.9 million) in the second quarter of 2009, 170% above the same period in 2008, mainly due to a non-recurring gain at the Corporate level from the sale of financial assets, a non-recurring profit generated at CCU by the sale of 29.9% of Aguas CCU-Nestlé Chile to Nestlé Waters Chile, and improved non-operating results primarily due to the positive impact of the negative rate of inflation during the quarter on financial obligations and expenses denominated in UFs, as well as the lower level of indebtedness vis-à-vis 2Q 2008.
- The contribution of operating companies during the second quarter of 2009 was boosted by higher results from CCU (mentioned above) and Madeco, whereas Banco de Chile and to a lesser extent Telsur, registered lower results. The latter was more than compensated by significantly lower accrued interest expense of Banco de Chile's Subordinated debt with the Chilean Central Bank during the quarter.
- Earnings per ordinary share amounted to Ch\$45.96 (US\$0.09) for the second quarter of 2009.
- As of the year 2009, Quiñenco prepares its consolidated financial statements in accordance with IFRS. Although this impacts the financial statements in terms of presentation and certain accounting principles, the impact on Equity, net of dividends, as of December 2008 with respect to Chilean GAAP was a reduction of less than 3%.

GROUP HIGHLIGHTS – SECOND QUARTER 2009 AND SUBSEQUENT EVENTS

Quiñenco – Dividend Distribution

At the General Ordinary Shareholders Meeting held on April 29, 2009, shareholders approved a dividend distribution corresponding to 2008 net income of Ch\$61 per share, payable as of May 8, 2009, to those shareholders registered with the company as of May 2, 2009. The total amount of the dividend is Ch\$69,819 million, equivalent to 30.09% of 2008 net income.

Banco de Chile – Capitalization of 30% of 2008 Net Income

In the Extraordinary Shareholders Meeting held on March 26, 2009, shareholders agreed to capitalize 30% of Banco de Chile's 2008 net income, equivalent to Ch\$52,261 million. Subsequently, on June 4, 2009, the bank issued 1,671,803,439 fully paid-in shares, which were distributed at a ratio of 0.032325 shares for each Banco de Chile share held, to those shareholders registered with the bank as of May 29, 2009. From the total of 1,671,803,439 fully paid-in shares, 1,398,855,628 shares are ordinary and 272,947,811 correspond to ordinary shares of the series Banco de Chile-S. Banco de Chile's total outstanding shares increased to 82,551,699,423 shares as of June 4, 2009. As a consequence of the share issue, LQIF received 782,803,314 fully paid-in shares of Banco de Chile and 272,947,811 fully paid-in shares of Banco de Chile Series-S shares. Thus, LQIF's dividend rights in the bank increased from 40.4% to 40.8%.

CCU – Nestlé Chile exercises option

On June 4, 2009, CCU's affiliate ECUSA was notified by Nestlé Waters Chile S.A. of its decision to exercise its option to buy 29.9% of Aguas CCU-Nestlé Chile S.A.'s equity, as determined in the association signed in 2007, reaching a total share of 49.9%. Due to the sale of the shares, CCU registered a non-recurring profit of Ch\$24,448 million (US\$46.0 million) during the second quarter of 2009.

Entel shares

During the second quarter of 2009, Quiñenco sold on the Chilean stock exchanges the remaining balance of 3,459,033 shares of Entel, equivalent to a 1.5% interest in the company. Proceeds from the sale of shares amounted to Ch\$24,931 million (US\$46.9 million) and the corresponding gain on sale was Ch\$16,914 million (US\$31.8 million).

QUIÑENCO REPORTS IN ACCORDANCE WITH IFRS – MAIN IMPLICATIONS

Overview

As of the year 2009 Quiñenco reports its financial statements in accordance with International Financial Reporting Standards (IFRS). In comparison to Chilean GAAP, the main changes and considerations are the following:

- Consolidation with Banco de Chile, SM Chile and Banchile Seguros de Vida, and On-Balance accounting of Banco de Chile's Subordinated Debt with the Chilean Central Bank.
- Elimination of price-level restatement.
- Other changes in accounting principles. (For further detail please refer to notes of Consolidated Financial Statements filed with the Superintendency of Securities and Insurance or SVS).
- Application of IFRS implied a substantial increase in total assets from Ch\$2,505 billion (US\$4.7 billion) as of December 31, 2008 to Ch\$20,129 billion (US\$37.9 billion) and a decrease in Equity, net of dividend provisions, of 2.7% to Ch\$1,289 billion (US\$2.4 billion) as of the same date. In terms of results, in accordance with IFRS net income in the year 2008 would have been 0.3% higher than that reported under Chilean GAAP, reaching Ch\$232,695 million (US\$437.6 million). (For further detail please refer to notes of Consolidated Financial Statements filed with the SVS; certain adjustments to the figures reported previously for 2008 have been made).

Segment Information

In accordance with IFRS requirements, financial information is reported for the three segments defined by Quiñenco for this purpose: Manufacturing, Financial and Others. However, in order to allow a better understanding of the consolidated financial statements, the latter and the subsequent analysis, have been divided in Banking and Non-banking or Industrial activities, as follows:

- **Industrial Sector (non-banking):** includes the following Segments and main companies:
 - i) **Manufacturing**
 - Madeco
 - ii) **Financial**
 - LQ Inversiones Financieras (LQIF holding)
 - iii) **Other**
 - Telefónica del Sur (Telsur)
 - Quiñenco and others (includes CCU)

The companies composing this sector reported their financial statements in accordance with IFRS, with the exception of CCU and Banchile Seguros de Vida, both included in Quiñenco and others, which prepared their financial statements in accordance with Chilean GAAP. CCU also reported its equity and net income in accordance with IFRS for consistency with Quiñenco's accounting under IFRS. Madeco reports its financial statements in US dollars, and translates them to Chilean pesos for consolidation purposes.

Banking Sector: includes the following Segments and main companies:

i) Financial

- Banco de Chile
- SM Chile

These companies reported their financial statements partially in accordance with IFRS for the second quarter of 2009, and restated 2008 financial figures for comparison purposes, including some estimates, to IFRS.

Summarized Consolidated Income Statement

Sector / Segment	Manufacturing		Financial		Others		Total Quarter			Total Year to Date		
	2Q 08	2Q 09	2Q 08	2Q 09	2Q 08	2Q 09	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$						MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Consolidated Income Industrial Sector	4,882	10,256	(5,983)	(2,880)	1,998	25,973	897	33,349	62.7	143,907	70,399	132.4
Consolidated Income Banking Sector	-	-	51,824	59,014	-	-	51,824	59,014	111.0	99,304	108,335	203.7
Consolidated Net Income	4,882	10,256	45,841	56,134	1,998	25,973	52,721	92,363	173.7	243,211	178,734	336.1
Net Income attributable to Minority Interest							33,245	39,755	74.8	61,797	72,355	136.1
Net Income attributable to Controller							19,476	52,608	98.9	181,414	106,379	200.1

Net Income – 2Q 2009

Quinenco reported net income of Ch\$52,608 million (US\$98.9 million) in the second quarter of 2009, significantly higher than the net income reported for the same period in 2008, mainly due to a non-recurring gain of Ch\$16,914 million (US\$31.8 million) on the sale of Entel shares, registered at the holding company level (Others segment). Second quarter results in 2009 were also boosted by non-recurring profit at CCU generated by the sale of 29.9% of Aguas CCU-Nestlé Chile to Nestlé Waters Chile, and improved non-operating results primarily due to the positive impact of the negative rate of inflation during the quarter on financial obligations and expenses denominated in UFs, and the lower level of indebtedness vis-à-vis 2Q 2008.

On the other hand, it is worth noting that the second quarter of 2008 includes the results of discontinued operations amounting to Ch\$6,562 million (US\$12.3 million) net of tax, which correspond primarily to Madeco's wire and cable unit, which was sold to Nexans at the end of September 2008.

In terms of the main operating companies, CCU and Madeco reported higher results in the second quarter of 2009 in comparison to the previous period, whereas Banco de Chile and to a lesser extent Telsur, registered lower results. The latter was more than compensated by significantly lower accrued interest expense of Banco de Chile's Subordinated Debt with the Chilean Central Bank, due to the effect of the negative rate of inflation during the period.

Earnings per ordinary share amounted to Ch\$45.96 (US\$0.09) in the second quarter of 2009.

Consolidated Income Statement Breakdown

	Quarters			Year to date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Industrial Sector						
Revenues	79,554	81,681	153.6	161,542	165,324	310.9
Manufacturing - Madeco	48,569	47,798	89.9	102,359	98,804	185.8
Financial - LQIF holding	-	-	-	-	-	-
Other - Telsur	15,221	15,477	29.1	30,143	31,590	59.4
- Quiñenco & others	15,764	18,406	34.6	29,041	34,931	65.7
Operating income (loss)	2,775	673	1.3	4,115	3,271	6.2
Manufacturing - Madeco	2,445	730	1.4	4,324	3,976	7.5
Financial - LQIF holding	(238)	(208)	(0.4)	(413)	(404)	(0.8)
Other - Telsur	2,473	1,563	2.9	5,088	3,796	7.1
- Quiñenco & others	(1,905)	(1,411)	(2.7)	(4,884)	(4,098)	(7.7)
Non-operating income (loss)	(7,319)	27,417	51.6	125,535	64,771	121.8
Interest expense	(5,947)	(4,491)	(8.4)	(12,125)	(8,448)	(15.9)
Share of net income/loss from related co.	2,506	10,267	19.3	14,331	25,162	47.3
Foreign exchange gain (loss)	744	2,737	5.1	871	7,724	14.5
Indexed units of account restatement	(6,165)	(655)	(1.2)	(8,859)	2,581	4.9
Other	1,543	19,559	36.8	131,318	37,753	71.0
Income tax	(1,122)	5,194	9.8	530	2,280	4.3
Net income (loss) from discontinued operations	6,562	66	0.1	13,728	77	0.1
Net Income (Loss) Industrial Sector	897	33,349	62.7	143,907	70,399	132.4
Banking Sector						
Operating revenues	265,546	264,364	497.1	519,005	493,906	928.8
Provision for loan losses	(45,300)	(61,796)	(116.2)	(72,291)	(112,900)	(212.3)
Operating expenses	(136,814)	(117,798)	(221.5)	(288,111)	(239,341)	(450.1)
Operating income (loss)	83,432	84,770	159.4	158,602	141,665	266.4
Non-operating income (loss)	(24,661)	(13,910)	(26.2)	(44,583)	(13,270)	(25.0)
Income (loss) tax	(6,947)	(11,846)	(22.3)	(14,715)	(20,060)	(37.7)
Net Income (Loss) Banking Sector	51,824	59,014	111.0	99,304	108,335	203.7
Consolidated Net Income (Loss)	52,721	92,363	173.7	243,211	178,734	336.1
Net income attributable to Minority interest	33,245	39,755	74.8	61,797	72,355	136.1
Net income attributable to Controller	19,476	52,608	98.9	181,414	106,378	200.0
Consolidated Net Income (Loss)	52,721	92,363	173.7	243,211	178,734	336.1

I. Industrial Sector**Revenues – 2Q 2009**

Consolidated revenues totaled Ch\$81,681 million (US\$153.6 million) in 2009, 2.7% above 2008, mainly owing to higher revenues at Quiñenco and others, mostly explained by Banchile Seguros de Vida, and at Telsur, partially offset by lower revenues from Madeco. Sales at Madeco declined by 1.6% to Ch\$47,798 million (US\$89.9 million), reflecting mainly lower sales of profiles, due to significantly lower sales volumes, following the trend of the construction sector¹. Telsur's revenues were up by 1.7% based on growth in broadband internet and digital IP television.

Consolidated sales in the second quarter of 2009 can be broken down as follows: Madeco (58.5%), Telefónica del Sur (19.0%) and others (22.5%).

Operating Income - 2Q 2009

Operating income for the second quarter of 2009 dropped 75.8% to \$673 million (US\$1.3 million), compared to the gain of Ch\$2,775 million (US\$5.2 million) reported in the second quarter of 2008. The fall in consolidated operating results is mostly attributable to Madeco's operations that were dragged down by the profiles unit, which registered lower sales coupled with higher costs, partially offset by improved performance of the flexible packaging unit in terms of Chilean pesos, with sales growth and a higher gross margin. Operating income at Telsur also declined with respect to the same period in 2008, due to higher costs related to new clients and products, as well as higher depreciation expense. Operating income was also affected by an 18.3% increase in SG&A expenses, mainly attributable to Quiñenco and others due to a 23% increase at Banchile Seguros de Vida, related to the higher level of revenues. SG&A expense also increased at Madeco, due to higher advisory expenses during the quarter as well as increased salaries reflecting inflation indexed adjustments over the past twelve months, and to a lesser extent at Telsur.

EBITDA – 2Q 2009

EBITDA amounted to Ch\$7,309 million (US\$13.7 million) in 2Q 2009, generated mainly by Madeco and Telsur's operations.

Non-Operating Results² – 2Q 2009

Non-operating income amounted to Ch\$27,417 million (US\$51.6 million) in the second quarter of 2009, compared to a non-operating loss of Ch\$7,319 million (US\$13.8 million) in the same quarter of 2008. The variation between the two periods is mostly explained by other non-operating income/expenses and the proportionate share of income from related companies. The main items included in non-operating results are discussed below:

¹ It is worth noting that since Madeco reports in US dollars and translates its financial statements to Chilean pesos for consolidation purposes, variations analyzed in Chilean pesos vary from those in US dollars; in 2Q 2009 the average US\$/Ch\$ exchange rate was 20% higher than in 2Q 2008. For analysis of Madeco's results in US dollars as reported to the SVS, refer to Segment/Operating company analysis.

² Non-operating results include the following items: Other operating income, Other various operating expenses, Financial costs, Proportionate share of equity method investments, Foreign currency exchange differences, Indexed units of account restatement and Other gains (losses).

Proportionate share of net income of equity method investments (net) – 2Q 2009

Quiñenco's proportionate share of net income from equity method investments (net), which primarily includes the results from CCU, reached Ch\$10,267 million (US\$19.3 million), compared to Ch\$2,506 million (US\$4.7 million) in 2Q 2008.

Quiñenco's proportionate share of net income from CCU increased substantially to Ch\$10,537 million (US\$19.8 million) from Ch\$2,932 million (US\$5.5 million), reflecting the growth in CCU's net income during the quarter.

Interest Expense - 2Q 2009

Interest expense for the second quarter of 2009 amounted to Ch\$4,491 million (US\$8.4 million), a decrease of 24.5% with respect to 2Q 2008. The reduction corresponds mainly to lower interest expense at Quiñenco and others, reflecting the lower level of financial obligations and the decline in the *Unidad de Fomento* or UF (inflation indexed), reducing expenses in that denomination, and to a lower extent at Madeco and LQIF holding.

Foreign currency exchange differences – 2Q 2009

In 2Q 2009, the gains specific to foreign currency translation differences amounted to Ch\$2,737 million (US\$5.1 million), compared to a gain of Ch\$744 million (US\$1.4 million) reported in 2Q 2008, primarily attributable to gains at Madeco, due to the appreciation of the Chilean peso during the quarter and the company's net asset position in that currency (Madeco reports in US dollars).

Indexed units of account restatement – 2Q 2009

The gain or loss derived from the restatement of assets and liabilities indexed to units such as the *Unidad de Fomento* or UF (inflation indexed) amounted to a loss of Ch\$655 million (US\$1.2 million) in the second quarter of 2009, compared to a loss of Ch\$6,165 million (US\$11.6 million) reported in the same period of 2008, due to the positive effect of the negative rate of inflation during the second quarter of 2009 on liabilities in UFs in all segments.

Other – 2Q 2009

Other gains/losses amounted to a gain of Ch\$19,559 million (US\$36.8 million) in 2Q 2009, compared to a gain of Ch\$1,543 million (US\$2.9 million) in 2Q 2008. The variation is explained by a non-recurring gain of Ch\$16,914 million (US\$31.8 million) generated by the sale of Entel shares during the quarter, dividend income from Nexans amounting to Ch\$4,181 million (US\$7.9 million), and to a lesser extent by lower amortization of intangibles (core deposits of Banco de Chile), which completed their amortization period in December 2008. On the other hand, 2Q 2008 includes interest income registered at LQIF and dividends from Entel, at the Corporate level.

Income Taxes – 2Q 2009

The industrial sector reported income tax credit of Ch\$5,194 million (US\$9.8 million), compared to income tax of Ch\$1,122 million (US\$2.1 million) reported in the second quarter of 2008, mainly due to an income tax credit at Madeco related to deferred income tax.

Minority Interest – 2Q 2009

In the second quarter of 2009, at a consolidated level (including both industrial and banking net income), net income attributable to minority interest amounted to Ch\$39,755 million (US\$74.8 million). Of the total amount reported in 2Q 2009, Ch\$21,394 million (US\$40.2 million) corresponds to minority shareholders' share of Banco de Chile and SM Chile's net income.

II. Banking Sector

Operating Revenues - 2Q 2009

Operating revenues for the second quarter of 2009 amounted to Ch\$264,364 million (US\$497.1 million), practically flat in comparison to the second quarter of 2008. Operating revenues correspond almost entirely to Banco de Chile, which registered a slight decline of 0.3% during the quarter, due to non-recurring income registered in 2Q 2008 from the sale of Visa Inc. shares which amounted to approximately Ch\$8,000 million (US\$15.0 million), which off-set the growth in net financial income and fees and commissions in 2009.

Provision for Credit Risk - 2Q 2009

Provision for loan losses at Banco de Chile amounted to Ch\$61,796 million (US\$116.2 million) in the second quarter of 2009 as compared to Ch\$45,300 million (US\$85.2 million) in the second quarter of 2008, mainly attributable to the wholesale segment and higher risk levels of individuals and small and mid-size companies.

Operating expenses - 2Q 2009

Operating expenses diminished 13.9% reaching Ch\$117,798 million (US\$221.5 million), explained by a reduction of 13.9% in Banco de Chile's operating expenses to Ch\$117,705 million (US\$221.3 million), mostly due to one-time cost related to the anticipated collective bargaining agreement for approximately Ch\$13,000 million (US\$24.4 million) registered in 2Q 2008, and non-recurring expenses related to the merger with Citibank Chile amounting to Ch\$5,800 million (US\$10.9 million) also registered in 2Q 2008.

Non-operating Results - 2Q 2009

During the second quarter of 2009 non-operating results amounted to a loss of Ch\$13,910 million (US\$26.2 million) as compared to a loss of Ch\$24,661 million (US\$46.4 million) in the second quarter of 2008, primarily explained by lower accrued interest expense of the Subordinated Debt with the Chilean Central Bank.

Net Income - 2Q 2009

Net income for the banking sector amounted to Ch\$59,014 million (US\$111.0 million) up by 13.9% from the same period in 2008, resulting from the reduction in accrued interest expense of the Subordinated Debt and diminished operating expenses, which more than compensated the higher provisions registered during the period.

CONSOLIDATED BALANCE SHEET ANALYSIS (vis-à-vis December 2008)
Condensed Consolidated Balance Sheet

	12-31-2008	06-30-2009	06-30-2009
	MCh\$	MCh\$	MUS\$
Current assets industrial sector	381,957	277,134	521.2
Non current assets industrial sector	1,612,616	1,527,429	2,872.4
Assets banking sector	18,134,664	16,248,721	30,556.5
Total assets	20,129,237	18,053,283	33,950.1
Current liabilities industrial sector	259,804	176,525	332.0
Long-term liabilities industrial sector	373,779	316,230	594.7
Liabilities banking sector	17,314,159	15,403,685	28,967.4
Minority interest	962,106	922,501	1,734.8
Shareholders' equity	1,219,388	1,234,342	2,321.2
Total liabilities & shareholders' equity	20,129,237	18,053,283	33,950.1

Current Assets Industrial Sector

Current assets decreased by 27.4% compared to December 2008, mainly due to a reduction in cash and cash equivalents, used in payments of dividends, bank obligations and bonds. The decrease is also explained by lower inventory levels and deferred taxes at Madeco. During the period, these reductions were partially offset by dividends received by LQIF from Banco de Chile, and funds received at the Corporate level through the sale of Entel and D&S shares.

Non current Assets Industrial Sector

Non current assets decreased by 5.3% compared to year end 2008, mainly owing to the decrease in financial assets available for sale, due to the sale of Entel and D&S shares mentioned above, and the effect of exchange rate and market value variations on the investment in Nexans.

Assets Banking Sector

Total assets of the banking sector decreased by 10.4% compared to year end 2008, mainly explained by a 10.3% reduction in loans to customers, primarily due to decreased commercial loans, reflecting lower financing needs due to the slowdown in the economy's growth rate and increased direct financing through bonds, and the negative rate of inflation during the period.

Current Liabilities Industrial Sector

Current liabilities decreased by 22.2% over December 2008, explained primarily by lower bank obligations and bonds at Madeco, LQIF Holding and at the Corporate level, due to amortizations during the period and the effect of the reduction in the value of the UF (indexed to inflation) on obligations denominated in that currency. Current liabilities also diminished due to a lower balance of dividends to be paid.

Long-term Liabilities Industrial Sector

Long-term liabilities diminished by 15.4% in comparison to year end 2008, almost entirely explained by lower financial obligations due to the effect of the reduction in the value of the UF (indexed to inflation) on Quiñenco, LQIF and Telsur's bonds denominated in that currency.

Liabilities Banking Sector

Liabilities corresponding to the banking sector decreased by 11.0% compared to December 2008.

Minority Interest

Minority interest decreased by 4.1% compared to year end 2008, mainly attributable to lower Minority Interest at Madeco, primarily reflecting US\$/Ch\$ conversion adjustments.

Equity

Shareholders' equity increased by 1.2% compared to year end 2008 due to period profits, net of dividends provisioned, and the variation of other reserves.

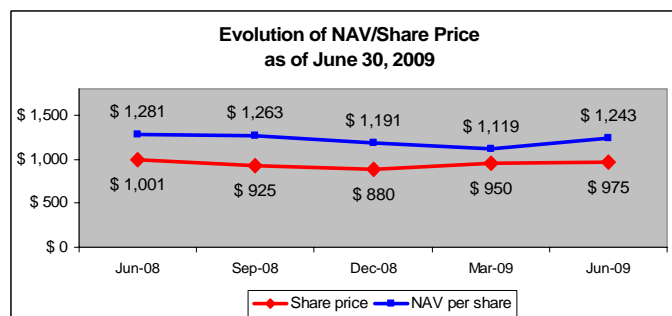
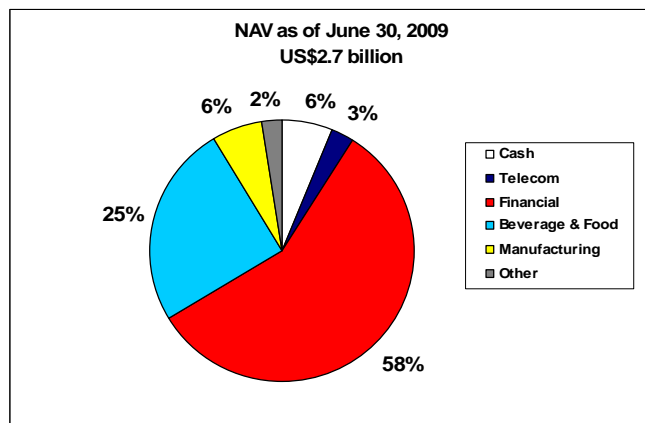
Quiñenco Corporate Level Debt and Cash

As of June 30, 2009	Debt		Cash & equivalents		Total	
	MCh\$	MUS\$	MCh\$	MUS\$	MCh\$	MUS\$
Corporate level	76,990	144.8	95,745	180.1	(18,755)	(35.3)
Adjusted for:						
67.04% interest in LQIF	75,482	141.9	343	0.6	75,140	141.3
50.00% interest in IRSA	13,259	24.9	245	0.5	13,014	24.5
Total	165,731	311.7	96,333	181.2	69,399	130.5

The debt to total capitalization ratio at the corporate level (unadjusted) was 5.6% as of June 30, 2009.

NAV

As of June 30, 2009, the estimated net asset value (NAV) of Quiñenco was US\$2.7 billion (Ch\$1,243 per share) and market capitalization was US\$2.1 billion (Ch\$975 per share). The discount to NAV is estimated at 21.6% as of the same date.



SEGMENT /OPERATING COMPANY ANALYSIS

Sector /Segment	Manufacturing		Financial		Other		Total Quarter			Total Year to Date		
	2Q 08	2Q 09	2Q 08	2Q 09	2Q 08	2Q 09	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MCh\$	MCh\$	MCh\$	MCh\$	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Industrial Sector												
Net income from continued operations before taxes	371	4,525	(6,880)	(3,187)	1,966	26,752	(4,543)	28,090	52.8	129,650	68,042	128.0
Income tax	(2,051)	5,665	897	307	32	(779)	(1,122)	5,193	9.8	530	2,280	4.3
Net income (loss) from discontinued operations	6,562	66	-	-	-	-	6,562	66	0.1	13,727	77	0.1
Net income (loss) industrial sector	4,882	10,256	(5,983)	(2,880)	1,998	25,973	897	33,349	62.7	143,907	70,399	132.4
Banking Sector												
Net income before taxes	-	-	58,771	70,860	-	-	58,771	70,860	133.3	114,019	128,395	241.5
Income tax	-	-	(6,947)	(11,846)	-	-	(6,947)	(11,846)	(22.3)	(14,715)	(20,060)	(37.7)
Net income (loss) banking sector	-	-	51,824	59,014	-	-	51,824	59,014	111.0	99,304	108,335	203.7
Consolidated net income (loss)	4,882	10,256	45,841	56,134	1,998	25,973	52,721	92,363	173.7	243,211	178,734	336.1
Net income attributable to Minority interest							33,245	39,755	74.8	61,797	72,355	136.1
Net income attributable to Controller							19,476	52,608	98.9	181,414	106,379	200.1

During the second quarter of 2009 consolidated net income can be broken down as follows: Financial Segment (60.8%), Others (28.1%), and Manufacturing (11.1%).

MANUFACTURING SEGMENT

The following table details consolidated income (loss) from investments in the Manufacturing segment during 2008 and 2009:

Manufacturing Segment	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Madeco	4,882	10,256	19.3	14,110	15,126	28.4
Total Manufacturing Segment	4,882	10,256	19.3	14,110	15,126	28.4

As of June 30, 2009 and 2008, Quinenco's ownership of Madeco was 47.7% and 45.2% respectively.

MADECO

				Quarter		Year to Date	
	2Q 08	2Q 09	2Q 09	2Q 08	2Q 09	Jun 08	Jun 09
	MCh\$	MCh\$	MUS\$ ³	ThUS\$ ⁴	ThUS\$	ThUS\$	ThUS\$
Sales	48,569	47,798	89.9	103,021	84,346	221,383	168,550
Operating income (loss)	2,445	730	1.4	5,186	1,220	9,490	6,495
Net income discontinued operations	6,562	66	0.1	13,920	119	29,474	137
Net income (loss) Controller	5,020	8,545	16.1	10,571	15,230	27,400	21,592
Total assets		367,710	691.5				691,496
Shareholders' equity		258,446	486.0				486,019

Madeco reports its financial statements in US dollars, and translates them to Chilean pesos for consolidation purposes based on the US\$/Ch\$ exchange rate at the end of the period in the case of the Balance Sheet, and the monthly average exchange rate in the case of the Income Statement. Madeco's figures in Chilean pesos are included for reference. However, the following analysis is based on the company's financial statements in US dollars, as filed with the SVS, as shown in the last four columns of the table.

2Q 2009 Results

Madeco's wire and cable unit has been classified as a discontinued business, due to the fact that it was sold to Nexans in September 2008. Operating results for 2008 and 2009 are therefore comparable.

Madeco's sales in the second quarter of 2009 decreased by 18.1% to US\$84,346 thousand compared to the second quarter of 2008, due to a reduction of 21.6% in sales volumes. Sales of the profiles unit were affected by a substantial drop in sales volumes, reflecting the decrease in activity of the construction sector, partially offset by an improved sales mix. Sales of brass mills also decreased due to lower sales volumes together with lower copper prices. Flexible packaging sales diminished owing to lower sales volumes and lower average prices.

During the second quarter of 2009, sales of the flexible packaging unit accounted for 42.8% of sales, followed by brass mills (42.4%), and profiles (14.8%).

Operating income dropped by 76.5% in 2Q 2009 compared to 2Q 2008. This substantial decline is mainly explained by the profiles unit that registered a negative gross margin during the quarter mostly due to an impairment of aluminum inventory to replacement value. The flexible packaging unit, on the other hand, improved its performance despite lower sales, as a result of lower prices of raw materials as well as cost reduction plans. Brass mills also registered

³ Converted to US\$ at the observed exchange rate on June 30, 2009 (Ch\$531.76 = US\$1.00)

⁴ Correspond to Financial Statements in US dollars as reported by Madeco to the Superintendency of Securities and Insurance (SVS).

improved operating results, due to lower SG&A that offset the reduction in gross margin. Overall, SG&A expenses decreased by 5.3% in comparison to the previous quarter, mainly due to the effect of the higher exchange rate in the 2Q of 2009 compared to 2Q 2008 on expenses primarily generated in Chilean pesos.

Non-operating income for the quarter amounted to US\$6,960 thousand, up from a loss of US\$4,476 thousand in 2Q 2008. The variation in non-operating income is largely explained by dividend income amounting to US\$7,360 thousand corresponding to the dividend received from Nexans, and currency exchange gains of US\$4,509 thousand due to the appreciation of the Chilean peso during the period and the company's net asset position in that currency. Madeco's discontinued operations, which correspond almost entirely to the wire and cable unit, registered a net income of US\$13,920 thousand in the second quarter of 2008 and only US\$119 thousand in 2Q 2009, due to the sale of said unit to Nexans in September 2008.

Madeco reported a net profit of US\$15,230 thousand for the second quarter of 2009, 44.1% above the net income reported in the previous quarter, despite lower operating performance in 2Q 2009 and the results of the discontinued operations included in 2Q of 2008, due to the higher non-operating income explained above, and a tax credit of US\$9,950 thousand generated by deferred income tax corresponding to tax losses in 2009.

FINANCIAL SEGMENT

The following table details consolidated income (loss) from investments in the Financial Segment during 2008 and 2009:

Financial Segment	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
LQIF holding	(5,983)	(2,880)	(5.4)	(8,705)	(2,833)	(5.3)
Banco de Chile	77,923	73,255	137.8	146,516	122,531	230.4
Interest subordinated debt	(26,563)	(14,369)	(27.0)	(47,707)	(14,294)	(26.9)
Other	464	128	0.2	495	98	0.2
Total Financial Segment	45,841	56,134	105.6	90,599	105,502	198.4

As of June 30, 2009 and 2008, Quiñenco's ownership of LQIF was 67.04%. LQIF's economic rights in Banco de Chile were 40.8% as of June 30, 2009 and 40.4% as of June 30, 2008.

LQIF Holding

LQIF holding registered a loss of Ch\$2,880 million (US\$5.4 million) lower than the loss registered in 2Q 2008, mainly due to a gain in 2009 arising from the positive effect of the negative inflation during the quarter on liabilities denominated in UFs (indexed to inflation), corresponding mainly to LQIF's bonds, and to lower amortization of intangibles (Banco de Chile core deposits), which completed their amortization period in December 2008, partially offset by interest income registered in 2Q 2008.

BANCO DE CHILE⁵

	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Operating revenues	264,986	264,145	496.7	518,329	493,616	928.3
Provision for loan losses	(45,299)	(61,796)	(116.2)	(72,291)	(112,900)	(212.3)
Operating expenses	(136,724)	(117,705)	(221.3)	(287,949)	(239,157)	(449.7)
Net income (loss)	77,923	73,255	137.8	146,516	122,531	230.4
Loan portfolio				12,381,272	12,258,790	23,053.2
Total assets				16,339,576	16,270,326	30,597.1
Shareholders' equity				1,236,577	1,343,993	2,527.4
Net financial margin	5.4%	5.4%		5.1%	4.8%	
Efficiency ratio	51.6%	44.6%		55.6%	48.5%	
ROAE	24.7%	21.2%		21.8%	17.0%	
ROAA	2.0%	1.8%		1.9%	1.4%	

2Q 2009 Results

Banco de Chile reported net income of Ch\$73,255 million (US\$137.8 million) in the second quarter of 2009, 6.0% less than the second quarter of 2008, mainly reflecting an important increase in provisions for loan losses, and the adverse effect on profitability of negative inflation during the quarter on the net asset position in UFs. In addition, the second quarter of 2008 includes non-recurring income from the sale of shares of Visa Inc., as a consequence of its public offering on the NYSE.

Operating revenues, which include net financial income, fee income and other operating income, fell a slight 0.3% to Ch\$264,145 million (US\$496.7 million) in the second quarter of 2009. This reduction in operating revenues was primarily due to the aforementioned non-recurring income registered in 2Q 2008 due to the sale of Visa Inc. shares which amounted to approximately Ch\$8,000 million (US\$15.0 million), which more than off-set the growth of 4.7% in net financial income and of 2.8% in fees and commissions in 2Q 2009.

Net financial income reached Ch\$196,416 million (US\$369.4 million) as a result of a 5.7% growth in average interest earning assets partly offset by a decrease in the net financial margin from 5.42% in 2Q 2008 to 5.37% in 2Q 2009. The net financial margin fell mainly due to the negative rate of inflation which reduced revenues associated to the management of UF/CLP Gap positions during the period, and a lower contribution from non-interest bearing liabilities (demand deposits) reflecting lower nominal interest rates. These factors were partially compensated by the positive impact of decreased interest rates on the value of the securities portfolio, higher lending spreads as a

⁵ As of the year 2009 new accounting standards in line with IFRS have been introduced, as determined by the Superintendency of Banks and Financial Institutions. Financial statements for 2008, have been restated for comparison purposes only, including some estimates, to IFRS.

consequence of the current credit risk environment, and an improved funding structure. Net financial income comprised 74.4% of operating revenues in 2Q 2009.

Fee income increased by 2.8% to Ch\$62,675 million (US\$117.9 million), mainly derived from securities brokerage and collection subsidiaries, as well as core banking products.

Provisions for loan losses amounted to Ch\$61,796 million (US\$116.2 million) as compared to Ch\$45,299 million (US\$85.2 million) reported in 2Q 2008. This increase is mainly attributable to higher provisions in the wholesale segment, mainly owing to the fishing sector in which the salmon industry was severely affected by the ISA virus, and higher risk levels of individuals and small and mid-size companies reflecting the economic downturn and increased unemployment.

Operating expenses decreased by 13.9% to Ch\$117,705 million (US\$221.3 million) compared to the second quarter of 2008, mainly explained by a one-time cost related to the anticipated collective bargaining agreement for approximately Ch\$13,000 million (US\$24.4 million) registered in 2Q 2008, and non-recurring expenses related to the merger with Citibank Chile amounting to Ch\$5,800 million (US\$10.9 million) also in 2Q 2008. On the other hand, salaries increased 8.4% reflecting inflation adjustments over the past twelve months.

As of June 2009, the Bank's loan portfolio posted an annual contraction of 1.0% and a quarterly contraction of 5.0% with respect to March 2009, reflecting the slowdown in the economy's growth rate and substitution of bank financing with bonds. The annual contraction is mainly explained by commercial loans, which more than offset growth in residential and consumer loans.

Banco de Chile is the second ranked bank in the country with a market share of 18.4% according to information published by the Chilean Superintendency of Banks for the period ended June 30, 2009. Its return on capital and reserves after taxes (annualized) reached 20.1%, compared to 14.7% for the local financial system, according to the same source.

Interest Subordinated Debt

In the second quarter of 2009 accrued interest expense of the Subordinated Debt with the Chilean Central Bank was substantially lower than the second quarter of 2008 due to the effect of the slightly negative rate of inflation during 2Q 2009 on said expense.

OTHERS SEGMENT

The following table details consolidated income (loss) from investments in the Segment Others during 2008 and 2009:

Segment Others	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Beverage & Food (CCU) ⁶	2,932	10,537	19.8	15,277	25,397	47.8
Telecommunications (Telsur)	854	806	1.5	2,174	3,337	6.3
Quiñenco & others	(1,788)	14,630	27.5	121,051	29,372	55.2
Total Segment Others	1,998	25,973	48.8	138,502	58,106	109.3

As of June, 2009 and 2008, Quiñenco's ownership of CCU was 33.1% and of Telsur 74.4%.

BEVERAGE & FOOD SECTOR
CCU⁷

	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Sales	153,260	158,576	298.2	346,828	373,397	702.2
Operating income (loss)	15,049	14,304	26.9	58,217	56,172	105.6
Net income (loss)	13,070	29,896	56.2	47,562	64,551	121.4
Total assets				864,410	1,053,792	1,981.7
Shareholders' equity				447,963	492,935	927.0

2Q 2009 Results

CCU's sales in the second quarter of 2009 increased by 3.5% compared to the second quarter of 2008, due to higher consolidated sales volumes, that were partially offset by slightly lower average prices. The 4.3% growth in sales volumes was led by non-alcoholic beverages (+6.0%), Chilean beer segment (+3-8%), and wines (+18.2%), and partially offset by lower volumes in the Argentine beer segment (-1.0%), and spirits (-7.5%). Higher average prices were across

⁶ Corresponds to Quiñenco's proportionate share of CCU's net income, prepared in accordance with IFRS. This net income may vary due to the fact that CCU is in the process of preparing and revising information related to the effects of applying IFRS, therefore any decision adopted by investors must be based on figures in accordance with Chilean GAAP.

⁷ CCU reported its consolidated financial results based on Chilean GAAP in constant Chilean pesos, which have been adjusted to reflect the effects of inflation (3.0% year-over-year). CCU will report detailed results under IFRS as of December 2009.

the board, with the exception of the Argentine beer segment, in which the variation of the exchange rate decreased prices in Chilean pesos by 22.1%. Thus, consolidated average prices decreased 0.9%. Sales growth in the wine segment was boosted by the merger with Viña Tarapacá in Chile.

Gross profit fell by 1.3% to Ch\$76,456 million (US\$143.8 million) as a result of an 8.3% increase in COGS, offsetting sales growth. The higher COGS are explained by increased costs of raw materials in all segments, except beer in Argentina, reflecting the higher exchange rate compared to the same quarter in 2008. The gross margin as a percentage of sales decreased from 50.5% in 2Q 2008 to 48.2% in 2Q 2009.

Operating income reached Ch\$14,304 million (US\$26.9 million) down 5.0% from 2Q 2008, mainly due to the higher cost of goods sold, that was partially mitigated by lower SG&A expenses. As a percentage of sales, SG&A expenses were 40.7% in 2Q 2008 and 39.2% in 2Q 2009. Thus, the consolidated operating margin was 9.0% of sales, compared to 9.8% in the same period of 2008. EBITDA amounted to Ch\$28,724 (US\$54.0 million), 1.4% above 2Q 2008.

CCU reported non-operating gains of Ch\$19,266 million (US\$36.2 million) compared to losses of Ch\$2,787 million (US\$5.2 million) in 2Q 2008. This increase is mainly explained by a non-recurring profit of Ch\$24,448 million (US\$46.0 million) generated by the sale of 29.9% of Aguas CCU Nestlé S.A. to Nestlé Waters Chile S.A., in accordance with Nestlé Chile's option to increase its share in Aguas CCU Nestlé to 49.9% exercised in June 2009. This profit was partially offset by foreign currency exchange losses and higher net financial expenses reflecting higher debt, related mainly to the merger of VSP with Viña Tarapacá. Price-level restatement gains were reported in 2Q 2009 due to the effect of the negative rate of inflation during the quarter.

Net income for the second quarter of 2009 amounted to Ch\$29,896 million (US\$56.2 million), up 128.7% from the same quarter in 2008, primarily due to the aforementioned higher non-operating results.

TELECOMMUNICATIONS SECTOR

TELSUR

	Quarter			Year to Date		
	2Q 08	2Q 09	2Q 09	Jun 08	Jun 09	Jun 09
	MCh\$	MCh\$	MUS\$	MCh\$	MCh\$	MUS\$
Sales	15,221	15,477	29.1	30,143	31,590	59.4
Operating income (loss)	2,473	1,563	2.9	5,088	3,796	7.1
Net income (loss) controller	814	770	1.4	2,105	3,271	6.2
Total assets					158,254	297.6
Shareholders' equity					65,595	123.4



2Q 2009 Results

Telefónica del Sur's revenues amounted to Ch\$15,477 million (US\$29.1 million), up 1.7% from the second quarter of 2008. This increase is mainly due to growth in broadband internet and IP digital television, based on a rising client base and the company's triple play offer. Traditional telephony and long distance revenues, however, declined during the quarter.

Basic telephony services accounted for 42.1% of all revenues, followed by Internet (27.8%), access charges (11.4%), digital television (5.4%), long distance services (5.0%), security services (4.2%), public telephones (2.8%), and other services (1.3%).

Operating income declined by 36.8% to Ch\$1,563 million (US\$2.9 million) mainly explained by higher costs related to new clients, speed upgrades of broadband internet, higher costs related to digital IP television programming, and an increment in depreciation related to investments in the wireless network, end-user equipment and infrastructure for internet and digital TV services.

Telefónica del Sur reported a non-operating loss of Ch\$549 million (US\$1.0 million) in comparison to a loss of Ch\$1,307 million (US\$2.5 million) reported in 2Q 2008. The variation is explained by the positive effect of the negative inflation registered during the quarter on liabilities indexed to inflation (denominated in UFs).

Telefónica del Sur reported net income of Ch\$770 million (US\$1.4 million) a decrease of 5.5% over the second quarter of 2008, mainly owing to lower operating income which was partially mitigated by improved non-operating results.

QUIÑENCO AND OTHERS

The increase of Ch\$16,418 million (US\$30.9 million) in Quiñenco and others, is explained by a gain of Ch\$16,914 million (US\$31.8 million) on the sale of Entel shares during the second quarter of 2009.

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All of Quiñenco's Earnings and Press Releases and other relevant information on the Company, including quarterly financial statements, are available for viewing on the Company's website:

www.quinenco.cl
www.quinencogroup.com