



**Compañía Sud Americana de Vapores S. A.**  
**Annual Report**

**2009**



#### Basic Information and Constitution Documents

Compañía Sud Americana de Vapores S.A. was founded in Valparaíso on October 4, 1872 under a public deed before Notary public Mr. Julio Cesar Escala.

Its creation was authorized by Supreme Decree 2437 dated October 9, 1872.

These documents were filed with the Office of Trade Records in Valparaíso under page 486 number 147, and page 497 number 148 on October 15, 1872.

It currently operates as a public corporation with legal addresses in Santiago and Valparaíso, Chile. Its Tax ID number is 90.160.000-7.

The Company has offices in:

Valparaíso  
Plaza Sotomayor 50  
Valparaíso 2360171  
P.O. Box 49-V  
Telephone (56-32) 2203000  
Fax: (56-32) 2203333

Santiago  
Hendaya 60, Floors 10<sup>th</sup>-14<sup>th</sup>  
Santiago 6760399  
P.O. Box 186, Correo 34  
Telephone (56-2) 3307000  
Fax: (56-2) 3307700

Internet  
E-mail: [info@csav.com](mailto:info@csav.com)  
Web site: [www.csav.com](http://www.csav.com)



*Founded in 1872*

2009





*Annual Report and Balance Sheet*

6	Chairman's statement
8	Board of directors
10	Administration
13	Historical summary: A regional company with a global coverage
17	Description of the Company and the sector
21	The CSAV Group in 2009
24	CSAV services
27	Services of Norasia Container Lines Ltd.
29	Services of Companhia Libra de Navegação y Compañía Libra de Navegación (Uruguay) S.A.
30	Other activities of the year
38	General information
45	CSAV subsidiary companies
53	Other subsidiaries and associates
74	Summary of ownership of subsidiaries
82	Investment as a proportion of total assets
91	Financial statements
220	Declaration of responsibility











## *Chairman's Statement*

To our Shareholders

I am writing to inform you about the performance of our Company in 2009.

Last year, I said that I foresaw that the year 2009 would be very difficult for our principal business of shipping while the global economy was suffering from its worst crisis since the Great Depression in 1929.

Unfortunately, that forecast was not only correct but also the economy caused a deep crisis in the shipping industry, especially in container freight. The crisis affected the markets and the Company's important customers, immerse in a deep recession headed by the United States of America, Asia, and also Europe and South America.

The effect of the crisis was most deeply felt by the container shipping industry because of three main factors: (i) growing over-capacity as a result of the significant fall in demand for shipping and the entry of additional capacity into the global fleet that was ordered before the start of the crisis, (ii) a generalized drop in freight rates, and (iii) rising oil costs.

The combination of these factors had serious negative effects on the Company's performance in 2009. Container transport, CSAV's main business, declined significantly in 2009, impacting an area that has grown at annual rate of 10% for decades. For example, the volume of containers carried by the Company's ships during 2009 was 1.8 million Teus, 18% less than the volume shipped in 2008.

Because of the time-lag experienced by the shipping industry with respect to changes in the global economy, as shipbuilding orders are of a long-term nature, the recovery in this segment of the industry was much affected by a large short-term availability of ships and a growing but still insufficient demand. Although tariffs began to recover gradually in late 2009, they are still far below those prior to the start of the crisis. The fall in 2009 was 26% on average, compared to the previous year.

Regarding over-capacity, most of the shipping industry, and CSAV in particular, have been adapting to the changes. There have been numerous renegotiations of shipbuilding orders with the shipyards, resulting in the cancellation of orders, reconversions to other types of ships, and postponements of delivery dates. There was also an increase in the sending of ships to the breakers' yards.

Another significant measure was the reduction in ship sailing speeds which permitted significant improvements in energy and environmental efficiency and thus the absorption of an important part of the over-supply of ships.

However, and resulting from this serious global economic crisis, CSAV was severely hit and suffered a loss of USD 668.9 million. The Company therefore needed to create and implement commercial, financial and operational programs for successfully overcoming the difficult and complex situation faced

The Company was thus a pioneer in structuring, ahead of other shipping companies and with the advice of HSH Corporate Finance, HSBC and BNP Paribas, an imaginative strategy that at the same time permitted (i) a financial restructuring agreement in which the shareholders and most of the shipyards agreed to increase the Company's capital by more than US\$ 710 million, (ii) the reconversion and postponement in the delivery of ships being built, (iii) obtaining the financing necessary for ships under construction, and (iv) the implementation of aggressive operational improvements, both in commercial and selling, and in operations and costs.

Within the serious economic crisis described, it is satisfying to point out that the global shipping industry, including owners, ship charterers, bank lenders, customers, suppliers and related professionals, have recognized the imaginative program designed and carried out by CSAV as one of the most suitable, and which is being or has been imitated by other shipping companies.



Regarding the subsidiary Sudamericana Agencias Aéreas y Marítimas (SAAM), and despite the global crisis and the reduced sales that this situation has implied, the company has maintained a favorable performance although its results are substantially below the level of the year before. This was largely due to the change from non-recurring positive results in 2008 to negative levels in 2009.

At the shareholders meeting last April, I anticipated that the Company would suffer large losses in 2009. During the year, we kept you regularly informed through the quarterly financial statements and the web site, warning you that the losses would also continue in 2010.

I will now explain how we see the year 2010.

Our projections for this year have been changing with a slightly more favorable slant, but there still exists an important uncertainty regarding whether this will be maintained. There are two different views about whether the recovery is a transitory phenomenon due to the injection of funds by world central banks and the rebuilding of inventories, or a more permanent trend generated by a faster and more sustained recovery in the economy and in global demand.

With respect to world's shipping fleet, the foreseen increase in installed capacity has been reduced from 60% to 40%, and new ships will be delivered over longer periods of time. The number of ships idle due to lack of cargo (600 ships at the start of the crisis) has been reduced to less than 500 ships and the tendency continues to be downward. Probably this reduction results from ships' operating speed reductions, a mechanism that has been adopted by most ship owners.

But the reasons for our favorable change in expectations rely mainly on noting the increased strength in demand for transport than an adjustment of certain relevance in the supply of ships, and also on the improved efficiency achieved by CSAV, as operational cost reductions have been substantial. Without them, it is difficult to believe that the Company would have survived.

For these reasons, and although still far from becoming certain, I can foresee that the company could reach break-even during 2010.

I wish to express my thanks, and those of the Board, to the customers, shipyards, bank lenders, advisers and suppliers for their understanding and support in difficult times, to assist Compañía Sud Americana de Vapores S.A. to continue being a world-class shipping company.

I also express my special thanks to the shareholders who contributed more than US\$ 410 million in the two capital increases made in 2009, and the shipowners who are to contribute US\$ 360 million in capital in the coming months, ratifying their confidence in the future of our Company.

Finally, I wish to thank, together with the Board, all the Company's personnel who with their important efforts and imagination contribute to overcoming this difficult crisis, enabling us to look to the future with optimism and preparing it to be a much more competitive and efficient company.

Jaime Claro Valdés  
Chairman  
Compañía Sud Americana de Vapores S.A.

March 16, 2010

## *Board of Directors*

### **CHAIRMAN**

#### **Jaime Claro Valdés**

Civil Industrial Engineer

Board Member since April 1997

Tax ID: 3.180.078-1

### **VICE CHAIRMAN**

#### **Arturo Claro Fernández**

Agronomist

Board Member since April 1987

Tax ID: 4.108.676-9

### **DIRECTORS**

#### **Luis Alvarez Marín**

Agronomist

Board Member since April 1979

Tax ID: 1.490.523-5

#### **Joaquín Barros Fontaine**

Company director

Board Member since April 2000

Tax ID: 5.389.326-0

#### **Juan Andrés Camus Camus**

Business Engineer

Board Member since April 2004

Tax ID: 6.370.841-0

#### **Patricio García Domínguez**

General Accountant

Board Member since April 1988

Tax ID: 3.309.849-9

#### **Canio Corbo Lioi**

Civil Engineer

Board Member since April 2009

Tax ID: 3.712.353-6

#### **Victor Pino Torche**

Civil Engineer

Board member since November 2008

Tax ID: 3.351.979-6

#### **Baltazar Sánchez Guzmán**

Business Engineer

Board Member since July 1990

Tax ID: 6.060.760-5

#### **Christoph Schiess Schmitz**

Business Engineer & Bachelor of Commerce

Board Member since April 1996

Tax ID: 6.371.875-0

#### **Patricio Valdés Pérez**

Company Director

Board Member since April 1988

Tax ID: 7.443.809-1

### **PRESIDENT AD-HONOREM**

#### **José Luis Cerda Urrutia**

Civil Engineer

Tax ID: 1.661.990-6

### **SECRETARY TO THE BOARD**

#### **Alexander Tavra Checura**

Navy-Systems Engineer

Tax ID: 6.215.367-9

### **Changes in the Board**

At the ordinary shareholders meeting held on April 21, 2009, all the directors were re-elected except for Felipe Lamarca Claro who did not stand for re-election. The meeting elected the civil engineer Canio Corbo Lioi as a new director. The board, meeting the same day, re-elected Jaime Claro Valdés as chairman of the Company and Arturo Claro Fernández as vice-chairman.

### **Directors' Committee**

The board, at its meeting held on April 21, 2009, unanimously agreed to appoint Luis Álvarez Marín, Juan Andrés Camus Camus and Canio Corbo Lioi as members of the Directors' Committee, the first-named remaining as its chairman.





## Management

General Manager

**Juan Antonio Alvarez Avendaño**

Lawyer

Tax ID: 7.033.770-3

Senior Vice President West Coast South America Lines

**Luis Alvarez Ríos**

Civil Engineer

Tax ID: 7.175.692-0

Senior Vice President Shipmanagement

**Héctor Arancibia Sánchez**

Mechanical Navy Engineer

Tax ID: 4.803.268-0

Senior Vice President East South America and Libra Lines

**Enrique Arteaga Correa**

Civil Industrial Engineer

Tax ID: 9.771.836-9

Senior Vice President, Systems

**Roberto Aguiló Ríos**

Civil Engineer

Tax ID: 6.065.462-K

Senior Vice President, Global Sales

**Gonzalo Baeza Solsona**

Civil Industrial Engineer

Tax ID: 6.955.062-2

Senior Vice President Chartering, Bulk & Cars

**Santiago Bielenberg Vásquez**

Business Engineer

Tax ID: 5.051.578-8

Senior Vice President, Mediterranean Region

**Eugenio Cruz Novoa**

Civil Engineer

Tax ID: 7.018.819-8

Senior Vice President Cargo & Intermodal Services

**Rafael Della Maggiora Silva**

Civil Industrial Engineer

Tax ID: 6.999.711-2

Comptroller

**Gabriel Escobar Pablo**

Business Engineer

Tax ID: 7.583.066-1

Senior Vice President Administration & Finance

**Rafael Ferrada Moreira**

Business Engineer

Tax ID: 10.302.911-2

Senior Vice President Norasia Lines

**Guillermo Ginesta Bascuñán**

Civil Industrial Engineer

Tax ID: 7.011.275-2

Senior Vice President North America Region

**Andrés Kulka Kuperman**

Business Engineer

Tax ID: 7.711.411-4

Senior Vice President Asia Region

**Alejandro Pattillo Moreira**

Degree in Economics

Tax ID: 7.431.351-5

Senior Vice President, Shipping Business

**Arturo Ricke Guzmán**

Business Engineer

Tax ID: 6.994.493-0

Senior Vice President, North Europe Region

**Christian Seydewitz Munizaga**

Civil Engineer

Tax ID: 9.580.576-0

Senior Vice President, Marketing and Commercial

**Francisco Subiabre Vergara**

Business Engineer

Tax ID: 5.589.921-5

Senior Vice President Research

**Vivien Swett Brown**

Business Engineer

Tax ID: 8.571.420-1

Senior Vice President Terminals & Logistics

**Fernando Valenzuela Diez**

Electronic Engineer

Tax ID: 7.175.694-7

Vice President Human Resources

**Juan Carlos Valenzuela Aguirre**

Degree in Philosophy

Tax ID: 9.805.849-4

Senior Vice President Reefers

**Jorge Villagra Mendoza**

Captain Chilean Merchant Navy

Tax ID: 5.752.321-2

Head Lawyer

**Claudio Barroilhet Acevedo**

Lawyer

Tax ID: 10.412.595-6

Vice President Sales Chile

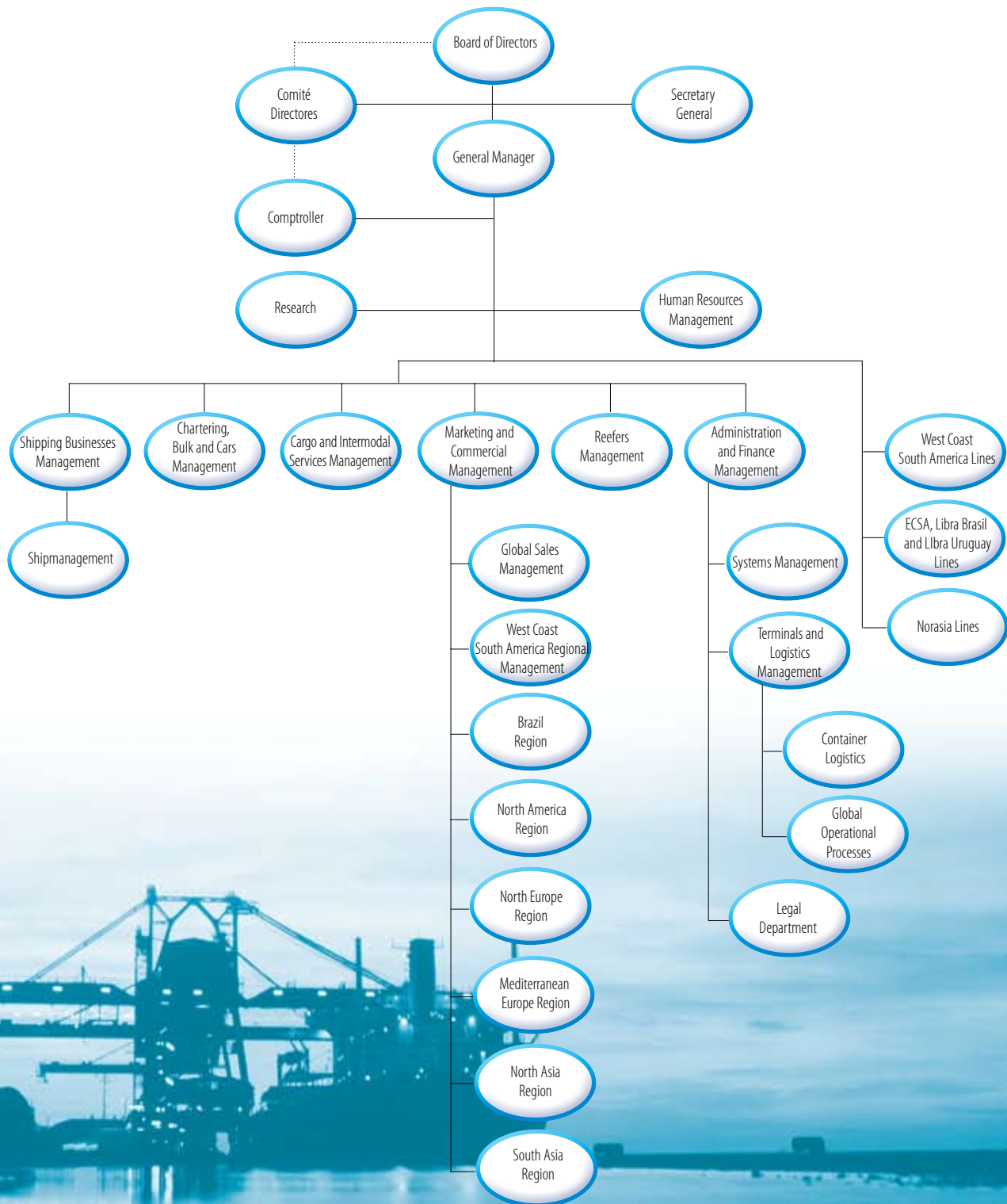
**Arturo Castro Miranda**

Transport Engineer

Tax ID: 6.997.529-1



## Organization structure





## *Historical Summary*

### *A Regional Company going Global*

Compañía Sud Americana de Vapores (CSAV) was founded in the port of Valparaíso on October 9, 1872 when Compañía Chilena de Vapores merged with Compañía Nacional de Vapores. The decree, which established the Company's legal entity, was signed by the then president of Chile, Federico Errázuriz Zañartu. Maximiano Errázuriz chaired the first board of directors and Alfredo Lyon Santa María was the first general manager.

During the first stage of its development, the Company only provided coastal trade services. At that time, CSAV vessels were then the only link with the remote regions of Chile. Its first international experience was to establish a service to Callao, Peru, in 1873, which was then extended to Panama in 1874.

As a result of an agreement with Pacific Steam Navigation Company (known then in Chile as Compañía Inglesa de Vapores) in 1883, the service to Panama became stable and permanent. At the same time, connections were formed with other parts of the world under agreements with several foreign companies.

The Company attended the Pacific services which extended to San Francisco until 1914, but early in the 20th Century it had to restrict itself to no farther than Panama because of intense competition from European lines. However, the opening of the Panama Canal enabled it to extend its lines to New York following the withdrawal of European shipping companies because of the First World War.

In 1938, following the world economic crisis of 1929, CSAV placed three new motor vessels into service, the "Copiapó", "Imperial" and "Aconcagua", of impressive aerodynamic design, which enabled it to consolidate the line services to New York and extend them to Europe. This extension had to be suspended because of the start of the Second World War (1939-1945) which made shipping difficult, especially in the Atlantic Ocean.

With the ending of the war, the Company's services showed vigorous growth with the incorporation of ports in Germany, Belgium, Holland and England. During this period, the holds of some vessels were converted to reefer chambers which permitted the start of fruit transport on its regular services to the United States and Europe. The development of this activity made Sud Americana de Vapores a leader in the transport of refrigerated products.

Bulk shipping gained in importance in 1943 and later, in 1974, there was a strong incentive to consolidate its international services. Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM) was formed by CSAV in 1961 for the air and shipping agency business.

The promulgation in 1979 of Decree Law 3,059, for national merchant marine development, led to a stage of great dynamism and growth for the Company's businesses. New traffics were started in 1984 and its existing services to North Europe, Far East and Japan, Mediterranean, America Pacific and Southeast Asia were modified. There was also important growth in the specialized services for refrigerated, vehicle and bulk cargoes.

Starting in the early 1990s, the Company had to face new and greater challenges as a result of the opening up of competition allowed by the governments of the vast majority of Latin American countries.

In order to take advantage of the opportunity that this enormous change in the competitive scenario implied, the Company and its subsidiaries increased their businesses in Peru, Colombia, Ecuador, Argentina, Mexico and Brazil, with more and improved services and with new routes and activities related to the shipping business.

In 1996, it reached an agreement with the Norwegian company Kristian Gerhard Jebsen Skipsrederi A/S to jointly operate seven Aframax OBO ships. These dual-purpose vessels allow the carrying of oil and its byproducts, and of bulk products. The fleet was later expanded to a total of eleven vessels which operated in the principal Atlantic markets.

In 1997, an agreement was reached with Odfjell ASA, a world leader in its field, to exploit the transport of chemicals in Chile and other countries on the West Coast of South America. With this agreement, the activities of the Company and its subsidiaries expanded into new, highly-dynamic areas of the global shipping business.

During 1998, CSAV obtained its ISO 9002 certification, granted by Lloyd's Register Quality Assurance (LRQA). This confirms that CSAV has a quality management system, applicable to its domestic and international shipping services for general cargo, containers, bulk, vehicles and frozen and refrigerated cargo, that meets international standards.

In 1999, as part of its international expansion, the Company acquired majority holdings in Companhia Libra de Navegação, Brazil, and Montemar Marítima S.A., Uruguay, which participate in different container-carrier markets between the East Coast of South America and the United States and Europe.

The same year, CSAV entered the cement carrying business with a holding in Belden Shipping, one of the world's largest cement shipping companies. CSAV therefore developed a solid commercial and technical capacity in the handling and transportation of this product.



Several important events occurred in 2000. These included the start of port operations by the concession-holding companies San Antonio Terminal Internacional S.A., San Vicente Terminal Internacional S.A. and Iquique Terminal Internacional S.A. CSAV participates in STI and SVTI through its subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM) jointly with the American company SSA Holding International (SSA). In ITI, CSAV participates through its subsidiary SAAM jointly with Urbaser of the Dragados Group, Spain.

CSAV also acquired the principal assets of the Maltese shipping company Norasia Lines Ltd. in 2000, which gave it entry to the East–West routes, and the company Norasia China Ltd., constituted in Hong Kong, with operations in various cities in the Republic of China.

During 2003, CSAV signed, through one of its subsidiaries and in association with Peter Döhle Schiffahrtskontor KG, the largest shipbuilding contract in its history. This covered 22 containerships with a total capacity of 108,700 Teus. For its part, SAAM was awarded a 20-year concession for operating two port terminals in Antofagasta.

During 2004, CSAV entered into a partnership with Drylog Bulk Carriers Ltd., Bocimar Internacional N.V., and AMN Shipventure Inc., for the operation of bulk cargo vessels, and in the same year sold its holdings in SKS OBO Holding Limited, Bermuda, SKS OBO Limited, Bermuda and OBO MAR AS, Norway. SAAM for its part was jointly awarded a 20-year concession to operate two port terminals in Arica.

In 2005, CSAV increased its network of own agencies to three important markets: India, Brazil and Mexico. Similarly, CSAV that year saw important growth in its operative capacity, which positioned it as one of fastest-growing companies during the year. The subsidiary SAAM grew strongly through the purchase of Brazil's third largest tug-operating company and the adjudication of the container terminal at Port Everglades, United States.

During 2006, CSAV completed its ship building program begun in 2003 jointly with Peter Döhle Schiffahrtskontor KG with the delivery of 13 containerships, including ships with a 6,500 Teus capacity. On the other hand, the Company sold its holding in Belden Shipholding Pte.Ltd.

As of December 2007, the Company's containership building program included the exclusive ownership of four 12,000 Teus and three 6,300 Teus ships. The latter were acquired in 2006 simultaneously with the sale of a 50% participation in four 5,500 Teus vessels.

During 2006 and 2007, CSAV continued with its strategy of assuming its own distribution in key countries through the incorporation of new agencies, in Argentina, Belgium, South Korea, Spain, Holland and Italy. For its part, SAAM continued to consolidate its position as a port operator, and in logistical services and tug services, in both Chile and the principal markets in Latin America.

CSAV has therefore consolidated itself as a global carrier with a strong presence in the routes between South America and the rest of the world, operating an average fleet of more than 100 ships and participating actively in the general cargo in containers, bulk, reefers and vehicles markets.

In 2008, the Company began to experience the effects of the most important world crisis since the Great Depression of 1929. In fact, as CSAV is a highly-globalized company, the effects of a significant contraction in global trade began to be felt in the second half of 2008. Despite this, the Company achieved sales of 4.9 billion dollars.

The most significant event of the year was undoubtedly the grievous and irreparable loss of the person who was the guide and director of CSAV's globalization and internationalization, Ricardo Claro Valdés.

The crisis that began in 2008 continued during 2009, affecting the whole world and all industries very seriously. The crisis was undoubtedly the protagonist of 2009, and its after-shocks will continue to be felt for several years more in the global economy. The shipping industry, far from escaping this crisis, was one of the most affected as, for the first time in history, the demand for shipping declined. In addition, and as repeated in different parts of this annual report, the supply of ships continued to increase as a result of deliveries of new ships that were being built. Both factors, a fall in demand and increase in supply, caused international freight rates to fall substantially, even to below all rationality, while the volumes carried decreased.

CSAV has been negatively affected since the start of the crisis, a situation reflected in the large losses of 2009. The difficult situation suffered by the Company was overcome thanks to a financial and operational reinforcement plan in which the shareholders and business community related to the Company (including other shipowners, shipyards and banks actively participated). This plan, which was followed throughout 2009, will complete implementation during 2010 and will not only reinforce the Company financially but also make it more efficient and competitive in its principal lines of business.







## *Description of the Company and the Industrial Sector*

CSAV and its subsidiaries Libra, Libra Uruguay and Norasia are involved in container shipping. CSAV also carries liquid and solid bulks, refrigerated (reefer) cargo and cars, either directly or through subsidiaries. The subsidiary Sudamericana, Agencias Aereas y Maritimas S.A. (SAAM), provides port services and land logistics in different ports of Latin America.

Over the past 30 years, the global shipping business has shown considerable growth as a result of economic growth and globalization, the strong growth in Asian exports and the deregulation of foreign trade in general and of the shipping business in particular. This trend has extended its influence to the Latin American economies since the early 1990s when most countries deregulated their economies.

The shipping business is very competitive and is noted for its sensitivity to changes in economic activity. Time lags between these changes and the availability of cargo capacity generate high volatility in shipping tariffs and ship charter rates.

Sea transport services can be divided into seven main service segments:

- Container Transport
- Car Transport
- Solid Bulks Transport
- Reefer Cargo Transport
- Cement Transport
- Oil and Derivatives Transport
- Chemicals and Gas Transport

The most important segment for CSAV is container transport. The principal container-carrier markets are the so-called East-West, comprising the sections Asia-Europe, Transpacific and Transatlantic. Next are the so-called North-South traffics among which the most important are the sections between South America and Asia, North America, Europe and the Mediterranean.

Container-carrier activity has seen strong consolidation in recent years, which has accelerated during the present crisis and is characterized by the formation of alliances, mergers and acquisitions that seek to broaden the coverage of services and reduce costs.

### **Regulatory Framework**

The regulatory framework in Chile is mainly covered by the following laws:

Law 2,222 of May 31, 1978, which replaced the old navigation law of 1878. This has been amended by Laws 18,011 of July 1, 1981, 18,454 of November 11, 1985, 18,680 of January 11, 1988, 18,692 of February 19, 1988 and 19,929 of February 11, 2004.

Law 3,059 of December 22, 1979 which contains a new text of the Law on Protection of the National Merchant Marine.

Law 18,680 of January 11, 1988, already mentioned, which fully replaced Chile's commercial maritime legislation, in a new Third Book of the Commercial Code.

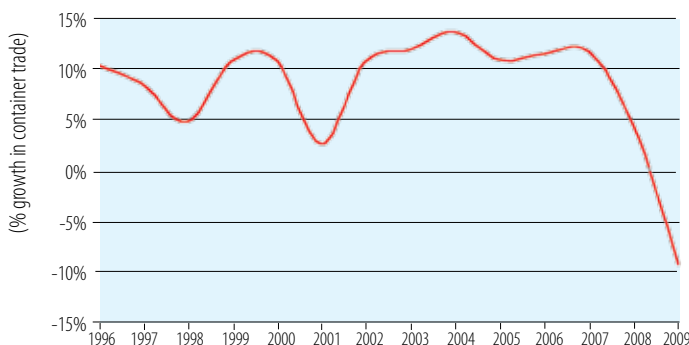
Law 211 of 1973 on the protection of free competition should also be mentioned, that operates in coordination with the rules contained in Law 3,059 of 1979, whose provisions have suffered important modifications introduced by Law 19,911 of November 14, 2003.

In the international area, there is a combination of provisions that cover various aspects of the shipping business, including those that establish environmental rules that affect from the building to the operation of ships, and the entry to or leaving from the country of animal or vegetable species; customs regulations that specify the species that can be imported or exported and the duties affecting these operations; immigration regulations that cover the entry into the country of passengers and crews; port operation regulations and, recently, anti-terrorist regulations that have acquired growing importance in cargo operations, even prior to shipment.





## Demand Analysis



(Source: Clarkson Research Studies)

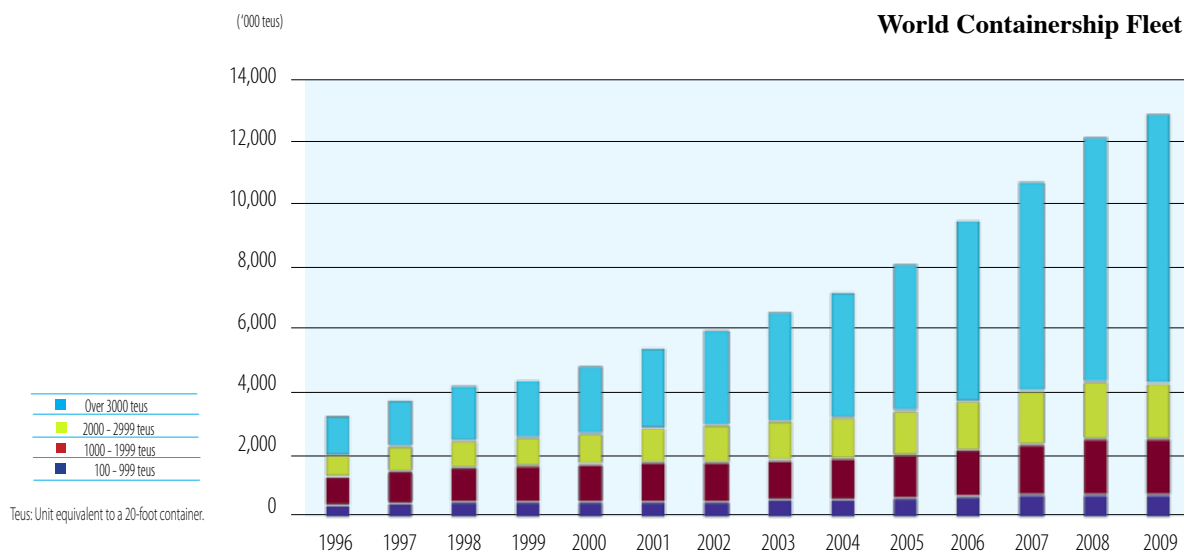
## The Competitive Environment

The containerized general cargo segment has seen strong growth since its beginning, at an average annual rate of 10%. The returns and service quality offered by the container have permitted its development as an alternative to other means of transport, which explains why the growth of this segment exceeds foreign trade in general. However, the deep crisis affecting the global economy since late 2008 led to an important contraction in demand for this service, with a fall of 9.5%. The traffics of greatest importance in volume terms, from Asia to Europe and from Asia to North America, showed falls of 14.8% and 14.9% respectively in 2009.

The supply of container ships has grown continuously at an average rate of over 10%, although at the beginning of the year, when the order book represented more than half of the global capacity of containerships, it was estimated that the growth in supply in 2009 would be close to 17%. In the end, the supply increased by only 6.5% and the order book fell to 36% of the global fleet. This was due to the large number of orders cancelled, postponed and modified which, together with vessel scrapping, would be the principal mechanism employed by the industry in its search for reducing the gap between supply and demand. In any event, this gap widened strongly due to the important contraction in demand which has forced shipowners and operators to maintain between 9% and 11% of their fleets idle from the second quarter of 2009.

During 2009 there was a sharp fall in containership freight rates compared to 2008, but in the third quarter, there began to appear a change in the trend, with the principal traffics showing from moderate falls to slight rises in freight levels.

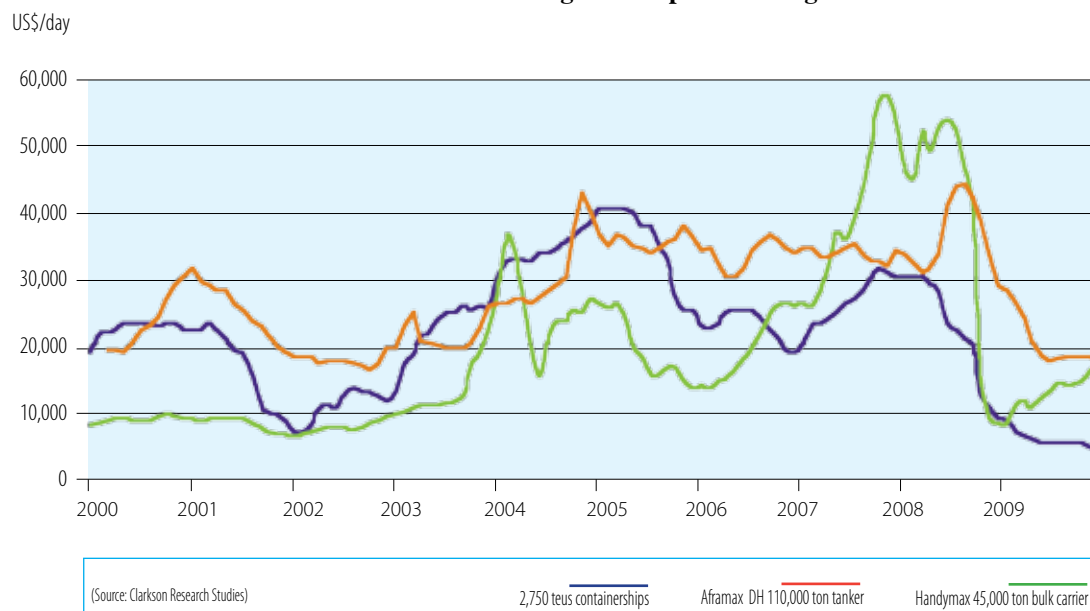
The charterate of containerships continued its precipitous fall in the first quarter of 2009 which had been evident since the second quarter of 2008, moderating slightly since then and reaching levels close to or even below operating costs. The average annual charter rate was therefore below that seen in 2008 in all containership segments.



(Source: Clarkson Research Studies)



## Historical Changes in Ship Chartering







## The CSAV Group in 2009

### Results Analysis

The result for the year 2009 was a loss of ThUS\$ 668,863, an increase of ThUS\$ 630,246 compared to the loss ThUS\$ 38,617 in 2008.

Consolidated sales for the year were ThUS\$ 3,027,860, representing a fall of ThUS\$ 1,858,981 or 38% compared to the year before. This significant drop in sales is fully explained by the effects of the severe crisis in the global economy which led to (i) an important fall in the volumes carried as a result of the sharp contraction in demand for transportation and (ii) a significant fall in average freight prices as a consequence of the growing over-supply of capacity in the industry today.

Thus, the strong impact of the serious crisis the world is still facing should be borne in mind when comparing the results for 2009 with the previous year.

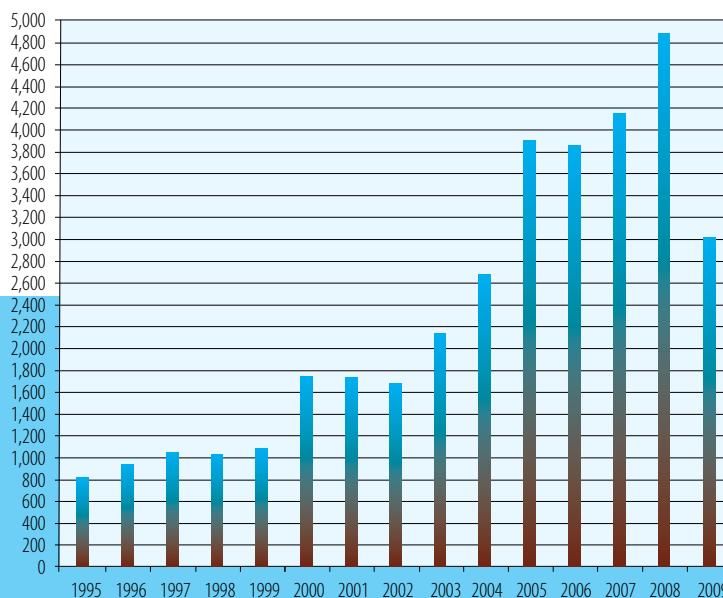
The global economy experienced its worst moment in recent decades in 2009. Although growing positive signs have been detected in the last months of 2009, the recovery of the Company's principal business will be slower than that of the world economy because of the over-supply of ships operating and being built at the start of the crisis.

This crisis has reduced world trade very significantly and, for the cargo transport industry it has been of a magnitude only comparable with last century's Great Depression. CSAV, as in the case of the whole containership industry, has been much affected. Average freight tariffs have fallen sharply, compensated only partly by reductions in fuel costs in the first half of the year. The volume carried by the Company was 1.79 million Teus, which represents a significant fall of 18% compared to the year before, while the average price per Teu also declined very significantly, by 26%, with respect to 2008.

The traffics operated by CSAV from the West Coast of South America to Asia, Europe and North America, although suffering a moderate reduction in the volume carried, saw a significant reduction in average freight rates compared to the previous year. The traffics operated between the East Coast of South America to the Atlantic Coast of North America, Europe, Africa and Asia showed a fall in the volume carried and a significant reduction in average freight rates. The transport of cars and solid bulk saw volumes decline but managed to adjust to the market crisis thanks to their focus on profitable business and operating flexibility niches.

### Total Consolidated Sales of CSAV

Millions of nominal US\$



Norasia Container Lines Ltd, the subsidiary that offers services on the East-West traffics, one of the most affected by this crisis, reported large falls in volumes carried and in average freight rates. CSAV announced the suspension of the service between Asia and Northern Europe in the first quarter of 2009 as a result.

Companhia Libra de Navegação (Brasil) and Compañía Libra de Navegación (Uruguay), subsidiaries that mainly offer container services from and to the Atlantic Coast of South America, also showed large falls in volumes carried and a fall in freight rates.

CSAV Panamá, the subsidiary dedicated to reefer cargo transport, performed favorably, managing to maintain both the volume carried and average freight prices at the previous year's levels, despite greater competition in reefer container services and the international crisis.

The subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM), which offers port services like stevedoring, tugs, shipping agency and container depots and workshops, etc. in various ports in North, Central and South America, performed satisfactorily although below the previous year, despite the global crisis and lower sales.

The cost of sales fell by ThUS\$ 1,330,709 or 28%, to ThUS\$ 3,357,844, this due to the Company's reduced business activity, the fall in the fuel price and efficiency improvements achieved in operations, which partly compensated the significant fall in average freight rates.

Administrative and selling expenses amounted to ThUS\$ 269,686, representing a fall of ThUS\$ 62,113 or 19% compared to the year before. This fall is mainly explained by the reorganization and efficiency processes developed by the Company during the year, and reduced sales commissions paid to agencies.

Overall, the operating result was a loss of ThUS\$ 599,670, ThUS\$ 466,159 or 349% higher than the loss of ThUS\$ 133,511 in 2008.

The non-operating result produced a loss of ThUS\$ 107,250, a significant reduction with respect to income of ThUS\$ 121,520 obtained in 2008. This is mainly explained by (i) the large increase in Other non-operating expenses of ThUS\$ 98,340, almost all arising from the larger loss on fuel hedging contracts of ThUS\$ 98,361, and (ii) reduced other non-operating income of ThUS\$ 115,473, mainly due to reduced gains on derivative contracts.

In 2009, the Company produced recoverable taxes of ThUS\$ 40,281, which compares to a charge of ThUS\$ 18,344 in 2008. This change is mainly due to the losses incurred during the year.





## Summary of Cargo Transported

Year	Paying Tons (1)	Freight (2) (Teus)	Sales (3) Thousands US\$	Ship Operating Days (Days / Ships)	Annual Vessel Equivalents
1995	8,029,315	238,690	817,601	19,382	53.10
1996	8,569,376	315,457	944,603	18,262	50.03
1997	9,679,159	402,959	1,054,788	20,224	55.41
1998	9,862,537	451,764	1,032,352	19,174	52.53
1999	12,638,896	594,412	1,079,760	22,601	61.92
2000	19,020,536	941,150	1,743,761	26,955	73.85
2001	18,535,821	1,045,388	1,735,112	25,648	70.27
2002	19,134,362	1,086,777	1,674,948	26,431	72.41
2003	20,737,238	1,338,545	2,135,539	28,476	78.02
2004	21,045,372	1,607,083	2,685,886	32,770	89.54
2005	29,805,926	2,075,484	3,901,974	39,118	107.17
2006	31,879,141	2,212,582	3,839,176	40,408	110.71
2007	29,295,480	2,129,040	4,150,992	38,166	104.56
2008	30,008,427	2,191,428	4,886,841	40,751	111.34
2009	24,873,331	1,790,381	3,027,860	39,656	108.65

(1) Paying tons: freight charge units, basically a thousand kilos or, if volume, a cubic meter or 40 cubic feet. Total CSAV services (container services, solid bulks, liquid bulks and cars).

(2) Freight based on full container operations in the container and reefer services.

(3) Sales of Compañía Sud Americana de Vapores and its subsidiaries are shown in nominal values.

(4) Each 365 days / vessel = 1 annual vessel equivalent.

## Principal Financial Indicators

(According to the consolidated financial statements of each year)

Balance sheet (millions of US\$)	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Fixed assets	664.8	614.6	416.6	280.0	272.1	245.3	272.1	262.3	264.3	283.7
Total assets	1,951.8	1,862.3	1,951.4	1,736.5	1,778.3	1,608.9	1,277.9	1,079.5	1,034.4	1,082.4
Current & long-term liabilities	1,344.2	1,018.9	1,058.2	975.5	922.9	842.0	687.2	554.4	535.6	573.5
Shareholders' equity	590.6	824.3	879.8	748.2	827.0	746.4	568.6	502.4	482.6	482.3

Statement of income (millions of US\$)	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Sales	3,027.9	4,886.8	4,150.9	3,859.2	3,902.0	2,685.9	2,135.5	1,674.9	1,735.3	1,743.8
Operating result	(599.7)	(133.5)	54.1	(232.3)	159.1	140.1	66.5	34.7	19.1	41.1
Non-operating result	(107.3)	121.5	99.9	155.5	7.7	88.8	15.0	16.5	16.8	6.9
Net Income (loss)	(668.9)	(38.6)	116.9	(58.2)	132.3	207.1	72.3	36.8	26.1	43.1
Net income (loss) per share ( US\$•100)	(44.6)	(5.08)	15.88	(7.91)	17.98	28.15	9.83	5.0	3.54	5.85

Other indicators	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Return on average assets (%)	(35.1)	(2.0)	6.4	(3.3)	7.8	14.3	6.10	3.50	2.52	3.98
Return on average equity (%)	(94.5)	(4.5)	14.4	(7.4)	16.8	31.5	13.50	7.50	5.40	9.38
Current ratio	0.91	1.37	1.71	1.81	1.96	1.99	1.65	1.38	1.81	2.05
Debt ratio	2.28	1.24	1.20	1.30	1.12	1.13	1.21	1.10	1.11	1.19

## *CSAV Services*

### **1. Line Services**

Line services, oriented fundamentally to the transport of cargo in containers, are CSAV's principal business area. The constant growth in volumes of this business has enabled the Company to become the most important operator in Latin America.

#### **1.1 Line Services to and from the West Coast of South America.**

The West Coast of South America CSAV lines connect the Pacific Coast of South America with Asia, North Europe, Mediterranean, North America Atlantic and Pacific, Gulf of Mexico-United States, Central America, Caribbean, Atlantic Coast of South America and Chile Center-South. It also offers connecting the Caribbean, Central America and the Gulf of Mexico-United States with Asia, North Europe and Mediterranean. All these offer a wide geographical coverage provided by the synergies of CSAV's services network.

#### **Highlights of the Year.**

All the services in this area were seriously affected by the financial crisis that began in late 2008, resulting in a drastic fall in world trade during 2009 and therefore a fall in demand for transport and thus in tariffs. In addition, there was the effect of a considerable over-supply of containerships in the industry which only aggravated the effects of the crisis on the shipping business.

The service connecting the Pacific Coast of South America with Asia suffered a significant contraction in the market from Asia to South America which caused a sharp fall in freight rates. Operators on this traffic made important rationalizations in the availability of capacity in order to reduce the gap with transport demand. These measures produced positive results from the third quarter when freights began to show substantial rises. Nevertheless, the service suffered large losses in the year.

The service linking Asia and the Caribbean was rationalized significantly in the second half of the year in order to better face the effects of the crisis. The service therefore passed from being one operated independently to a joint service with two other operators using larger ships; this translated into a rationalization of supply and an improvement in economies of scale, and managed to control the levels of losses on the service.

The service from and to the Pacific Coast of South America and the Mediterranean also suffered the effects of the crisis. The capacity offered was reduced by 25% on this service in order to better face these negative effects.

The supply of capacity on the service covering Gulf of Mexico-United States and Central America and the Caribbean was reduced by approximately 60%, resulting in a substantial improvement in results in this area in the last months of the year.

Traffic linking the North America Atlantic with the Pacific Coast of South America remained constant in terms of offered capacity despite the sharp deterioration in results.

The Pacific Coast to Atlantic Coast of South America traffic, operated jointly with other shipping companies, also suffered the effects of the crisis, for which a plan was also implemented for reducing the gap between supply and demand and thus improve the service's profitability.

The service offered between the Pacific Coast of South America and North Europe passed from a scheme of three slings operated in cooperation with another three shipowners to a scheme of one sling operated independently, which produced a large over-supply of traffic. This, added to the global crisis, produced a sharp deterioration in the results of the service.



## 1.2 Shipping Services to and from the Atlantic Coast of South America

During 2009, CSAV maintained its containership services to and from the East Coast of South America to the Atlantic Coast of North America, North Europe, Middle East, South Africa and the Asia region, including Southeast Asia, China and Japan.

The cargo carried by CSAV in 2009 fell compared to 2008 and the results of the services deteriorated sharply, mainly explained by a reduction in revenues and a reduced utilization of the assigned assets.

### Highlights of the Year.

In February, the association with Hamburg Sud was terminated on the North Europe and East Coast of South America service.

In June, CSAV acquired an additional 15% in the agency CSAV Group Agency Argentina, which enabled it to control 85% of the ownership.

In July, Kawasaki Line withdrew as a partner in the Usatlan service where it provided one ship. This position was covered by CSAV. The same month, the replacement was completed of 2,500 Teu ships by those of 3,500 Teus nominal.

In August, Maruba withdrew as a partner in the Eurotlan service where it provided a 3100 Teu ship. This position was covered by CSAV.

In September, two new operating agreements were introduced for the interchange of spaces to cover traffic to the east coast of North America. In one, CSAV together with Hamburg Sud, provides two ships of 3,500 Teus nominal, and in the other, CSAV provides two ships of 3,500 Teus nominal jointly with MSC. These agreements meant the cancellation of the Usatlan service.

During 2009 and in order to meet growing demand in the Asia/Brazil market, the replacement continued of 3,500 Teu ships by 4,000 Teus on the ASAX service.

During the second half of the year, a program was begun to strengthen the Marco Polo service, increasing frequencies from fortnightly to weekly in order to meet demand, especially for refrigerated cargo. By December, just one ship remained for completing this program.

## **2. Special Services**

### **2.1 Liquid Bulks Services**

CSAV, in a joint venture with Odfjell Tankers, offers liquid bulk transportation services on the west coast of South America.

During 2009, sulfuric acid, methanol, caustic soda, palm oil and other products were carried in the geographical area between Buenaventura and Cabo Negro on the Straits of Magellan.

#### **Highlight of the Year**

Apart from meeting its long-term transportation contracts with customers in Chile and abroad in 2009, it also increased its participations in non-contracted cargoes.

### **2.2 Solid Bulks Services**

The Company carries copper concentrates, and occasionally iron ore, from the Pacific Coast of South America to Asia. The vessels are loaded on the Pacific Coast of South America with thermal and metallurgical coal, plus blast-furnace clinker and slag. Occasionally the ships carry grain from Argentine and Canadian ports to Chile and Peru.

Jointly with the shipowner Peter Livanos, the operation has continued of Handymax grain ships, based in Monte Carlo, Monaco.

#### **Highlights of the Year.**

There was a substantial fall in cargo destined for South America in 2009. Coal consumption reduced because of the crisis, which had a negative effect on the Company's results.

### **2.3 Refrigerated and Frozen Cargo Service**

CSAV, through its subsidiary CSAV Panamá, carries refrigerated fruit and products. A service is offered with chartered ships during the fresh-fruit exporting season from Chile to both coasts of the United States and Europe. These destinations are complemented with containers carrying refrigerated and frozen cargoes on ships of the liner services.

#### **Highlights of the Year.**

Despite the reductions in cargoes showed by all the services during 2009, CSAV Panamá was able to hold its market share of over 30% of Chilean fruit exports.

### **2.4. Car Carrier Service**

CSAV serves the following routes with specialized ships of the Pure Car and Truck Carrier (PCTC) type, which allow the roll-on and roll-off of vehicles via ramps:

- Japan and China to Chile and Peru.
- Argentina and Brazil to the East Coast of Mexico, Colombia, Venezuela and the Caribbean.
- Brazil and Argentina to the West Coast of South America, Central America and Mexico.
- Brazil and Argentina in both directions (Mercosur).
- West Coast of Mexico and Central America to the West Coast of South America.
- North Europe to the East and West Coasts of South America, plus the West Coast of Central America and Mexico.
- East Coast of United States and Mexico to Venezuela, Colombia, West and East Coasts of South America.
- East Coast of United States to the Mediterranean.
- From the Mediterranean to the United States, Mexico and West Coast of South America.
- China and South Korea to the Persian Gulf, South Africa and East Africa.



## Highlights of the Year

Due to the sharp reduction in cargo volumes as a result of the severe global crisis, the ships Río Enco, Pacific Runner and Río Blanco were sent to the breaker's yards in 2009, and the Pacific Winner was sold.

Under commitments signed in 2007 and 2008, three new ships were received from shipyards on long-term charters. All ships older than 20 years were thus replaced during 2009, leaving the fleet with seven new ships in operation.

The year 2009 was characterized by the expansion of routes: South Africa, South Korea and the Mediterranean. The China to Persian Gulf service was augmented by loading ports in South Korea and unloading ports in South Africa, Mozambique and Tanzania. Port calls were also begun in Lebanon and Italy, linking the Mediterranean to the service from East Coast United States, Mexico and South America.

### 3. Services of Norasia Container Lines Ltd.

All the services of the subsidiary Norasia Container Lines Ltd. were severely affected in 2009 by the world crisis and particularly the fall in container volumes shipped. The consequent reduction in freight rates reached levels that practically led them to zero at the beginning of the second quarter. These tariffs, which clearly did not cover variable costs, forced the industry in general to increase the number of ships laid up.

Early in 2009, the Company had no alternative but to suspend the operation of the service from China to North Europe (ANE) and reutilize the ships in other services. In addition, Norasia, as most of the principal competition, reduced the speed of its ships in order to minimize fuel consumption and provide a better use for its fleet.

Volumes and freight rates have shown improvements since the last months of 2009, although to different degrees depending on the traffics.

The ABS service managed to hold its leadership position in traffic between Asia and the Black Sea. In the last months of 2009, the Company applied "super low speed" which enabled it to use an additional ship, minimize fuel consumption and improve the punctuality of schedules.

A fleet improvement program was carried out during the year, enabling it to standardize ships' capacity at 5,500 Teus.

As traffics between China and Europe began to show improved freight rates in the last months of 2009, Norasia agreed with Evergreen a slot exchange program which permitted the Company to enter the West Mediterranean with the FFM service.

The Supergalex service saw a drastic transformation during the year, which included fleet and market changes. The fleet was improved by ships of 6,500 Teus. The service maintained its coverage of the Chinese markets, but its destination was limited to the Persian Gulf, starting port calls at Dammam (Saudi Arabia) and Bandar Abbas (Iran). This has enabled Norasia to be one of the leading competitors in these markets.

Despite freight rates showing some improvement in the second half of the year, this has been moderate compared to the increases in fuel costs, making this an insufficient improvement in results.

In July 2009, the Indus service starting operating, serving the traffic between China and the Indian Sub-Continent. It offers a weekly service of ships of 3,000 Teus. This new service consolidated Norasia's position in the Indian sub-continental markets.

Finally, Norasia maintains its leadership position with its Imex service among the three principal competitors in traffics between India and North Europe. This service improved its fleet of ships of over 4,000 Teus and reduced ship speeds. This traffic began to show improved results in the second half of 2009.





#### 4. Services of Companhia Libra de Navegação and Compañía Libra Navegación (Uruguay) S.A.

The subsidiaries Compañía Libra de Navegação (Libra) and Compañía Libra de Navegación (Uruguay) S.A. offer container services to and from the Atlantic Coast of South America, connecting with North Europe, Mediterranean, East Coast of North America, Gulf of Mexico and USA, Caribbean, and Pacific Coast of South America.

##### Highlights of the Year

In February, jointly with Hapag Lloyd, an additional ship was incorporated in the Mexican Gulf service in order to reduce fuel consumption. In the same month, cooperation was terminated with Hamburg Sud on the service between North Europa and the East Coast of South America.

In March, it was agreed with CMA, Hamburg Sud, ZIM, Maruba and Niver Lines to replace the two present rotations, of 3,100 and 2,800 Teus, by one of 4,100 Teus nominal on the traffic between Western Mediterranean and the East Coast of South America.

In April, the management of line services was transferred from Sao Paulo to Valparaiso.

In June, the Conosur service with its partners, agreed to restructure the configuration of the two rotations with just one, which permitted a slight improvement in the Company's share of this traffic.

In July, Kawasaki Line withdrew as a partner in the Usatlan service where it provided one ship. This position was covered by CSAV. In the same month, the replacement was completed of ships of 2,500 Teus by ships of 3,500 Teus nominal.

In August, Maruba withdrew as a partner in the Eurotlan service where it provided a ship of 3,100 Teus. This position was covered by CSAV. In the same month, the regional and financial amangement services were centered on Sao Paulo.

In September, new operating agreements were introduced for the exchange of spaces to cover traffic to the East Coast of North America. Under the first, with Hamburg Sud, CSAV provides two ships of 3,500 Teus nominal, and under the second, with MSC, CSAV provides two ships of 3,500 Teus nominal. These agreements meant the cancellation of the Usatlan service.

The volume of cargo carried by Libra and Libra Uruguay in 2009 was significantly down on 2008. The results of the services show considerable losses, principally as a result of a significant fall in revenues.

Capital increases were made for a total amount of US\$ 105 million.



## *Other Activities of the Year*

### **Commercial Development**

#### **Sales Management**

Considerable progress was made in 2009 with plans focused on improving the Company's sales management. The position of Senior Vice President Global Sales was created, responsible for the global-level sales process. This management worked on the standardization of sales processes, the integration of computer systems, the creation of a sole data base and the provision of more and better visibility of information at a global level through tools based on business intelligence applications. This permits the follow-up of sales by region, agency, salesperson, service, voyage-ship-stage, etc.

A sales management control tool called CRT (Contact Report Tool) was also developed, enabling salespersons to plan their visits more effectively, and facilitating the management and supervision of these. It also extended the use of the Sales Leads system developed by the Asia region (ROHK), to the rest of the Company's agency network, thus providing a structured tool for sales management, both at origin and at destination.

These initiatives have permitted identifying each market segment in the best way in order to manage them according to their particular characteristics. For this, the principal global customers were identified and an account manager appointed for each, responsible for its strategic management. A local contact was also appointed for the management of day-to-day matters.

#### **Consensus Forecast Management (CFM)**

Starting in September 2009, CFM became the Company's commercial planning global and sole tool, incorporating all the regions with their important agencies and all the transport lines. It is also plans not only cargo movement but also the movement of empty containers. It was thus necessary to strengthen the hardware, incorporating new servers and improving it through a change in the data model.

The commercial process was also revised and stated, built and adapted by the Company on the basis of Sales and Operations Planning, a standard process known to and used by various industries. One of the greatest advances made during 2009 was the monthly definition of sales objectives.

As a result of the improvements in sales management, and despite the difficult market situation faced throughout the year, monthly sales volumes have increased month by month since June, and by December had reached a record level of over 200,000 Teus carried.

Ship utilization in the Company's different services also showed a growing trend, and by December had reached levels similar to those prior to the crisis.

#### **Booking and Documentation System (BDS)**

The integration was achieved in 2009 of USA and China into BDS through a robust interface that ensures quality of information. The bills of lading (BL) numbering system was changed to permit the assignment of the BL number at the time of reservation, thus satisfying the needs of customers exporting to USA which have to meet new customs regulations.

#### **Contribution System**

The contributions module was improved in 2009, including demurrage revenue and other local income generated by the agencies. Good progress was also made in calculating contributions of businesses already carried out and businesses to be evaluated or planned in the sales planification tool (CFM).

The next step, starting in the first quarter of 2010, is to introduce a model that permits the measuring of sales by contributions.

#### **E-Commerce**

The external portals Easypass (China) and Dakosy (Germany) were integrated with BDS to receive loading instructions electronically. The development of E-Commerce in Asia was strengthened, managing to generate 40% of loading instructions electronically in China and 18% in India. The BAS system was integrated with an interface of external portals, providing connectivity in USA and Canada.



### “Cumbre” Project

Training was given in a new optimization tool provided for the Company’s principal services, showing a high degree of utilization in the last months of the year. All this was done within the framework of the Company’s commercial planning process, specifically in the construction of the Line Trade Proposal.

### Marketing

#### Relationship Marketing

As an important part of the marketing plan, different customer-loyalty events were organized in 2009 at the global level, focused on different customer segments, mainly to strengthen long-term commercial links.

#### Fairs and Events

The Company took part in various fairs during the year with the principal objective of establishing contact and generating links with potential customers.

#### Market Reports and Analysis of Competition

Work was carried out on the development of market reports with visibility, and competition analysis reports, permitting the global sales force to have a commercial focus and a stronger market orientation, thanks to a deeper knowledge of customers and the services of shipping companies with which CSAV competes.

### Market Intelligence

The implementation of global management systems continued, mainly oriented to supporting the commercial management, permitting visibility with a high degree of detail and in good time. It is therefore possible to follow performance by region, agency, salesperson, service and ships. Views were standardized globally as well as their criteria, and the number of users increased.

### Systems

Given the difficult position of the shipping industry, efforts in 2009 were focused on cost reductions, achieving significant savings by the introduction of novel and creative alternatives supporting business requirements, without altering present levels of service or affecting the future of the technological platform.

Computer solutions were also developed to support the redesign and implementation of a global sales process and the improvement of operational processes which have accompanied the Company’s changes.

CSAV has achieved high visibility in decision-taking, as well as meeting internal and external-entity information requirements, through the consolidation of business intelligence tools and mature information exploitation models.



## Administration and Finance

The Company introduced new initiatives in 2009 for increasing administrative efficiency and reducing administration expenses. This was achieved by taking advantage of the new integrated platform of accounting management systems and the operation of shared-service centers. The strength of the procedures, control of costs and quality and visibility of the management information has permitted the consolidation and expansion of the efficiencies that have been achieved.

### Investments and Financing

As already indicated, the world economy began to suffer the severe effects of the global crisis in the second half of 2008, which most negatively and particularly affected the container transport industry, the principal business of CSAV.

At the beginning of 2009, the Company proposed to its shareholders the urgent need to make a capital increase as part of the measures necessary for facing the most severe crisis faced by the containerhip freight industry. The shareholders approved an increase of capital of US\$ 130 million.

Later, a financial strengthening plan was prepared for US\$ 710 million comprising two capital increases to be subscribed by shareholders (the US\$ 130 million mentioned above and a new capital increase of US\$ 220 million), plus a third capital increase of US\$ 360 million to be paid in by most of the shipowners with whom CSAV

had committed ship charters. The first two capital increases were fully subscribed by shareholders, generating total proceeds of US\$ 412 million, while the third increase for US\$ 360 million will be completed during the first half of 2010.

Another significant initiative carried out by the Company during 2009 was the agreements reached with shipyards. Samsung Heavy Industries agreed to transform the order for four ships of 12,000 Teus to five ships of 8,000 Teus, at the same time postponing the delivery time until 2011 and 2012. CSBC, of Taiwan, agreed to the postponement by more than six months of delivery of three ships of 6.600 Teus.

The Company managed to ensure the financing for all the orders for ships being built (five ships of 8,000 Teus and three of 6,600 Teus). These syndicated loans have been partially used to finance part of the ships' building costs. As of December 31, 2009, the Company has drawn the sum of US\$ 35 million.

Finally the Company cancelled the unutilized portions of lines of credit with BNP Paribas and others up to 450 million dollars, and the line of credit with the German bank HSH Nordbank for up to 250 million dollars.

The principal banks with which the Company and its subsidiaries work are:

#### In Chile:

Banco de Chile	Banco de Crédito e Inversiones
Banco Santander Santiago	Scotiabank SudAmericano
Banco BICE	Banco Estado
Deutsche Bank	Corpbanca
HSBC	Banco Itaú
Banco Security	

#### Abroad:

BNP Paribas	The Export - Import Bank of Korea
Barclays Bank	Banco Santander
Credit Industriel et Commercial (CIC)	Citibank
Commerzbank	Credit Suisse
DnB NOR Bank Asa	DekaBank
Rabobank	Deutsche Schiffsbank
Dexia Bank	DVB Bank
Goldman Sachs	HSBC
HypoVereinsBank	HSB Nordbank
ING Bank	Natixis Banques Populaires
NordLB	KFW
Scotiabank	Crédit Industriel et Commercial (CIC)

## Risk Management

The Company is carrying out a complete operational risk management program, consisting of internal and external audit work and an insurance plan. The internal audit work involves a systematic revision of the principal risk areas of the Company and its subsidiaries.

Regarding insurance, it should be mentioned in the first place that the Company's own fleet is insured against hull and machinery risks, war, strikes and other maritime risks. It also has protection and indemnity cover of its potential liabilities for damage to cargo, physical injuries to crew, third-part damages, contamination, etc., and other insurance providing cover for its other fixed assets like containers, chassis, buildings, cars, etc.

With respect to the chartered fleet, the biggest risk and challenge faced by CSAV is to establish a ship charter strategy coherent with a variable freight-rate market. As has been seen since the beginning of the world economic crisis, the significant fall in volumes and freight rates led to a sharp mismatch between the Company's revenues and costs. As the Company's charter contracts range from one month to various years, the heavy fall in freight rates and volumes carried significantly affected CSAV's results. During 2009, the Company made big efforts to reduce the total amount committed in containership charters; this by 34% without reducing its committed carrying capacity.

In order to cover the risk of variations in the prices of basic supplies like the fuel consumed by ships, the Company has insignificant stocks in ships, and a portion of the tariffs charged to its customers is indexed to variations in fuel prices. The Company and its subsidiaries have taken fuel-price hedge contracts but the cost of this cover has recently increased in volatility substantially, so the use of hedges has been reduced. The results of these hedges in 2009 were a loss of US\$ 99 million.

CSAV has contracted a currency hedge covering wide fluctuations in the yen for a period of 30 years to cover the currency exchange risk on the loan for around USD 202 million granted by the Japanese subsidiary of American Life Assurance Co. of Columbus. The Company has also contracted currency derivatives to cover fluctuations of bonds for 1,950 thousand UF, equivalent to approximately 61 million dollars, for the part that has no natural hedge.

The Company has also an interest rate hedge for a term of 10 years to cover loans for the purchase of new ships which started to be delivered during 2005.

## Credit Ratings

The bonds denominated in local Unidades de Fomento, issued by the Company in 2003, received a rating of A- with "in observation" outlook by the rating-agency Humphreys Limitada while Fitch Chile Clasificadora de Riesgo Ltda. assigned a rating of BBB with "negative" outlook. The rating agency ICR assigned a rating of BBB with negative outlook for these bonds.

On the other hand, S&P assigned an international credit rating for the Company of B- (with negative outlook) as a result of the unfavorable changes in the global containership industry in recent years and how this adversely impacts on the results of CSAV. Despite this, S&P withdrew the Company from its Credit Watch category in 2009.

Humphrey's Ltda. maintained CSAV's shares at First Class Level 1 while Fitch Chile Clasificadora de Riesgo Limitada maintained its rating of First Class Level 3 during the year. In 2004, the Chilean Credit Rating Commission gave its approval for Chilean pension funds to invest in CSAV shares.



## Investor Relations

During 2009 the Company set up an investor relations area, which seeks to provide information to the market simultaneously, ensuring the greatest transparency in this process. A dedicated section on this subject was created on its web site ([www.csav.com](http://www.csav.com)) containing important information for investors which will be updated periodically.

The Company in 2009 began to provide monthly data on the volumes carried and changes in its tariffs. In addition, the documents required by the Corporations Law 20,382, which came into effect in late 2009, have been published in this section.

## Operations and Logistics

### Terminals

As indicated above, demand for container cargo carrier ships contracted abruptly due to the global crisis in the second half of 2008. Despite the sharp fall in the flow of cargo carried, this was not reflected in substantial price reductions to motivate competition and/or imply significant redefinitions of the itineraries of the line services. As would be expected, there were opportunities to reduce prices only in those places where there were alternative terminals and which in turn were commercially viable in the long term. In those cases, the price reductions were important.

CSAV is seeking to build long-term relations with global terminal operators and therefore places special emphasis on generating joint cooperation agreements in the search for operational and productivity improvements that benefit both CSAV and its suppliers.

The price situation of terminals in 2009 was marked by the conditions agreed in previous years within a policy of loyalty in contracts with key suppliers. Despite this, a large proportion of the Company's terminal suppliers supported and collaborated with CSAV in its program of financial and operational strengthening to be able to successfully overcome the problems deriving from the industry crisis. However, the cost reductions were not what was sought and the Company redoubled its efforts in this area, seeking improvements in efficiency and costs.

The large price increases in the tolls of the Panama Canal and the demanding facilities imposed on the industry were felt in an increase in unit costs in passing through the canal.

## Containership Operations

Starting in the second half of 2009, and in coordination with all the Company's areas, changes were analyzed in the structure of the services in order to reduce fuel consumption, one of the Company's most important operating costs. It was decided to reduce the speed of the ships. As in 2008, these fuel-consumption reduction programs were an important contribution in the control of operating costs.

Another important initiative was the development of improvement programs in the use of ships regarding the carrying of full containers and the repositioning of empty containers, which impacts positively on the size of the containership fleet and their availability.

### Logistics

An important challenge in this area was the need to adapt to the fall in global demand, severely adjusting the fleet of container equipment. Despite the inflexibilities peculiar to the containers fleet, it was possible to reduce the fleet existing at the start of 2009 by more than 20%.

During the first of the year, the container fleet reduced markedly and only in the third quarter did it begin to revert this situation in China where demand grew rapidly. As fleet costs are difficult to adapt quickly to demand, renegotiations were held with leasing companies which impacted favorably on the price and also payment conditions.

Regarding the refrigerated container fleet ("reefers"), this reduced only marginally. In the last quarter of the year, a positioning plan was completed which increased the availability of containers in South America by 30% compared to the same period of the previous year.

A fleet adjusted to needs and fleet size control, plus an aggressive repositioning plan, have led to a sustainable improvement in the efficiency of use of container equipment, both dry and reefer. It is important to note the improvement in the coordination of use of onboard spaces, which is conveniently impacting in this sense. The planning and level of visibility of the information allows us to expect further improvements.



## Intermodal

Regarding activity and given the economic situation during 2009, efforts were concentrated on a strategy of aggressive cost reductions and a rationalization of land and shipping services through the different regions around the world, which translated into large savings for the Company. Actions were basically concentrated on a plan of tariff renegotiations with different suppliers, a search for cheaper intermodal alternatives and the efficient use of available resources.

## ISO

The Company has maintained its certification under the environmental standard ISO 14.001:2004 and has been re-certified under the quality-management standard ISO 9001:2008.

CSAV's quality management system has evolved, seeking to represent the Company's performance in the best way. The certifying firm (LRQA) has been checking and evaluating these changes. This system therefore should not only ensure that processes are carried out in the established way but that management elements can be identified that show the Company's continuous improvement.

The unification of the systems of CSAV and Libra was consolidated in 2009 which, in this first stage, has been incorporating the best practices of the system established in Brazil. Regarding environmental management, the principal objective has been re-defined as energy efficiency. Targets have been imposed that include an important reduction in fuel consumption and thus CO2 emissions.

## Shipmanagement

### Purchases and Sales

In Alang, India, at 4.35 p.m. GMT on May 11, 2009, the vessel "Rio Enco", owned by Compañía Sud Americana de Vapores S.A., was delivered for recycling to its buyers, Shasta Shipping Limited of Gibraltar.

In Jiangyin, China at 4 p.m. GMT on June 2, 2009, the vessel "Rio Blanco", owned by Compañía Naviera Rio Blanco S.A., Chile, was delivered for recycling to its buyers Maritime Delivery Inc., British Virgin Islands.

In Iquique, Chile, at 3.45 p.m. GMT on November 25, 2009, the vessel "Pacific Winner", owned by Compañía Sud Americana de Vapores S.A., was delivered to its buyers, Saida Shipping Company Limited, a subsidiary of Abou Merhi Lines, Beirut, which will continue to operate the ship.

In Chittagong, Bangladesh, at 1.30 p.m. GMT on December 3, 2009, the vessel "Pacific Runner", owned by South Trade Shipping Company Inc., Marshall Islands, was delivered to its buyers, Limestone Ventures Ltd., a subsidiary of NKD Maritime Limited, both of Chelmsford, Essex, United Kingdom.

## Fleet of CSAV, Subsidiaries and Associates

Ship	Owner	Dead Weight (Tons)	Type of Vessel	GRT (TM)	Speed (knots)	Year Built
Norasia Alya	Associate	41,748	Containership	35,881	22.2	2004
Chaitén	Associate	68,228	Containership	66,280	24.4	2006
Chacabuco	Associate	68,228	Containership	66,280	24.4	2006
Limarí	Associate	51,870	Containership	42,800	23.4	2005
Loa	Associate	51,870	Containership	42,800	23.4	2005
Longaví	Associate	51,870	Containership	42,800	23.4	2006
Lircay	Associate	51,870	Containership	42,800	23.4	2006
Pucón	Associate	80,250	Containership	75,400	25.1	2006
Puelo	Associate	80,250	Containership	75,400	25.1	2006
Palena	Associate	80,250	Containership	75,400	25.1	2006
Mapocho	CSAV	21,182	Containership	16,986	19.0	1999
Bow Pacifico	Subsidiary	18,657	Chemicals Carrier	12,198	15.2	1982
Braztrans I	Libra	38,186	Bulk Container	22,011	15.0	1980

## Operating Days of Own Ships

The ships making up the fleet of the Company and its subsidiary and associate companies in 2009 had a consolidated total of 3,870 available days, having used 56.6 of them for careening, maintenance and repair work. In other words, 3,813.4 days available for the commercial operation of the ships, which is the equivalent of 98.5% of total available time.

## Ship Management

The technical management of the Company's fleet, and of its Chilean and foreign subsidiaries' fleets, comprising ships sailing under the flags of Chile, Liberia and the Marshall Islands, has continued to be with Southern Shipmanagement (SSM), a company specialized in the business and having 28 years' experience, in which Wallem Shipmanagement Ltd, Hong Kong, has a holding.

Companhia Libra de Navegacao continued as the ship owner of the "Braztrans I", maintaining the technical (administration) management of its ship to V.Ships – Brazil.

The two technical operators mentioned have documented management systems that are subject to constant revision and have the compliance certification with the standards of the International Code of Ship Operating Safety Management and OMI Contamination Prevention (ISM Code) and the International Code for Ship Protection and of Port Installations (ISPS Code). They also have their operations audited and certified according to International Quality Standards ISO 9001-2000 and ISO 14001.

All this translates into a high economic and operational efficiency and great technical reliability, which provides safety and protection in the operation of the ships and permits providing a reliable service to customers.

## Research and Development

As described above, CSAV works in a very competitive environment, in which variations in global economic growth directly affect the demand for cargo transport. This, together with variations in the supply of new shipbuildings, generates cycles associated with the principal variables of the industry, like the levels of ship charters, freight rate levels and cargo volumes, which require an important effort in research to calculate the supply of services in the different traffics and markets, and thus maintain CSAV's competitive presence in the world shipping market.

It is also necessary to regularly follow variables such as regulations in the different markets, fuel prices, exchange rates, interest rates, etc., factors that affect trade flows and operating costs.

## Human Resources 2009

In a year of complex difficulties, the work of human resources management was focused mainly on two lines of action: to direct the organization's restructurings and to support the strengthening of the sales force at the global level.

From the end of 2008 and the first quarter of 2009, the Company organized and carried out a restructuring of its organization and workforce in order to adapt to new business conditions. These changes made at the global level implied reductions in personnel, remuneration convergence plans to the new reality of the local labor markets of each country, and an increase and strengthening of its shared service centers in India and Uruguay to progress and consolidate the standardization and centralization of administrative processes and business support. Reorganizations were also made in all business units in order to create efficiencies and improve productivity. These deep organizational changes enabled CSAV to adapt quickly to the new business context and acquire the capacity and agility necessary for carrying out its plans. CSAV now has an organization better prepared to meet its present and future challenges.

During 2009 CSAV carried out a deep change and innovation in its commercial and sales strategy. This plan has meant a transformation of the sales force globally. In the first place, a model agency structure has been designed with precise definitions of an efficient organizational design; high-performance job profiles, customer-oriented sales processes and the setting and control of targets. These definitions have been implemented in the Company's 20 principal agencies, which has meant changes in the organization of many of them; communication, evaluation and recruitment of ideal salespersons meeting the new profile, adjustment of workforces according to the needs for customer attention, and the incorporation of incentive mechanisms linked to results. All this has permitted that in just a few months CSAV has responded to the market with an agile, proactive and professional style and with the solutions that customers require.

The capacity for transforming human capital has been strengthened, creating the confidence that CSAV will achieve ambitious objectives in the coming years.

## Personnel of CSAV and subsidiaries

The workforce of CSAV and its subsidiaries at December 31, 2009 was 6,972 employees, distributed as per the following table:

	Senior managers	Employees	Total
CSAV	19	529	548
SAAM	14	537	551
Others SAAM	127	3,684	3,811
Others CSAV	5	2,057	2,062
Total	165	6,807	6,972

The principal changes at the senior managers level are the following:

In February, Guillermo Baltra, Technical Assistant Manager in the Shipmanagement area, left the Company.

The executives receives in remuneration in 2009 a total of ThCh\$ 2,208,261. No bonuses were paid to the personnel.

### Recognition of Personnel

The board wishes to stress the commitment and dedication of our personnel in meeting the objectives for 2009 and the challenges we have had to face this year.

## Principal Properties of the Company

### Santiago

Edificio AGF (Offices)  
Hendaya 60

Floor 9	Floor 10
Rol 214-142	Rol 214-144
Floor 11	Floor 12
Rol 214-146	Rol 214-148
Rol 214-145	Rol 214-147

Floor 13	Floor 14
Rol 214-150	Rol 214-151
Rol 214-152	

### Iquique

Office  
Aníbal Pinto 444  
Rol 255 - 19

### For personnel recreation:

Club de Campo Montecarmelo  
Avda. Eastman 1047, Limache  
Roles 322-1

### Valparaíso

Valparaíso Office Building  
Plaza Sotomayor 50  
Rol 8-004

Tecnopacifico Office Building  
Blanco 937  
Floors 4 & 5  
Rol 12 - 43      Rol 12 - 44  
Rol 12 - 45      Rol 12 - 46

Other Properties  
Apart. 1109  
Pasaje Ross 149  
Rol 37-110

Materials Warehouse Building  
José Tomás Ramos 22  
Rol 90-22

Land  
Blanco 509 al 529  
Rol 8-001  
Blanco 541 al 545  
Rol 8-002

## General Information

### Ownership Structure

12 largest shareholders	Number of shares	Percentage of total
• Marítima de Inversiones S.A.	690,555,217	46.09%
• A.F.P. Cuprum S.A. Pension Fund	68,743,312	4.59%
• Banchile Corredores de Bolsa S.A.	66,046,510	4.41%
• A.F.P. Habitat S.A. Pension Fund	52,824,912	3.52%
• Larraín Vial S.A. Corredores de Bolsa	39,575,945	2.64%
• A.F.P. Capital S.A. Pension Fund	38,253,512	2.55%
• Banco de Chile por Cta de Terceros Capitulo XIV	36,525,536	2.44%
• Celfin Capital S.A. Corredores de Bolsa	35,469,229	2.37%
• Philtra Limitada	33,601,984	2.24%
• A.F.P. Provida S.A. Pension Fund	25,147,057	1.68%
• Inmobiliaria Copihue S.A.	22,700,000	1.51%
• Constructora Santa Marta Ltda.	16,511,085	1.10%

According to the Company's registers and the application to them of Chapter XV of Law 18,045, the shareholders who hold or control shares or rights in the Company, directly or through other parties, are the following:

Name	Type of person	Number of shares	Percentage of total
• Marítima de Inversiones S.A.	Legal	690,555,217	
• María Luisa Vial Lecaros	Natural	22,031	
• Sucesión Ricardo Claro Valdés	Natural	9,378	
Total		690,586,626	46.09%





## Share Transactions

The following shows share transactions made in the years 2008 and 2009 by major shareholders, the chairman, directors, managers and executives, according to the Company's share register, including in both years purchases made through capital increases:

Shareholder	Number of shares			
	2009		2008	
	Purchases	Sales	Purchases	Sales
• Marítima de Inversiones S.A.	339,746,395		16,583,204	
• Servicios y Consultorías Hendaya S.A.	14,405,096	29,330,143	705,527	
• Navarino S.A.	2,194,462	7,436,562	247,800	
• María Luisa Vial Lecaros de Claro	10,715		535	
• Suc Ricardo Claro Valdés	4,561		227	
• Administradora de Inversiones Germania Ltda.	7,310,723		358,061	
• Asem Trading Company Establishment	1,660,669		81,335	
• Compañía de Inversiones Transoceánica S.A.	5,983,497		2,432,695	
• Empresas Transoceánica Limitada	5,474,272		316,933	1,032,695
• Eurasian Mercantile A.G.	3,184,344		155,962	
• Finpacific S.A.	2,276,939		111,519	
• Internacional Río Plata S.A.	7,454,477		365,102	
• Inversiones Inter Chile Ltda.	288,336		14,122	
• Philtra Limitada	19,499,637	10,154,445	1,146,650	
• Río Plata Finanz Und Handelsanstalt	2,856,930		139,924	
• Turismo Americano Sociedad Comercial Ltda.	3,243,148	1,688,871	256,889	1,400,000
• Jeannette Schies Geb Von Wolfersdorff.	2,658			
• A.F.P. Habitat S.A. Pension Fund	47,184,949	15,136,279	17,509,414	20,040,691
• A.F.P. Cuprum S.A. Pension Fund	53,103,281	6,347,817	18,557,897	5,537,957
• A.F.P. Capital S.A. Pension Fund	21,753,123	1,526,935	6,044,265	6,103,650
• A.F.P. Provida S.A. Pension Fund	30,482,598	15,515,581	6,264,785	29,672,886
• Banchile Corredores de Bolsa S.A.	155,972,332	115,650,789	86,747,989	73,976,215
• Banco de Chile por Cta. de Terceros Capítulo XIV	36,778,215	15,354,943	6,656,244	10,268,748
• Larraín Vial S.A. Corredora de Bolsa	85,690,996	65,130,081	70,204,940	66,842,390
• Celfin Capital S.A. Corredores de Bolsa	164,594,836	136,950,947		
• Arturo Claro Fernández	965			
• Cecilia Montes de Claro	8,102		397	
• Luis Alvarez Marín	273,497		33,557	
• María Isabel Ríos de Alvarez	193,184		23,703	
• María Jimena Alvarez Ríos	7,572		928	
• María del Pilar Alvarez Ríos	7,538		924	
• María Isabel Alvarez Ríos	7,581		929	
• María Magdalena Alvarez Ríos	7,513		921	
• Luis Alvarez Ríos	7,454		914	
• Jorge Alvarez Ríos	7,502		920	
• Constructora Santa Marta	4,872,272		638,813	
• Inversiones Transart S.A.	12,566			
• Inmobiliaria Copihue S.A.	10,875,050	2,205,898	663,256	
• Inmobiliaria Mipancha S.A.	42,425		4,638	
• Inversiones Romeral S.A.	978,117	1,007,956	47,647	
• Santa Gertrudis S.A.	1,513,257	1,500,000	165,446	
• Santa Inés S.A.	622,206		68,026	
• Juan Antonio Alvarez Avendaño	303,913		14,885	
• Mario Alvarez Peña y Cía. Ltda.	50,651		2,481	
• Comercial e Industrial Pecus S.A.	405,218		19,846	
• Alavesa S.A.	313,391		15,349	
• Patricio García Domínguez	10,130		495	
• Patricio García Harmsen	24,845		1,239	
• Inversiones San Benito S.A.	321,111	250,000	20,838	
• Inversiones Alonso de Ercilla S.A.	3,137,014	2,400,000	198,928	
• Inversiones Hispania S.A.	3,672,093		183,316	
• Inversiones Montemarcelo S.A.	221,115	200,000	14,885	
• Inversiones San Pablo S.A.	1,765,984	1,400,000	115,087	
• Cía. de Inversiones La Española S.A.	2,049,579		102,318	

## Shares Statistical Information

Quarterly statistics of market trading of shares over the last three years are as follows:

Year	No. of shares traded	Amount Ch\$	Average Price Ch\$
<b>2007</b>			
First quarter	98,963,711	78,491,734,639	793.14
Second quarter	132,625,925	130,612,041,450	984.82
Third quarter	114,694,891	138,271,283,159	1,205.56
Fourth quarter	124,648,114	159,528,096,638	1,279.83
<b>2008</b>			
First quarter	117,701,423	104,505,722,798	887.89
Second quarter	60,845,761	49,401,922,032	811.92
Third quarter	66,338,397	45,918,518,144	692.19
Fourth quarter	51,506,417	24,258,162,592	470.97
<b>2009</b>			
First quarter	85,352,434	34,990,408,733	409.95
Second quarter	138,600,404	56,829,352,045	410.02
Third quarter	91,498,719	38,069,287,584	416.06
Fourth quarter	292,498,637	113,778,379,711	388.99

## Dividend Policy

The ordinary shareholders meeting held on April 16, 2004 established as policy the distribution of 30% of the net income, a policy which was confirmed at the ordinary meetings held on April 15, 2005, April 19, 2006, April 24, 2007, April 25, 2008 and April 21, 2009. These meetings also authorized the board to define the timing and amount of interim dividends payable, and to pay dividends against the fund for future dividends, if it deemed it prudent, without the need for authorization by a shareholders meeting.

## Dividend payments

The following dividends per share have been paid against the net income of the years stated:

Dividend No.	Month of payment	Year	Amount paid per share		Net Income of year
			\$	US\$ equiv.	
301	July	2001	2.9	0.0047	2001
302	October	2001	3.1	0.0045	2001
303	January	2002	1.4	0.002068	2001
304	April	2002	1.91391	0.00296	2001
305	October	2002	3.8	0.005377	(1)
306	January	2003	3.00	0.004243942	2002
307	April	2003	11.38609	0.0157484	2002
308	July	2003	4.60	0.006597536	2003
309	October	2003	4.50	0.006447823	2003
310	January	2004	4.50	0.007243	2003
311	April	2004	11.52450	0.019026	2003
312	July	2004	4.70	0.007268	2004
313	October	2004	6.60	0.010752	2004
314	January	2005	10.00	0.017031	2004
315	April	2005	28.51981	0.0493918	2004
316	July	2005	5.50	0.009482	2005
317	October	2005	13.00	0.024565	2005
318	January	2006	4.50	0.008561318	2005
319	April	2006	12.60843	0.024488146	2005
320	April	2008	21.26068	0.047405015	2007

(1) Against the Reserve Fund for Future Dividends

## Distribution of Earnings

The statement of income for the year ended December 31, 2009 shows a loss of US\$ 668,863,301.12, which includes the amortization of negative goodwill (consolidated) of US\$ 586,592.28. The board will propose to the shareholders meeting not to make a dividend distribution.

The shareholders meeting should pronounce on the board's proposal.

## Shareholders' Equity

As of December 31, 2009 the Company's capital and reserves comprise the following:

Subscribed & paid capital 2008	US\$	206,559,229.48
Capital increase 2009	US\$	380,756,120.18
Total subscribed & paid capital	US\$	587,315,349.66
Share premium	US\$	32,058,964.55
Other reserves	US\$	42,260,568.50
Share issue costs	US\$	(3,447,140.25)
Fund for future dividends	US\$	28,347,491.10
Accumulated losses	US\$	(95,893,953.32)
<b>Total</b>	<b>US\$</b>	<b>590,641,280.24</b>

According to these figures, the book value of each share is US\$ 0.3942379 as of December 31, 2009.

## Directors' Remuneration

The ordinary shareholders meeting held on April 21, 2009, in view of the serious losses expected for 2009, agreed to accept the board's proposal not to make any payments to directors with respect to profit-sharing and allowances during the year. At the same meeting, the board stated that, effective March 2, 2009, it had voluntarily renounced the payment of profit sharing and allowances in view of the large losses the Company had been suffering.

The director members of the Directors' Committee receive an attendance fee of one "Minimum Income" per meeting, with a maximum of three "Minimum Incomes" per month, except for the chairman of the Committee who receives double the amount received by a member.

The total amount paid by CSAV in allowances during 2009 was US\$ 19,833.51. The detail is set out in Note 34 of the consolidated financial statements which are an integral part of this annual report.

## Directors' Committee

Membership of the Committee:

Until the holding of the ordinary shareholders meeting on April 21, 2009, the Directors' Committee continued to comprise the directors appointed in 2007, Luis Alvarez Marín (independent and the chairman), Patricio García Domínguez (controller) and Juan Andrés Camus Camus (independent).





With the election of the new board, Canio Corbo Lioi as joined as a new director of the Company. The board, at its meeting following the shareholders meeting, included him as a member of the Committee together with the directors Luis Álvarez Marín and Juan Andrés Camus Camus. This Committee then met on May 20, 2009, and re-elected Luis Álvarez Marín as chairman and confirmed all its advisers, Beltrán Sáez Martínez de Morentin, Rafael Ferrada Moreira, Gabriel Escobar Pablo, Claudio Barroilhet Acevedo, Pablo Manzi Jones and Rodolfo Díaz Gutiérrez.

#### Activities;

The Committee met 12 times during the year, to analyze the balance sheet and financial statements for the year ended December 31, 2008, that had to be presented to the shareholders at their ordinary meeting in April 2009, propose the external auditors and the credit-rating agencies that the board might suggest to the shareholders meeting, and analyze the quarterly financial statements at June and September prior to their approval by the board.

At eleven of these meetings, the numerous transactions with related companies were known and approved, most of which for irrelevant amounts but all in the Company's normal course of business and that of its related companies, like purchases of bunkers for ships when the seller is Copec, the contracting by ships of port services with the related international terminals and various freights and other contracts signed with other related companies. All these contracts, as required by the provisions of clause 44 of Law 18,046, received the prior approval of the Committee and then the board. Transactions with related companies not covered by the clause 44 received the subsequent approvals of the Committee and the board, in accordance with clause 89 of the same law. Of special concern for the Committee was the study and preparation of a regulated system for supporting fuel purchases from Copec when more attractive offers were presented, given the brief period of time available for closing these contracts and the immense variations that affected the oil price during most of the year. This procedure was reported to the SVS as material information. All transactions with related companies, numbering 411, were analyzed separately and individually to ensure that they met equitable conditions normally prevailing in the market.

On December 18, 2009, the Committee requested the board to authorize the management to sign directly contracts relating to the Company's business and the respective business of its habitual customers, within the limits permitted by the three sections of clause 147, second paragraph, of Law 20,382. The board on the same date unanimously approved this request and the agreement was reported to the SVS as material information.

#### Subsequent events:

The Committee remained until January 20, 2010 with the members stated above, when, making use of the procedure established by the SVS in its Circular 560 to regularize existing Committees having one or more independent directors, Canio Corbo Lioi and Juan Andrés Camus Camus acknowledged that they fulfilled the legal requirements, which had been established in good time, for their constitution as a Committee and that they appointed Luis Álvarez Marín to join as third member. With his incorporation and before ending the meeting, Canio Corbo Lioi was elected as chairman of the Committee and all its advisers were confirmed.



## Material Information

The material information is detailed in this annual report in the section shown in the consolidated financial statements, in the item “Material Information”.







## Subsidiary Companies of CSAV

### Chilean Subsidiaries

#### SAAM

Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM) was constituted under public deed dated November 15, 1961 before the Valparaíso notary Rafael Luis Barahona Stahr, and Ministry of Finance Decree No.2,009 of February 15, 1962, approved its constitution and bylaws and declared it legally constituted.

The company's legal domicile is currently in Valparaíso and Santiago, and its Tax Registration number is 92.048.000-4.

The company's objects are to carry on business in Chile and abroad in the areas of shipping agencies and attending ships, shipowners, sea, air and land freight companies; agencies for freight, travel and tourism; transport representations and commercial services; coastal trade and port services; shipment, stevedoring and warehousing services; tug, launch and mooring services; the construction, tendering, development and operation of ports and port terminals; participations in other companies and any other business related to these objects.

SAAM offers shipowners, importers and exporters the following services:

#### 1. Ship Services

- Port stevedoring services in public and concessioned terminals.

The port services activity plans, carries out and controls all the work related to the loading and unloading of merchandise from/to the ships for which SAAM acts as stevedoring agent.

- Shipping agency services.
- Tug services.

SAAM has since its foundation operated tugs for port use, tugging and maritime assistance, supporting ships during their docking and departure operations when they are unable to do so under their own steam.

- Container depot and maintenance services.

SAAM has depots located at strategic sites in different Chilean ports and in some Latin American ports in Mexico, Colombia, Ecuador, Peru and Brazil, providing these services through related companies.

#### 2. Cargo Services

The cargo services offered by SAAM are the following:

- Shipping agent services for exporters.
- Comprehensive logistics service for wine, fruit, salmon, wood, retail and mining products.
- River transport service.
- Barge and ferry services.
- Storage and warehouse services.
- Cold storage services.
- Net anchoring and maintenance services (salmon farming).
- Port and airport primary zone services.
- Mass and bulk cargo services.
- Land freight services.

## Tug fleet of SAAM S.A., subsidiaries and associates 2009

Name	Owner	Power In BHP	Port	Country	Year Built
Fardela	Saam	4,400	San Vicente	Chile	2009
Skúa I	Saam	4,200	Iquique	Chile	2006
Bandurria II	Saam	4,200	Quintero	Chile	2005
Aguila III	Saam	5,068	Quintero	Chile	2003
Tricahue	Saam	4,200	Punta Arenas	Chile	2002
Quetro	Saam	3,500	San Antonio	Chile	2001
Pequén	Saam	4,000	San Vicente	Chile	2000
Tagua	Saam	2,560	Valparaíso	Chile	1998
Choroy	Saam	3,000	Iquique	Chile	1998
Saam	Saam	2,800	Talcahuano	Chile	1996
Huala	Saam	3,400	Quintero	Chile	1996
Alcatraz II	Saam	4,320	Punta Arenas	Chile	1996
Gaviota II	Saam	2,800	Mejillones	Chile	1995
Caiquén II	Saam	2,800	Valparaíso	Chile	1995
Manutara II	Saam	2,800	Iquique	Chile	1993
Alondra	Saam	2,448	Valparaíso	Chile	1984
Pelicano I	Saam	2,000	Chañaral	Chile	1980
Halcón II	Saam	3,000	Puerto Montt	Chile	1978
Petrel	Saam	3,200	Antofagasta	Chile	1976
Albatros II	Saam	1,340	Arica	Chile	1968
Mataquito	Saam	730	Puerto Montt	Chile	1963
Bandurria I	Saam	1,885	Puerto Chacabuco	Chile	1960
Don Martín	Associate	1,200	Puerto Corral	Chile	1993
Saam Tulum	Subsidiary	4,200	Veracruz	Mexico	2009
Saam Uxmal	Subsidiary	4,200	Lázaro Cárdenas	Mexico	2009
Saam Maya	Subsidiary	6,300	Lázaro Cárdenas	Mexico	2008
Saam Mixteco	Subsidiary	6,300	Altamira	Mexico	2008
Saam Kabah	Subsidiary	6,300	Altamira	Mexico	2007
Saam Jarocho	Subsidiary	5,364	Ciudad del Carmen	Mexico	2005
Saam Tajín	Subsidiary	5,364	Ciudad del Carmen	Mexico	2005
Saam Purépecha	Subsidiary	5,520	Ciudad del Carmen	Mexico	2005
Saam Zapoteca	Subsidiary	4,200	Altamira	Mexico	2003
Sam Ixcateca	Subsidiary	5,364	Ciudad del Carmen	Mexico	2003
Saam Otomí	Subsidiary	4,000	Tampico	Mexico	2002
Saam Chichimeca	Subsidiary	5,470	Ciudad del Carmen	Mexico	2002
Saam Tacuate	Subsidiary	4,660	Veracruz	Mexico	2000
Saam Azteca	Subsidiary	5,470	Ciudad del Carmen	Mexico	2000
Saam Totonaca	Subsidiary	5,470	Ciudad del Carmen	Mexico	1999
Saam Tolteca	Subsidiary	4,200	Lázaro Cárdenas	Mexico	1998
Saam Mexica	Subsidiary	4,200	Altamira	Mexico	1997
Saam Tlaloc	Subsidiary	4,320	Lázaro Cárdenas	Mexico	1996
Saam Xalapa	Subsidiary	3,200	Veracruz	Mexico	1994
Saam Huasteca	Subsidiary	4,290	Tuxpan	Mexico	1991
Saam Olmeca	Subsidiary	4,352	Tampico	Mexico	1989
Saam Tarasco	Subsidiary	4,347	Lázaro Cárdenas	Mexico	1985
Amazonas I	Subsidiary	2,560	Puerto Quetzal	Guatemala	1998
Don Hugo	Subsidiary	2,400	Caldera/Puntarenas	Costa Rica	1998
Antisana	Subsidiary	3,000	Caldera/Puntarenas	Costa Rica	1998
Don Beto	Subsidiary	1,750	Caldera/Puntarenas	Costa Rica	1983
Guayas II	Subsidiary	4,000	Guayaquil	Ecuador	1998
Macará	Subsidiary	4,352	Guayaquil	Ecuador	1987
Paute	Subsidiary	1,350	Guayaquil	Ecuador	1981
Azuay	Subsidiary	1,250	Puerto Bolívar	Ecuador	1981
Tomebamba	Subsidiary	1,200	Guayaquil	Ecuador	1977
Daule	Subsidiary	1,200	Manta	Ecuador	1974
Pastaza	Subsidiary	2,500	Esmeraldas	Ecuador	1970
Napo I	Subsidiary	1,320	Guayaquil	Ecuador	1963
Imperatriz I	Associate	4,580	Itaqui	Brazil	2004
Alcântara	Associate	4,580	Macaé	Brazil	2004
Lugos	Associate	4,076	Sao Sebastián	Brazil	2000
Sulis	Associate	4,076	Paranaguá	Brazil	2000
Caillean	Associate	4,076	Itajaí	Brazil	2000
Tanarus	Associate	4,076	Santos	Brazil	2000
Brigantia	Associate	4,076	Salvador	Brazil	1999
Pelagius	Associate	3,000	Itaqui	Brazil	1997
Galahad	Associate	3,000	Rio Grande	Brazil	1992
Excalibur	Associate	3,000	Salvador	Brazil	1992
Ektor	Associate	3,000	Santos	Brazil	1988
Lot	Associate	3,000	Santos	Brazil	1988
Merlin	Associate	3,000	Vitória	Brazil	1988
Avalon	Associate	3,000	Paranaguá	Brazil	1988
Persival	Associate	2,000	Rio de Janeiro	Brazil	1986
Arthur	Associate	3,300	Rio de Janeiro	Brazil	1985
Lancelot	Associate	1,200	Itajaí	Brazil	1984
Pindaré	Associate	1,830	Itaqui	Brazil	1983
Mearim	Associate	1,830	Itaqui	Brazil	1983
Chonta	Associate	2,100	Buenaventura	Colombia	1995
Islay	Associate	4,200	Matarani	Peru	2005
Toquepala	Associate	3,000	Pisco	Peru	2003
Chavín	Associate	2,360	Callao	Peru	2002
Kuelap	Associate	2,500	Callao	Peru	2000
Sipán	Associate	1,636	Callao	Peru	1998
Kallpa	Associate	2,090	Huarmey	Peru	1995
San Lorenzo	Associate	1,300	Ilo	Peru	1995
Chiribaya	Associate	2,682	Matarani	Peru	1984
Nazca	Associate	1,600	Talara	Peru	1981
Chimú	Associate	1,600	Talara	Peru	1981
Vikus	Associate	1,400	Callao	Peru	1981
Paracas	Associate	1,400	Paita	Peru	1981
Rímac	Associate	1,260	Matarani	Peru	1981
Tramarsa I	Associate	1,300	Ilo	Peru	1981
Tramarsa II	Associate	1,200	Supé	Peru	1978
Tramarsa III	Associate	1,334	Matarani	Peru	1978
Máncora	Associate	800	Callao	Peru	1968
Huracán	Associate	1,200	Montevideo	Uruguay	1993
Matrero	Associate	3,620	M' Bopicuá/Nueva Palmira	Uruguay	1991
Gaúcho	Associate	4,000	Montevideo	Uruguay	1985
Gaúcho II	Associate	4,400	M' Bopicuá/Nueva Palmira	Uruguay	1985
Oriental	Associate	4,400	Montevideo	Uruguay	1985
Sudestada	Associate	4,100	Montevideo	Uruguay	1972
Pablo M. Ferrés	Associate	1,000	Montevideo	Uruguay	1960
Pampero	Associate	1,600	Río Uruguay/Paraná	Argentina	1962



## Material Information 2009

As is well known, the second half of 2008 was marked by the start of a severe crisis of a global nature, initially financial and then economic, caused by the collapse of the real-estate sector in the United States of America, reflected in serious recessions in the world's principal economies. The year 2009 was marked by this crisis, which impacted harshly on the shipping industry. This has had to support a sharp reduction in international trade, accompanied by a very complicated financial situation that has forced all its commercial contracts to be renegotiated. The economic crisis also led to important revaluations of the principal currencies against the dollar. SAAM, as part of this industry, has been affected in all this process not only due to reductions in volumes operated but also to rises in operating costs as a consequence of the monetary revaluations in Chile and the countries where it operates internationally, especially in Peru and Brazil. However, and despite this difficult scenario which has naturally affected the economic results of its activities, SAAM has had a good year.

In the international area, the global crisis affected SAAM's operations in practically every country in which it operates. Despite this, in Mexico, dependent on its trade with the United States, while not reaching its demanding budget, a result 15% higher than in 2008 was obtained, thus consolidating its activities both in tugs at the ports where SAAM has concessions and in support of Pemex's exploration and production platforms. Its businesses in Ecuador, Colombia and in tugs in Uruguay have also had good years, all very similar or superior to the previous year. In Peru, a country that initially did not appear to be affected by international financial and economic problems, finally produced a result below that of 2008, having maintained however its market share intact. A significant fall was suffered by its lumber activities in Uruguay as a result of the postponement and/or paralyzation of pulp mill projects in that country; fortunately they already show some signs of reactivation and the future is viewed with optimism. Equally, its businesses in Costa Rica and Guatemala, countries in which it produced reduced results compared to 2008, are now seeing a strong improvement. In the United States, the subsidiary Florida International Terminal was able to retain its operating volumes and thus improve its market share, despite the severe recession suffered by the state of Florida. It is important to point out that this subsidiary also obtained its ISO 9001:2008 certification from ABS Quality Evaluations.

Regarding investments, the expansion of the Guayaquil Port Terminal storage and warehouse area was completed in Ecuador and two new high-technology gantry cranes were ordered which will allow this port to compete in productivity with the most modern ports in that country. In Brazil, the container depot in Cubatao was expanded by 40,000 m2 and two latest-generation top-lifter cranes were acquired to serve the container leasing company market, reaching with this a greater share of that market in the port of Santos. Saam Remolques in Mexico incorporated two new tugs, thus further strengthening its leadership in that country.

The port terminals business was the area most affected by the crisis, experiencing a notorious fall in cargo volumes, which worsened during the second half of 2008. The difficult financial situation of the principal customers, container shipping lines, implied heavy pressure on port terminals tariffs, payment conditions, the risks incurred, etc. Especially affected were the related companies, San Antonio Terminal Internacional (STI), San Vicente Terminal Internacional (SVTI) and Iquique Terminal Internacional (ITI), which produced results lower than those of 2008, without however losing any meaningful market share. Antofagasta Terminal Internacional (ATI) was less affected than the previously-mentioned ones as it is a port mainly handling exports of copper concentrates and cathodes; it expects a recovery in a still-complicated 2010.

Regarding infrastructure and equipment, the following should be mentioned: work has started on the expansion of Site 4 at Iquique port, being carried out by ITI and which is a project that gives it the right to extend the concession by 10 years, and the reception by STI of two new post-panamax gantry cranes which completes a total of six cranes of this kind. This is without doubt the port with the largest installed capacity and future potential on the Pacific coast of South America. Also important was the inauguration of the new 220 meter long anti-seismic mooring built for the Arica port terminal (TPA). In information technology, notable was the introduction and implementation of the Torpedo system in ITI and the start of its implementation in ATI, expecting with this, important improvements in the productivity of these port terminals and also a significant increase in the quality of service provided to customers.

Regarding the commercial management in Chile, while it is true that the global recession impacted the country's level of activity, SAAM strengthened its share in the container depot service, adding as new customers the shipping companies NYK in Iquique and Evergreen in San Antonio and Santiago. The cold storage business was strengthened, providing service to salmon companies due to the early harvesting of Atlantic salmon because of the ISA virus. The maritime support service provided to its customer ENAP at its Quintero terminal was renewed for a period of 48 months, thus ratifying the quality of service provided. Here the tug service was begun for the new liquefied natural gas tankers through the consortium LNG Tugs Chile, incorporating a new unit to its Chilean fleet. In the Cargo Services area, as in the previous year, the expansion continued of logistical services for importers and exporters in Chile's northern and central zones. Bulk transfer yields increased, principally in the loading of wood chips with the coming into service of 24 latest-technology "walking floors" acquired by the company in the United States. The installations of the extra-port terminal at Placilla were also expanded, thus prepared for the opening of its extra-port warehouse at Barón in Valparaíso, very probably during 2010, when work is started on the Barón real-estate project, as set out in the latest regulations. The Santiago cargo terminal at Renca was also remodeled, with complete paving and extension of its railway line. Port equipment, principally a container carrier and fork-lift trucks, was acquired and its transport area was certified under the international ISO 9001:2008 standard.

Regarding the fleet of SAAM and its subsidiaries and associates, this totaled 115 tugs in Latin America in 2009 of which 11 are being built and 2 chartered. The new units that began operations were "Saam Uxmal" and "Saam Tulum", at the ports of Lázaro Cárdenas and Veracruz in Mexico, and "Fardela" for the port of San Vicente, Chile.

The Company's net income in 2009 was US\$ 44,559,104.

The authorized, subscribed and paid capital as off December 31, 2009 was US\$ 143,101,566. CSAV holds 99.9995% of the capital, with Global Commodity Investment, Inc. holding the balance of 0.0005%.

The company's board of directors consists of eleven members elected for a three-year term. The board comprises the following persons as of December 31, 2009:

Chairman

**Jaime Claro Valdés**  
(Chairman CSAV)

Vice Chairman

**Arturo Claro Fernández**  
(Vice Chairman CSAV)

Executive Director

**Víctor Pino Torche**  
(Director CSAV)

Directors

**Juan Antonio Alvarez Avedaño**  
(General Manager CSAV)

**Luis Alvarez Marín**  
(Director CSAV)

**Joaquín Barros Fontaine**  
(Director CSAV)

**Patricio García Domínguez**  
(Director CSAV)

**Demetrio Infante Figueroa**

**Ricardo Matte Eguiguren**

**Baltazar Sánchez Guzmán**  
(Director CSAV)

**Alfonso Sweet Saavedra**

General Manager

**Alejandro García-Huidobro Ochagavía**

---

#### **Empresa de Transporte Sudamericana Austral Ltda.**

The objects of this company are to exploit sea, land and air transport and provide shipping services of all kinds.

Its paid capital at December 31, 2009 was US\$ 342,043. Compañía Sud Americana de Vapores S.A. holds 99% of the capital, and Global Commodity Investment Inc. the remaining 1%.

The result for the year was a loss of US\$ 247,688.79.

The members of the board are:

Chairman

**Rafael Ferrada Moreira**  
(Senior Vice President, Administration and Finance CSAV)

Director

**Héctor Arancibia Sánchez**  
(Senior Vice President Shipmanagement CSAV)

## Odjfell y Vapores S.A.

The objects of this company are the exploitation of sea trade and transport anywhere in the world, and the acquisition of all kinds of vessels for sea trade and the provision of shipping services.

Its paid capital as of December 31, 2008 is US\$ 1,033,439.

Compañía Sud Americana de Vapores S.A. has a 51% shareholding in the company, with Odjfell ASA holding 49%.

Its paid capital as of December 31, 2009 is US\$ 1,033,439.

The result for the year was a loss of US\$ 807,779.12.

The following are the members of the board and general management:

Chairman

**Jaime Claro Valdés**  
(Chairman CSAV)

Directors

**Rafael Ferrada Moreira**  
(Senior Vice President Administration and Finance CSAV)  
**Terje Storeng**  
**Pedro Torres Troncoso**

General Manager

**Héctor Arancibia Sánchez**  
(Senior Vice President Shipmanagement CSAV)

## CSAV Inversiones Navieras S.A.

Its objects are the investment and participation in Chilean and foreign companies involved in the business of shipping agencies or sea, air, land and multimodal transport services.

The subscribed and paid capital as of December 31, 2009 is US\$ 7,000,000 and the shareholding of Compañía Sud Americana de Vapores S.A. is 99.997%.

The result for the year was a loss of US\$ 582,716.88

Chairman:

**Rafael Ferrada Moreira**  
(Senior Vice President Administration and Finance CSAV)

Director:

**Héctor Arancibia Sánchez**  
(Senior Vice President Shipmanagement CSAV)

General Manager

**Francisco Subiabre Vergara**  
(Senior Vice President Marketing and Commercial CSAV)

## Foreign Subsidiaries

### Corvina Shipping Co. S.A.

The following are the corporate objects of this company:

a. Purchase, sell, charter and generally administer ships and shipping line operations in Panama and anywhere in the world.

b. Shipping agencies and shipping operations in general in Panama and abroad.

c. Purchase, sale, barter, rent and trade assets and merchandise of any kind and any kind of commercial or financial operation related and dependent on the objects, and the participation in other Panamanian or foreign companies.

d. Purchase and trading of shares or corporate rights and in general any other commercial, maritime, financial or real estate operations permitted by the laws of Panama now or in the future.

Its paid capital as of December 31, 2009 is US\$ 40,600,000 of which Compañía Sud Americana de Vapores S.A. holds 99.998%.

The result for the year was a net income of US\$ 11,879,401.75.

Chairman

**Bertilda R. de Torres**

Directors

**Rafael Ferrada Moreira**  
(Senior Vice President Administration and Finance CSAV)  
**Héctor Arancibia Sánchez**  
(Senior Vice President Shipmanagement CSAV)  
**Andrés Kulka Kupermann**  
(Senior Vice President North America Region CSAV)  
**Mitha C. de Fernández**





### **Tollo Shipping Co. S.A.**

The following are the corporate objects of this company:

a. Purchase, sell, charter and generally administer ships and shipping line operations in Panama and anywhere in the world.

b. Shipping agencies and shipping operations in general in Panama and abroad.

c. Purchase, sale, barter, rent and trade assets and merchandise of any kind and any kind of commercial or financial operation related and dependent on the objects, and the participation in other Panamanian or foreign companies.

d. Purchase and trading of shares or corporate rights and in general any other commercial, maritime, financial or real estate operations permitted by the laws of Panama now or in the future.

Its paid capital as of December 31, 2009 is US\$ 91,840,000 of which Compañía Sud Americana de Vapores S.A. holds 99.999%.

The result for the year was a loss of US\$ 399,147,576.

Chairman

**Bertilda R. de Torres**

Directors

**Rafael Ferrada Moreira**

(Senior Vice President Administration and Finance CSAV)

**Hector Arancibia Sánchez**

(Senior Vice President Shipmanagement CSAV)

**Andrés Kulka Kupermann**

(Senior Vice President North America Region CSAV)

**Mitha C. de Fernández**

### **Inversiones Plan Futuro S.A.**

The objects of this company are the trading and investment in assets and in general any other commercial, maritime and financial operations permitted by the laws of Panama now or in the future. It may also have holdings in other companies.

Its paid capital as of December 31, 2009 is US\$ 37,500,000 of which Compañía Sud Americana de Vapores S.A. has a shareholding of 99.997%.

The result for the year was a loss of US\$ 5,537.

Chairman

**Bertilda R. de Torres**

Directors

**Rafael Ferrada Moreira**

(Senior Vice President Administration and Finance CSAV)

**Hector Arancibia Sánchez**

(Senior Vice President Shipmanagement CSAV)

**Andrés Kulka Kupermann**

(Senior Vice President North America Region CSAV)

**Mitha C. de Fernández**





### **Inversiones Nuevo Tiempo S.A.**

The objects of this company are the trading and investment in assets and in general any other commercial, maritime and financial operations permitted by the laws of Panama now or in the future. It may also have holdings in other companies.

Its paid capital as of December 31, 2009 is US\$ 6,170,000 and Compañía Sud Americana de Vapores S.A. holds 99% of this.

The result for the year was a loss of US\$ 2,194,784.

Chairman

**Bertilda R. de Torres**

Directors

**Rafael Ferrada Moreira**

(Senior Vice President Administration and Finance CSAV)

**Hector Arancibia Sánchez**

(Senior Vice President Shipmanagement CSAV)

**Andrés Kulka Kupermann**

(Senior Vice President North America Region CSAV)

**Mitha C. de Fernández**

---

### **CSAV Agency, LLC**

CSAV Agency, LLC (formerly American Transportation Group, LLC ATG) provides agency services for the CSAV Group in the United States and Canada and is responsible for all the commercial and operational activities.

Its also provides documentation, logistical, intermodal, port operation and equipment positioning and maintenance services for more than two thousand customers in a large part of the United States and Canada.

The paid capital as of December 31, 2009 amounts to US\$ 904,000 and 99.79% is held by CSAV.

The result for the year was a net income of US\$ 2,871,845.71

Chairman

**Andrés Kulka Kupermann**

(Senior Vice President North America Region CSAV)

### **CSAV GmbH**

The object of this limited partnership is the representation of Compañía Sud Americana de Vapores S.A.

The paid capital as of December 31, 2009 is US\$ 461,755 and belongs 100% to CSAV.

The result for the year was a net income of US\$ 109,738.

General Manager

**Christian Seydewitz Munizaga**

---

### **CSAV Group (China) Shipping Co. Ltd.**

The object of this limited partnership is to promote the shipping business of vessels owned or chartered by CSAV, the selling of freight and providing joint services.

The paid capital as of December 31, 2009 is US\$ 1,000,000, with 99% held by CSAV.

The result for the year was a net income of US\$ 2,213,519.44

Chairman

**Alejandro Patillo Moreira**

(Senior Vice President Asia CSAV)

Directors:

**Rafael Ferrada Moreira**

(Senior Vice President Administration and Finance CSAV)

**Mario Da-Bove Andrade**

---

### **Norgistic (China) Ltd.**

The objects of this limited partnership are the reservation and stuffing of containers and their repair and maintenance, the coordination of the operations with the cargo terminals and warehouses, signing cargo receipts and service contracts with transport companies.

The paid capital as of December 31, 2009 is US\$ 1,000,000 and belongs 99% to CSAV.

The result for the year was a net income of US\$ 36,804.30.

Chairman

**Alejandro Patillo Moreira**

(Senior Vice President Asia CSAV)

Directors:

**Rafael Ferrada Moreira**

(Senior Vice President Administration and Finance CSAV)

**Mario Da-Bove Andrade**



## Other Subsidiary and Associate Companies



Name	Capital	Corporate Objects	Manager	Administration
<b>CHILEAN COMPANIES:</b>				
INMOBILIARIA MARITIMA PORTUARIA LIMITADA (IMPSPA LTDA.)	Ch\$ 16,453,766,715	Carry out all kinds of trading activities and related businesses with: a) Investments in real estate and their acquisition, commercialization, exploitation and construction, and b) Investments in assets such as shares, bonds, debentures, rights in companies, etc.	Miguel Tortello S.	Chairman: Victor Pino T. (3) Directors: Miguel Tortello S. Roberto Larraín S.
AGENCIAS UNIVERSALES S.A. (AGUNSA)	US\$ 39,565,920	Shipping agents, stevedoring and launch services.	Luis Mancilla P.	Chairman: José M. Urenda S. Vice-chairman Franco Montalbetti M. Directors: Beltrán Urenda S. Antonio Jabat A. Vicente Muñiz R. Mikel Uriarte P. Francisco Gardeweg O.
CPT EMPRESAS MARÍTIMAS S.A.	US\$ 23,690,000	Shipping agents, stevedoring and launch services.	Sergio Smith P.	Directors: Harold Rosenqvist S. Rodrigo Skalweit W. Franco Montalbetti M. José M. Urenda S. Francisco Gardeweg O. Francisco Jobson V.
INMOBILIARIA SAN MARCO LTDA.	Ch\$ 28,943,872,400	Administration, rental, usufruct and exploitation in all forms of urban real estate, directly or indirectly; and in general, any other related activity agreed by the partners.	Mauricio Robles M	Chairman: Victor Pino T. (3) Directors: Roberto Larraín S. Miguel Tortello S. Mauricio Robles M.
INVERSIONES SAN MARCO LTDA.	Ch\$ 129,510,458	Carry out all kinds of business or investments in all kinds of assets, including securities and commercial paper.	Mauricio Robles M.	Chairman: Felipe Rioja R. Directors: Roberto Larraín S. Miguel Tortello S.
SERVICIOS DE AVIACION S.A. (SERVISA) (Non operative)	Ch\$ 757,457,190	a) Aircraft, cargo & passenger services at airports b) Airport maintenance, c) Aircraft maintenance & repair, d) Cargo handling & reception, storage, loading & delivery. e) Land transportation of cargo & passengers to & from airports, at any airport in Chile or abroad f) Act as general representative &/or agent for cargo. g) Sell duty-free merchandise on airport premises h) Provide national & international air transport services for cargo & passengers. i) Provide additional services to the above activities. j) Investments of any kind, whether or not related to the above.	Gastón Merino de la Cerdá	Chairman: Alejandro García-Huidobro O. Directors: Jaime Claro V. (1) Victor Pino T. (3) Alfredo Searle V.
SERVICIOS DE AVIACION Y TERMINALES S.A. (SERVIRENCA) (Non Operative)	Ch\$ 797,024,969	Provide all services for activities related to international or national freight.	Claudio Hurtado L.	Chairman: Alejandro García-Huidobro O. Directors: Victor Pino T. (3) Alfredo Searle V.

Name	Capital	Corporate Objects	Manager	Administration
SERVICIOS LOGISTICOS LTDA. (SERVILOG LTDA.)	Ch\$ 70,000,000	Provision of logistics services, personnel management, airport services, aircraft leasing, air transport, representations, third-part warehouse management, air, land & sea freight, courier, general sales agent, equipment & machinery rental, travel agency, IT, storage & distribution, & other related services.	Patricio Latorre S.	Chairman: V́ctor Pino T. (3) Directors: Jaime Claro V. (1) Pamela Camus G. Carlos Tolosa B.
SERVICIOS PORTUARIOS Y EXTRAPORTUARIOS BIO BIO LTDA. (SEPBIO)	Ch\$ 10,000,000	Complementary services for sea or land transport, including transfer, carriage, storage, stevedoring, container & other merchandise consolidation & de-consolidation; personnel & logistical services, reception & attendance of ships at port; preparation of readiness & dispatch of ships; attention & operation of ships in port; purchase, sale & rental.		Administration council of its attorneys.
SAAM SERVICIOS A LA INDUSTRIA HIDROBIOLOGICA LTDA. (SAAM SALMONES LTDA.)	Ch\$ 50,000,000	Processing & transformation of all types of hydro-biological resources, sea & land transport, transfer, carriage, storage, stevedoring, container & other merchandise consolidation & de-consolidation, and any other related services.	Juan E. Escudero A.	Directors: Alejandro García-Huidobro O. Cristian Irrázaval T. Miguel Tortello S.
SAAM CONTENEDORES S. A.	US\$ 2,000,000	Development, maintenance & operation of container terminal at San Antonio port, including container depot, inspection, maintenance & repair services & container repairs.	Juan E. Escudero A.	Directors: Alejandro García-Huidobro O. Cristian Irrázaval T. Miguel Tortello S.
INMOBILIARIA CARRIEL LTDA.	Ch\$ 140,024,660	Management, rental , usufruct & exploitation of urban real estate		Directors: V́ctor Pino T. (3) Rodolfo Skalweit W. Martín Skalweit R. Alejandro García-Huidobro O.
INMOBILIARIA BARON LTDA	Ch\$ 3,899,588,136	Investments in real estate, including acquisition, commercialization, exploitation and construction in any way.	Mauricio Robles M.	Directors: V́ctor Pino T. (3) Miguel Tortello S. Roberto Larraín S.
INMOBILIARIA REHUE LTDA.	Ch\$ 6,403,185,849	Agricultural and non agricultural own or third-party real estate management.	Mauricio Robles M.	Chairman: V́ctor Pino T. (3) Directors: Roberto Larraín S. Oscar Miguel Tortello S. Mauricio Robles M.
INMOBILIARIA BOSFORO S.A.	Ch\$ 1,402,404,451	Rental & exploitation of real estate.	Pedro Justiniano Y.	Chairman: Juan M. Silva G. Directors: Pedro Justiniano Y. Raúl Gardilic R.
MUELLAJE DEL LOA S.A.	Ch\$ 47,880,625	Provision of personnel for shipping complementary services.	Gastón Bastías R.	Directors: Alejandro García-Huidobro O. Eugenio Valenzuela C. Pablo Ribbeck H.



Name	Capital	Corporate Objects	Manager	Administration
MUELLEJE ATI S.A.	Ch\$ 50,200,209	Provide Antofagasta Terminal Internacional with personnel for shipping complementary services.	Gastón Bastías R.	Chairman: Alejandro García-Huidobro O. Directors: Víctor Pino T. (3) Victoria Vásquez G. Alfredo Searle V. Luis Grez J.
PUERTO PANUL S.A.	US\$ 6,655,000	Maintenance & exploitation of North Terminal Pier at the port of San Antonio, plus ship mooring and cargo storage, resulting from the concession granted to Empresa Portuaria San Antonio.	Ricardo Córdova M.	Chairman: Rodrigo Errazuriz R. Directors: Francisco Jobson V. Martín Skalweit R. Pablo Latife A. Juan P. Correa L. Manuel Santa María E. Alejandro García-Huidobro O.
SAAM PUERTOS S.A.	US\$ 47,810,000	Exploitation of port activities directly or through companies.	Yurik Díaz R.	Chairman: Jaime Claro V. (1) Directors: Arturo Claro F. (2) Demetrio Infante F. Víctor Pino T. (3) Alejandro García-Huidobro O.
LNGTUGS S.A.	US\$ 500,000	Provision of tug services for liquefied natural-gas ships that moor in Quintero Bay, for its own or third-party account.		Chairman: Hans Hubner A. Directors: Cristian Irarrázaval T. Alejandro García-Huidobro O. Carlos Bastías N. Sergio Smith P.
ANTOFAGASTA TERMINAL INTERNACIONAL S.A. (A.T.I. S.A.)	US\$ 7,000,000	Development, maintenance & exploitation of No.2 mooring at Antofagasta port.	Gastón Bastías R.	Chairman: Alejandro García-Huidobro O. Directors: Jaime Claro V. (1) Víctor Pino T. (3) Ramón Jara A. José M. Urenda S. Franco Montalbetti M. Eugenio Valenzuela C. Miguel Sepúlveda C.
TERMINAL PUERTO ARICA (T.P.A. S.A.)	US\$ 5,000,000	Development, maintenance & exploitation of No.1 mooring at Arica port of Empresa Portuaria Arica.	Matías Laso P.	Chairman: Alvaro Brunet L. Directors: Alejandro García-Huidobro O. Alfonso Rioja R. Jaime Barahona V. Dionisio Romero P. Carlos Allimant A.
CARGO PARK S.A.	Ch\$ 6,140,816,242	Rental & exploitation of real estate.	Pedro Justiniano Y.	Chairman: Guillermo Ariztía C. Directors: Jaime Claro V. (1) Roberto Maristany W. Alejandro García-Huidobro O. Pedro Justiniano Y.

Name	Capital	Corporate Objects	Manager	Administration
PORTUARIA CORRAL S.A.	Ch\$ 4,147,057,861	Exploitation of ports and related services.	Horacio Diez O.	Chairman: Víctor Pino T. (3) Directors: Alejandro García-Huidobro O. Andrés Schuler S. Rodolfo Skalweit W. Roberto Larraín S. Francisco Jobson V.
AEROSAN AIRPORT SERVICES S.A.	Ch\$ 3,103,471,000	Airport services and investments.	Patricio Latorre S.	Chairman: Víctor Pino T. (3) Directors: Jaime Claro Valdés (1) Pamela Camus G. Carlos Tolosa B.
AQUASAAM S.A.	Ch\$ 1,966,105,863	Advice and carrying out engineering projects of all kinds especially in the shipping business, construction services, development, building, assembly and maintenance of rafts, launches, anchorage services, maintenance & repair of nets & other services related to the salmon industry and the representation & commercialization of implements and accessories used mainly in the salmon industry & fish farming in general.	René Quilhot P.	Chairman: Arturo Claro F. (2) Directors: Víctor Pino T. (3) Alejandro García-Huidobro O. Sydney Hamann H.
TERMINALES Y SERVICIOS DE CONTENEDORES S.A. (TESCO)	US\$ 2,470,550	Exploitation of container terminals & services.	Camilo Fernández A.	Directors: Luis Mancilla P. Rodrigo Jiménez P. Marcelo Ramos de A.
INMOBILIARIA LA DIVISA S.A.	US\$ 2,820,605	Real estate.	Rodrigo Jiménez P.	Directors: Enrico Martini G. Luis Mancilla P. James Wells M.
TRANSPORTES FLUVIALES CORRAL S.A.	Ch\$ 1,345,696,860	Ocean & river transport, and related services.	Horacio Diez O.	Chairman: Víctor Pino T. (3) Directors: Alejandro García-Huidobro O. Andrés Schuler S. Francisco Jobson V.
LOGISTICA INTEGRAL S.A. (COSAN S.A.) (No Operativa)	Ch\$ 62,922,529	Cargo logistical services for exporters, importers and shipping companies, operating cargo terminals, containers & finished product warehouses, integrating land transport to each of these support activities.	Enrique Díaz A.	Chairman: Alejandro García-Huidobro O. Directors: Roberto Larraín S. Felipe Rioja R.
TRANSBORDADORA AUSTRAL BROOM S.A.	Ch\$ 1,799,852,066	Sea freight transport of cargo, vehicles & passengers in the Straits of Magellan & other parts of the country.	Alejandro Kusanovic G.	Chairman: Víctor Pino T. (3) Directors: James Wells M. Pedro Lecaros M. Marcelo Vargas J.

Name	Capital	Corporate Objects	Manager	Administration
SERVICIOS AEROPORTUARIOS AEROSAN S.A.	Ch\$ 503,115,320	Storage of exports & imports goods and complementary services.	Patricio Latorre S.	Chairman: V́ctor Pino T. (3) Directors: Jaime Claro V. (1) Pamela Camus G. Carlos Tolosa B.
SAAM EXTRAPORTUARIOS S.A.	Ch\$ 418,204,797	Management of customs depot areas, prepared in accordance with article 57 of the Customs Ordinance and its regulations, for providing merchandise storage facilities until their withdrawal for import, export or other customs destination, including complementary &/or additional warehouse services that the customs service expressly authorizes.	Javier Kuhlmann J.	Chairman: Cristián Irrázaval T. Directors: Miguel Tortello S. Juan Escudero A.
EMPRESA DE SERVICIOS MARITIMOS Y PORTUARIOS HUALPÉN LTDA. (HUALPEN LTDA.)	Ch\$ 204,232,502	Stevedoring.	Horacio Diez O.	Chairman: V́ctor Pino T. (3) Directors: Rodolfo Skalweit W. Alejandro García-Huidobro O. Martin Skalweit R.
SERVICIOS PORTUARIOS RELONCAVÍ LTDA.	Ch\$ 165,000,000	Stevedoring services	Horacio Diez O.	Chairman: V́ctor Pino T. (3) Directors: Alejandro García-Huidobro O. Francisco Jobson V. Martin Skalweit W.
MUELLEJE DEL MAIPO S.A.	Ch\$ 130,123,761	Mooring services for ships	Eliza Díaz Correa	Chairman: V́ctor Pino T. (3) Directors: Jorge Mandiola B. Yurik Diaz R. Serafin Pinedo F.
MUELLEJE SVTI S.A.	Ch\$ 168,432,891	Provides San Vicente Terminal Internacional S.A. with the necessary personnel. It may also provide directly transfer, carriage storage, stevedoring, container &/or consolidation & de-consolidation services, and any business related to its objects agreed by the partners	Felipe Barison K.	Chairman: V́ctor Pino T. (3) Directors: Alejandro García-Huidobro O. Karin Angerstein H. Jorge Mandiola B.
RECURSOS PORTUARIOS Y ESTIBAS LTDA. (REPORT LTDA.)	US\$ 170,908	Port stevedoring	Camilo Fernández A.	Directors: Luis Heyser D. Luis Mancilla P. Juan E. Bilbao G. Enrico Martini G. Rodrigo Jiménez P.
SOUTHERN SHIPMANAGEMENT (CHILE) LTDA.	Ch\$ 47,650,000	Manage & operate ships and in general any related services.	Héctor Arancibia S. (6)	Chairman: Rafael Ferrada M. (5) Directors: Santiago Bielenberg V. (8) Rob Grool James Nelson

Name	Capital	Corporate Objects	Manager	Administration
MUPELLAJE STI S.A.	Ch\$ 56,687,394	Provide San Vicente Terminal Internacional S.A. with the necessary personnel for complementary shipping services. It may also provide directly transfer, carrying, storage, stevedoring, container &/or consolidation & de-consolidation services, and any business related directly or indirectly to its objects.	Alberto Bórquez C.	Chairman: Víctor Pino T. (3) Directors: Alejandro García-Huidobro O. Pedro García M.
COSEM S.A.	Ch\$ 54,554,090	Cargo movement personnel services.	Claudio Hurtado L.	Chairman: Cristián Irarrázaval T. Directors: Juan E. Escudero A. Alejandro Moreno M.
MUPELLAJE ITI S.A.	Ch\$ 91,376,935	Provision of the necessary personnel for complementary shipping services. It may also provide directly port services like transfers, carrying, storage, stevedoring, container &/or consolidation & de-consolidation services, and any business related to its objects directly or indirectly , and any business related to its objects agreed by the partners in relation to the corporate objects.	Fernando Ugarte H.	Chairman: Yurik Díaz R. Directors: Fernando Ugarte H. Pablo Durandean S.
INMOBILIARIA SEPBIO LTDA (INSEPBIO LTDA)	Ch\$ 10,000,000	The acquisition, management, exploitation, transfer & commercialization of all kinds of assets for own or third party's account and in general, all kinds of real estate business, directly or indirectly, plus any other complementary activity agreed by the partners.		Management council of its attorneys.
SEPSA S.A.	Ch\$ 43,330,872	Provision to third parties of personnel needed for storage, cargo consolidation & de-consolidation and merchandise container services.	Claudio Hurtado L.	Chairman: Cristián Irarrázabal T. Directors: Juan E. Escudero A. Alejandro Moreno M.
PETROMAR S.A.	US\$ 76,384	Bay fueling facilities.	Luis Mancilla P.	Directors: Franco Montalbetti M. Luis Mancilla P. Enrico Martini G. Rodrigo Jiménez P.
MODAL TRADE S.A.	US\$ 547,022	Cargo transport & distribution.	Diego Urenda S.	Directors: Luis Mancilla P. Enrico Martini G. Rodrigo Jiménez P.
PORTUARIA PATACHE S.A.	US\$ 59,408	Port stevedoring.	Victor Oelckers P.	Directors : Juan E. Bilbao G. Enrico Martini G. Alberto Camacho L.
TERMINAL PENUELAS S.A.	Ch\$ 22,005,179	Provision of services related to cargo transport	Claudio Hurtado L.	Chairman: Cristián Irarrázaval T.
TERMINAL BARRANCAS S.A.	Ch\$ 21,707,007	like full or empty container depots, workshop		Directors: Juan E. Escudero A.
TERMINAL CHINCHORRO S.A.	Ch\$ 21,707,007	facilities & operations complementary to cargo &/		Alejandro Moreno M.
TERMINAL EL COLORADO S.A.	Ch\$ 21,707,007	or containers.		



Name	Capital	Corporate Objects	Manager	Administration
TERMINAL EL CALICHE S.A. TERMINAL RENCA S.A. TERMINAL LAS GOLONDRINAS S.A.	Ch\$ Ch\$ Ch\$	12,813,195 12,813,195 12,813,195	Provision of services related to cargo transport like full or empty container depots, workshop facilities & operations complementary to cargo &/or containers.	Claudio Hurtado L. Chairman: Cristián Irarrázaval T. Directors: Juan E. Escudero A. Alejandro Moreno M.
SERVICIOS DE AVIACION LTDA. (SERVIAIR LTDA.)	Ch\$	10,000,000	Airport personnel services.	Patricio Latorre S. Chairman: V́ctor Pino T. (3) Directors: Pamela Camus G. Jaime Claro V. (1) Carlos Tolosa B.
SERVICIOS MARITIMOS PATILLOS S.A. (SERMAPAT)	Ch\$	1,825,361	Provision of shipping & port services.	Enrique Espinoza G. Chairman: Alejandro García-Huidobro O. Directors: Enrique Espinoza G.  Felipe Rioja R. Alejandro Danus Ch.
EUROATLANTIC CONTAINER LINE S.A.	Ch\$	1,000,000	Shipping & its technical & administrative support facilities, and provision of all services complementing &/or related to shipping.	Chairman: Fernando Valenzuela D. (10) Directors: Rafael Ferrada M. (5) H́ctor Arancibia S. (6)
COMPANIA CHILENA DE NAVEGACION INTEROCEÁNICA S.A.	US\$	119,487,397	Shipping.	Felipe Irarrázaval O. Chairman: José M. Urenda S. Directors: Antonio Jabat A. Francisco Gardeweg O. Franco Montalbetti M. Claudio Aguayo H. Sebastián Swett O.
SAN ANTONIO TERMINAL INTERNACIONAL S.A. (STI)	US\$	33,700,000	Develop, maintain & exploit the Molo Sur quay at San Antonio port of Empresa Portuaria San Antonio. Wharfage & storage with respect to the quay mentioned above.	Alberto Bórquez C. Chairman: V́ctor Pino T. (3) Directors: David Leslie Michou Alejandro García-Huidobro O. Luis Grez J. John Bressi Karin Angerstein H.
SCL TERMINAL AEREO SANTIAGO S.A.	US\$	27,908,000	Exploitation of Arturo Merino Benítez airport, Santiago.	Alfonso Lacamara S. Directors: José M. Urenda S. Franco Montalbetti M. Enrique Correa R. Carlos del Río George Casey Fernando del Campo G. Carlos del Río C. Antonio Tuset J.
SAN VICENTE TERMINAL INTERNACIONAL S.A. (SVTI)	US\$	10,000,000	Development, maintenance & exploitation of the mooring at San Vicente port of Empresa Portuaria Talcahuano-San Vicente. Wharfage & storage with respect to the quay mentioned above.	Felipe Barison K. Chairman: David Leslie Michou Directors: V́ctor Pino T. (3) Alejandro García-Huidobro O. Jorge Mandiola B. Karin Angerstein H. Luis Grez J.

Name	Capital	Corporate Objects	Manager	Administration
IQUIQUE TERMINAL INTERNACIONAL S.A.	US\$ 10,000,000	Development, maintenance & exploitation of the No.2 mooring at Iquique port of Empresa Portuaria Iquique. Wharfage & storage with respect to the quay mentioned above.	Fernando Ugarte H.	Chairman: Alejandro García-Huidobro O. Directors: Víctor Pino T. (3) Jaime Claro V. (1) Sergio Inostroza C. Antonio Estrada G. José M. Gutiérrez S. Luis Grez J.
COMPANIA NAVIERA RIO BLANCO S.A.	US\$ 3,550,000	Shipping in any of its forms in any place, especially entering into sea freight and ship chartering; the acquisition of all kinds of vessels for sea trade; the provision of services related to trade & shipping.	Héctor Arancibia S. (6)	Chairman: Rafael Ferrada M. (5) Directors: Santiago Bielenberg V. (8) Fernando Valenzuela D. (10) Hiroyuki Fukumoto Mitsuhiro Iwata
NORGISTICS CHILE S.A.	US\$ 1,000,000	Provision of logistical services.	Rafael Della Maggiora S. (11)	Chairman: Fernando Valenzuela D. (10) Directors: Arturo Ricke G. (15) Francisco Subiabre V. (7)
VALPARAISO TERMINAL DE PASAJEROS S.A. (VTP S.A.)	US\$ 3,550,000	Attention of cruise ships passengers.	Juan E. Bilbao G.	Directors: José M. Urenda S. Franco Montalbetti M. Luis Mancilla P.
SAAM INTERNACIONAL S.A.	US\$ 1,500,000	Investments abroad in any kind of asset, especially the purchase & sale of rights & shares, plus the management & exploitation of these assets, and investments abroad.	Alejandro García-Huidobro O.	Chairman: Víctor Pino T. (3) Directors: Jaime Claro V. (1) Alejandro García-Huidobro O. Roberto Larraín S. Alberto Rawlins B.
INTEROCEANBULK S.A.	US\$ 10,000	Exploitation of liquid or solid bulks shipping.	Eugenio Valenzuela C.	Chairman: Antonio Jabat A. Directors: Sergio Pinto R. Rodrigo Soffia B. Beltrán Urenda S.
<b>PANAMANIAN COMPANIES:</b>				
INVERSIONES ALARIA S.A.	US\$ 1,000,000	Purchase & sale of all kinds of assets. Investments in general and participations in industrial, commercial, real estate or financial companies. Shipping business whether in relation to river or sea, air or land transport, and shipping agencies in Panama and elsewhere. Participations in other companies.		Chairman: Julio E. Linares F.
INVERSIONES HABSBURGO S.A.	US\$ 216,000			Directors: Alberto Rawlins B. Roberto Larraín S.
INVERSIONES MARITIMAS UNIVERSALES S.A. (IMUSA)	US\$ 20,000,000	Investment company.	Luis Mancilla P.	Directors: Franco Montalbetti M. Luis Mancilla P. José M. Urenda S.
DRY BULK HANDY HOLDING INC.	US\$ 567,314	Ship owner and manager, shipping agencies and any commercial and financial operation.		Chairman: Juan A. Álvarez A. (4) Directors: Yannis Haramis Nicholas Fistes Santiago Bielenberg V. (8)

Name	Capital	Corporate Objects	Manager	Administration
NAVIERA ARICA S.A. NAVIERA ANTOFAGASTA S.A.	US\$ 106,469 106,469	Shipping.		Chairman: Beltrán F. Urenda S. Directors: Antonio Jabat A. Sergio Pinto R.
CNP HOLDINGS S.A. PICTON MARITIME CO. S.A.	US\$ 10,000 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Bertilda R. de Torres	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Bertilda R. de Torres Mirtha C. de Fernández
CSAV SUDAMERICANA DE VAPORES S.A. LANCO INVESTMENTS CO. S.A. MALLECO SHIPPING CO. S.A. MAULE SHIPPING CO. S.A. MAYNE SHIPPING CO. S.A. RAHUE INVESTMENTS CO. S.A. SEA LION SHIPPING CO. S.A. WILLIAMS INVESTMENTS CO. S.A. GLOBAL COMMODITY INVESTMENTS INC. LENNOX OCEAN SHIPPING CO. S.A.	US\$ 10,000 10,000 10,000 10,000 10,000 10,000 10,000 10,000 10,000 10,000	Shipowners and managers, shipping agencies and any commercial and financial operation.	Bertilda R. de Torres	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Bertilda R. de Torres Mirtha C. de Fernández
SOUTHERN SHIPMANAGEMENT CO. S.A.	US\$ 10,000	Shipowners and managers, shipping agencies and any commercial and financial operation.	Harry Gilbert	Chairman: Rob Grool Vice-chairman: Héctor Arancibia S. (6) Directors: James Nelson Eduardo Schalchli M.
EMBLEM SHIPPING INC. TILBURY SHIPPING INC.	US\$ 10,000 10,000			Chairman: Juan Montes Directors: Casilda Watts Rubén Bernett S.
MATTEA SHIPPING INC.	US\$ 10,000	Shipowners and managers, shipping agencies and any commercial and financial operation.		Chairman: Guillermo Vergara Directors: Rubén Bernett S. Lydia Hidalgo
SOUTH CAPE FINANCIAL AND MARITIME CORP.	US\$ 11,275,514	Shipping Company		Chairman: Beltrán F. Urenda S. Directors: Antonio Jabat A. Sergio Pinto R.
MARITIME SHIPPING TRADING INC.	US\$ 10,000	Shipowners and managers, shipping agencies and any commercial and financial operation.	Alejandro Pedraza M.	Chairman: Alejandro Pedraza M. Vice-chairman: Fabio Salame-Córdova C. Directors: Dionisio Romero P. Luis Romero B. Juan Carlos Claro Santiago Bielenberg V. (8)
KEY BISCAINE MARINE, INC.	US\$ 5,000	Shipping Company.		Chairman: Antonio Jabat A. Directors: Sergio Pinto R. José M. Urenda S.

Name	Capital		Corporate Objects	Manager	Administration
FIVE CONTINENTS NAVIGATION S.A.	US\$	5,000	Purchase, sale & chartering of ships.		Chairman: Hiroyuki Fukumoto Directors: Santiago Bielenberg V. (8) Seiichiro Kanemitsu
REENWOOD INVESTMENTS INC.	US\$	112,000	Shipowner & manager.	Horacio Diez O.	Chairman: Julio E. Linares F. Directors: Roberto Larraín S. Horacio Diez O.
CSAV SHIPHOLDING S.A.	US\$	10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Bertilda R. de Torres	Chairman: Bertilda R. de Torres Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Mirtha C. de Fernández
CSAV SHIPS S.A.	US\$	10,000	Shipowner holding company.	Bertilda R. de Torres	Chairman: Bertilda R. De Torres Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Mirtha C. de Fernández
G-STAR CAPITAL INC.	US\$	0	Investments.	Luis E. Céspedes	Directors: Luis E. Céspedes Miguel Urriola Lilia Aminta de Salcedo
<b>OTHER COUNTRIES:</b>					
CONCESIONARIA SAAM COSTA RICA S.A. COSTA RICA	US\$	4,500,000	Services of transportation, agency, tugs, salvage, assistance, shipwreck removal, pilotage, launches & coastal shipping.	Humberto Ferretti J.	Chairman: Alejandro García-Huidobro O. Directors: Alberto Rawlins B. Roberto Larraín S. Felipe Rioja R.
CSAV AGENCY (COSTA RICA) S.A. COSTA RICA	US\$	330,000	Agencies	Pedro Cabral	Rafael Ferrada M. (5) Francisco Subiabre V. (7) Eugenio Cruz N. (9)
ECUAESTIBAS S.A. ECUADOR	US\$	2,717,288	All kinds of port services, as port operator or in complementary services.	Enrique Brito M.	Chairman: Alberto Rawlins B. Directors: Felipe Rioja R. Alejandro García-Huidobro O
CSAV ECUADOR S.A. ECUADOR	ECS	20,000,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Haydeé Freire	Chairman: Claudio Barroilhet A. (25) Directors: Beltrán Sáez M. (29) Marcela Pizarro A. (27)
INARPI S.A. ECUADOR	US\$	7,215,800	Provision of port-related services, like port cargo operator.	Juan A. Illingworth	Chairman: Enrique Brito M.



Name	Capital	Corporate Objects	Manager	Administration
TOLKEYEN PATAGONIA TURISMO S.A. ARGENTINA	US\$ 4,000,000	Activities related to tourism and trade; hotels, transport, exports & imports, etc.	Claudio de Sousa	Chairman: Adriano Cafaro Directors: Marcelo Vargas James Wells M. Alejandro Kusanovic
ATLANTIS MARINE S.A. ARGENTINA	PA\$ 597,140	Appraisal services; shipping & port consultancies; tourism & port services; tug, diving, rescue, fire fighting & prevention of pollution services; fishing; management, construction & ownership of chips &/or shipping devices; buoy laying, dredging & maintenance of shipping waterways; shipping agencies	José R. Rodríguez	Chairman: Adriano Cafaro Directors: Juan E. Mattson P. Arturo Storaker M. Mary Hinchliff M.
COMERCIAL E INVERSIONES COIRON S.A. ARGENTINA	PA\$ 12,000	Make investments for own &/or third party's account in the company Atlantis Marine S.A., constituted in Argentina, through the acquisition, constitution or disposal of participations, shares, quotas, bonds, options, negotiable instruments, convertible or not, other securities & other forms of legally-permitted investment, in order to hold in portfolio or dispose of fully or partially.		Chairman: Sergio Pez Directors: Alejandro García-Huidobro O. Jorge Pérez A.
CSAV ARGENTINA S.A. ARGENTINA	PA\$ 5,000	Agencies	José Miguel Respaldiza	Chairman: Gonzalo Baeza S. (19) Directors: José Miguel Respaldiza Rodolfo García P.
AGUNSA ARGENTINA S.A. ARGENTINA	US\$ 263,178	Ship agencies, forwarding.	Jorge Díaz.	Directors: Jorge Díaz Luis Mancilla P. Juan E. Bilbao G.
LOGISTICA INTEGRAL MENDOZA S.A. ARGENTINA (Non operative)	PA\$ 1,950	Transport, distribution & warehousing services; installation & exploitation of container & cargo terminals; representations, rental of transport equipment, & related businesses	Enrique Díaz	Chairman: Alejandro García-Huidobro O. Directors: Roberto Larraín S. Felipe Rioja R.
PARANA TOWAGE S.A. ARGENTINA	PA\$ 257,607	Shipping services in general		Chairman: Fernando Capurro Directors: Juan Larrague Matias Breas
TRABAJOS MARITIMOS S.A. (TRAMARSA) PERÚ	N/S 10,000,000	Port operator (shipping agent, stevedoring, tugs services, pilotage, equipment rental & terminal operations).	Mario Hart P.	Chairman: Dionisio Romero P. Directors: José Antonio Onrubia Calixto Romero G. Ernesto Romero B. Gabriel Seminario D. Alvaro Galindo N.
CONSORCIO NAVIERO PERUANO S.A. PERU	N/S 5,761,698	Shipowner & manager, shipping agencies & any commercial & financial operation.	Alejandro Pedraza M.	Directors: Luis Romero B. Santiago Bielenberg V. (8) Juan C. Claro U. Dionisio Romero P. Alejandro Pedraza M.

Name	Capital		Corporate Objects	Manager	Administration
CONSTRUCCIONES MODULARES S.A. PERU	N/S	3,766,541	Installation & management of container & cargo terminals; cold-storage plants; containers operator; cargo storage & services; packaging; container consolidation & de-consolidation; construct, maintain, modify & repair containers & modules.	Emilio Fantozzi T.	Chairman: Dionisio Romero P. Directors: Alvaro Galindo N. Mario Hart P. Emilio Fantozzi T. Arturo Woodman P.
INVERSIONES MISTI S.A. PERU	N/S	700,233	Shipping & port business & activities, stevedoring, storage, port operator, tonnage, launch facilities, shipowner & shipping agent, port equipment, cargo & container handling & transport, etc.. Participation in other companies.	Alberto Rawlins B.	Chairman: Alberto Rawlins B. Directors: Roberto Larraín S. Felipe Rioja
INVERSIONES CNP S.A. PERU	N/S	100,000	Shipowners, shipping of all kinds, port stevedoring services and in general all activities related to shipping.	Santiago Bielenberg V. (8)	Chairman: Rafael Ferrada M. (5) Directors: Héctor Arancibia S. (6) Santiago Bielenberg V. (8)
AGENCIAS UNIVERSALES PERU S.A. PERU	US\$	508,946	Ship agent.	Gastón Coros S.	Directors: Franco Montalbetti M. Luis Mancilla P. José M. Urenda S. Gastón Coros S.
INVERSIONES MARITIMAS UNIVERSALES PERU S.A. PERU	US\$	1,319,220	Depot services.	Gastón Coros S.	Directors: Franco Montalbetti M. Luis Mancilla P. José M. Urenda S. Gastón Coros S.
INVERSIONES NAVIERAS S.A.C. (INVERNA S.A.) PERU	N/S	5,127,735	Business of shipowners, shipping agent & consignee, solid & liquid bulk export & import sea transport, and cargo in general in the same services, international traffic & coastal services and all activities related to shipping & ports, for own or third party's account, operation of lighters & launches and the service of tugs, pilotage, bay transport services, marine salvage and other related services.	Mario Hart Potestá	
ELEQUIP S.A. COLOMBIA	\$Col.	992,674,600	Operation of equipment for stevedoring & complementary services.	Antonio Rodríguez M.	Directors: Alejandro García-Huidobro O. Alberto Rawlins B. Claus Haubold Juan Raute
EQUIYARD S.A. COLOMBIA	\$Col.	850,000,000	Management of container maintenance & repair depots.	Antonio Rodríguez M.	Directors: Alejandro García-Huidobro O. Alberto Rawlins B. Claus Haubold Juan Raute
EQUIMAC S.A. COLOMBIA	\$Col.	97,338,600	Tug services.	Juan Mejía V.	Directors: Alejandro García-Huidobro O. Alberto Rawlins B. Claus Haubold Juan Raute

Name	Capital	Corporate Objects	Manager	Administration
CSAV GROUP AGENCY COLOMBIA LTDA. COLOMBIA	\$Col. 360,000,000	Agencies	Jorge Missas	Directors: José Gabriel Salinas Alejandro Garcés Luis Álvarez R. (4) Francisco Subiabre V. (7)
TORSKEY S.A. URUGUAY	\$Urug 1,600,000	Agencies		Directors: Rafael Ferrada M. (5) Eugenio Cruz N. (9) Enrique Arteaga C. (17)
COMPANIA LIBRA DE NAVEGACION (URUGUAY) S.A. URUGUAY	\$Urug 1,209,730,726	All kinds of sea & river transport.	Enrique Arteaga C. (17)	Chairman: Enrique Arteaga C. (17) Directors: José Francisco Muñoz (18) Gonzalo Baeza S. (19) Juan Pablo Richards
GIRALDIR S.A. URUGUAY	\$Urug 50,000	Tug & shipping services in general.	Fernando Capurro S.	Chairman: Alejandro García-Huidobro O. Directors: Fernando Capurro S. Alberto Rawlins B.
KIOS S.A. URUGUAY	\$Urug 10,000,000	Tug services	Fernando Capurro S.	Directors: Fernando Capurro S. Alberto Rawlins B. Francisco Licio S.
SERVICIOS DE PROCESAMIENTO NAVIERO S.R.L. URUGUAY	\$Urug 116,500.00	As user of free zones, may carry out all kinds of trading, industrial or service activities.	Jaime Herrera M. (23)	Managers: Rafael Ferrada M. (5) Juan C. Valenzuela A. (24)
TAMARIM INTERNATIONAL S.R.L. URUGUAY	US\$ 9,612,900	River & coastal shipping in all forms & their related services, cargo transport, shipping agencies, port services & in general all trading & financial operations.		Managers: Rafael Ferrada M. (5) Rafael Della Maggiora (11)
RILUC SOCIEDAD ANONIMA URUGUAY	US\$ 215,791	Professional cargo transport services	Horacio Diez O.	Directors: Víctor Pino T. (3) Alejandro García-Huidobro O. Francisco J. Jobson Horacio Diez O. Felipe Rioja R.
GERTIL SOCIEDAD ANONIMA URUGUAY	US\$ 3,785,894	Stevedoring services	Horacio Diez O.	Chairman: Víctor Pino T. (3) Directors: Alejandro García-Huidobro O. Francisco J. Jobson Horacio Diez O. Felipe Rioja R.
LIMOLY S.A. URUGUAY	\$Uru 400,000	a)Industrialize & commercialize merchandise, asset rentals & services, b) imports, exports, representations, commissions & consignments, c) purchase, sale, rental, management, construction and other operations with movable assets, d) agricultural, fruit & forestry exploitation, e) participation, constitution or acquisition of companies operating in these areas.		Directors: Rodrigo Borges T Celina Borges T. Felipe Rioja R. Roberto Larraín S.

Name	Capital		Corporate Objects	Manager	Administration
CSAV GROUP AGENCIES URUGUAY S.A. URUGUAY	\$Urug	350,000	Agencies.	Martin Lannes	Chairman: Enrique Arteaga C. (17) Directors: José Francisco Muñoz (18) Fernando Pena.
COMPANHIA LIBRA DE NAVEGACAO S.A. BRAZIL	R\$	8,000,000	Coastal & international shipping in own or third-party ships; operation of oil, clear derivatives & LPG tankers, including for third parties; ship chartering; participation in other companies, in associations, consortia or similar forms for the exploitation of the corporate objects.	Enrique Arteaga C. (17)	Directors: Enrique Arteaga C. (17) José Francisco Muñoz (18)
TAMARIM PARTICIPACOES LTDA. BRAZIL	R\$	1,000,000	Investments.	Enrique Arteaga C. (17)	Directors: Enrique Arteaga C. (17) José Francisco Muñoz (18) Gonzalo Baeza S. (19)
NAVIBRAS COMERCIAL MARITIMA E AFRETAMENTOS LTDA. BRAZIL	R\$	2,648,100	Agencies.		Directors: Enrique Arteaga C. (17) José Francisco Muñoz (18)
NORGISTIC BRASIL OPERADOR MULTIMODAL LTDA. BRAZIL	R\$	10,000	Coordination services of sea, air, rail or river freight with own or third-party resources; promotion & coordination of operations with cargo terminals, warehouses, customs warehouses; coordination & promotion of consolidation & de-consolidation operations of import, export cargoes, long-voyage & coastal shipping of sea & land transport companies and exploit for own or third party's account related activities such as port operator, stevedoring, logistics operator, cargo transfer agent, freight, warehousing of merchandise & containers; rental & repair of containers; palletization of cargo; consolidation & de-consolidation of containers; road & rail movement & transport of cargo in general; shipping & customs clearance; import & export; administration & provision of intermodal, road, rail & shipping terminal services. b) Rental of any equipment such as container & simple cranes. c) Commercial representations. d) Participation in other national or foreign companies of any kind.		Directors: Enrique Arteaga C. (17) José Francisco Muñoz (18) Gonzalo Baeza S. (19)
MARSUD ARMAZENS GERAIS LTDA.BRAZIL	R\$	3,911,162	General warehousing, shipping agency		Representative: Jorge Cárdenas C.
MARSUD SERVICIOS MARITIMOS E PORTUARIOS LTDA. BRAZIL	R\$	520,000	Ship agencies.		Representative: Jorge Cárdenas C.
SUDAMERICANA AGENCIA MARITIMA DO BRASIL LTDA. BRAZIL	R\$	5,000,000	Shipping agency & representative of shipping companies in activities related to shipping, negotiations of parts & pieces for containers & ship supplies.	Jorge Cárdenas C.	



Name	Capital	Corporate Objects	Manager	Administration
TUG BRASIL APOIO PORTUARIO S.A. BRAZIL	R\$ 61,754,640	Shipping & port activities. Rental to others of equipment & vessels. Participation in other companies.	Jorge Oyarce S.	Directors: Jaime Claro V. (1) Rodrigo Borges T. Alejandro García-Huidobro O. Demetrio Infante F. Marcelo Periera A. Celina Borges
CSAV GROUP AGENCIES BRAZIL AGENCIAMENTO DE TRANSPORTES LTDA BRAZIL	US\$ 200,000	Agencies.	Juan Pablo Richards B.	Directors: Enrique Arteaga C. (17) José Francisco Muñoz (18) Juan Pablo Richards B.
SAAM REMOLQUES S.A. DE C.V. MEXICO	M\$ 43,663,265	Provision of port services of tugs, mooring & launches.	Marcelo Jullian R.	Directors: Alejandro Diez Barroso S. Alejandro García-Huidobro O. Roberto Larrain S. Alberto Rawlins B.
RECURSOS PORTUARIOS S.A. DE C.V. MEXICO	M\$ 50,000	Provision of technology & labor services, transmission of technical knowledge, personnel training & administrative services.	Marcelo Jullian R.	Directors: Alejandro García-Huidobro O. Roberto Larrain S. Alberto Rawlins B.
SAAM REMOLCADORES S.A. DE C.V. MEXICO	M\$ 500,000	Provision of tug, launch and ship pilotage services.	Marcelo Jullian R.	Directors: Roberto Larrain S. David Foulkes W. Felipe Rioja R. Alejandro García-Huidobro O. Alberto Rawlins B.
JALIPA CONTENEDORES S. A. DE R.L. DE C.V. MEXICO (Non Operative)	M\$ 50,000	Provision of cleaning, repair, handling, carrying & storage services for all kinds of containers.	Marcelo Jullian R.	
AGUNSA L&D S.A. DE C.V. MEXICO	US\$ 3,829	Investments.	Sebastián Santa Cruz H.	Chairman: José M. Urenda S. Directors: Franco Montalbetti M. Luis Mancilla P.
AGENCIAS GRUPO CSAV (MÉXICO) S.A. DE C.V. MEXICO	US\$ 397,974	Agencies.	Estenio Pinzás V.	Chairman: Andrés Kulka K. (20) Directors: Felipe Olavarría L. Guillermo González S.
PRESTADORA DE SERVICIOS INTEGRADOS DE PERSONAL S.A. DE C.V. MEXICO	US\$ 397,974	Provision of personnel services for all kinds of activities related to own activities & required by other companies.	Estenio Pinzás V.	Manager: Estenio Pinzás V.
SAAM GUATEMALA S.A. GUATEMALA	GTQ 12,000,000	Port & shipping services. The purchase, sale, sub-contracting, rental, assignment & any other activity related to business.	Harry Marcus N.	Chairman: Alejandro García-Huidobro O. Directors: Felipe Rioja R. Roberto Larrain S. Harry Marcus N.

Name	Capital		Corporate Objects	Manager	Administration
EXPERTAJES MARITIMOS S.A. (MAREX S.A.) GUATEMALA	GTQ	3,800,000	Port & shipping services. The purchase, sale, sub-contracting, rental, assignment & any other activity related to business. Any industrial, agricultural, commercial or services activity.	Harry Marcus N.	Chairman: Alejandro García-Huidobro O. Directors: Felipe Rioja R. Roberto Larraín S. Harry Marcus N.
ODFJELL & VAPORES LTD. BERMUDAS	US\$	12,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Chairman: Timothy Counsell Directors: Jaime Claro V. (1) Jan Hammer James Macdonald
BRUNSWICK INVESTMENTS CO. INC. BAHAMAS	US\$	10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Bertilda R. de Torres	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Bertilda R. de Torres Mirtha C. de Fernández
TIOGA FRUIT TERMINAL INC. UNITED STATES	US\$	311,203	Port terminal operations in Philadelphia.		Chairman: Andrés Kulka K. (20) Directors : Santiago Bielenberg V. (8) Gonzalo Irarrázaval
FLORIDA INTERNATIONAL TERMINAL, LLC UNITED STATES	US\$	3,000,000	Port terminal operations & stevedoring	José Alberto Díaz	Chairman: Alejandro García-Huidobro O. Directors: José Alberto Díaz Alberto Rawlins B. Felipe Rioja R. Luis Mancilla Roberto Larraín S. Franco Montalbetti
SAAM FLORIDA, INC. UNITED STATES	US\$	2,100,000	Investments in the USA.		Chairman: Alberto Rawlins B. Directors: Felipe Rioja R. Roberto Larraín S.
NORASIA NORTH AMERICA LLC UNITED STATES	US\$	50,000	In dissolution.		
AGUNSA MIAMI, INC. UNITED STATES	US\$	10,000	Shipping agents.	Eduardo Cabello W.	Chairman: Jose Manuel Urenda Directors: Eduardo Cabello W. Franco Montalbetti M. Luis Mancilla P.
CSAV AGENCY LTD. CANADA	US\$	10,000	Agencies.	Yvette Larder	Chairman: Andrés Kulka K. (20) Directors: Álvaro Infante G. (21) Emilio Escobar S. (22) Guillermo González F. (26)
CSAV GROUP AGENCIES (UK) LTD. ENGLAND	GBP	100,000	Agencies.	Mike Finn	Directors: Paul J. Vogt Charlotte J. Vogt Francisco Subiabre V. (7) Christian Seydewitz (28)

Name	Capital	Corporate Objects	Manager	Administration
VOGT & MAGUIRE SHIPBROKING LIMITED ENGLAND	GBP 10,000	Shipping agencies & in general all shipping trade operations.		Directors: Charlotte J. Vogt Claire Hannah Vogt Francisco Subiabre V. (7) Christian Seydewitz (28)
WELLINGTON HOLDING GROUP S.A. BRITISH VIRGIN ISLANDS	US\$ 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Enrique Arteaga C. (17)	Directors: Jaime Claro V. (1) Juan A. Álvarez A. (4) Jochen Dohle
KEMPE (BVI) HOLDING CO. LTD. BRITISH VIRGIN ISLANDS	US\$ 10,000	Shipowner companies holding company.		Directors: Donald B. Shafro Robert L. Poster Michael C. Lambert Richard A. Bertocci
SOUTH TRADE SHIPPING CO. INC. MARSHALL ISLANDS	US\$ 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Juan A. Montes G.	Chairman: Juan A. Montes G. Directors: Clarissa Plata de Aguirre José M. Urenda S. Andrés Kulka K. (20)
BUREO SHIPPING CO. S.A. MARSHALL ISLANDS	US\$ 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Bertilda R. de Torres	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Bertilda R. de Torres Mirtha C. de Fernández
PACIFIC WINNER SHIPPING CO. S.A. MARSHALL ISLANDS	US\$ 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation	Bertilda R. de Torres	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6) Andrés Kulka K. (20) Bertilda R. de Torres Mirtha C. de Fernández
MARITIME SHIPPING & TRADING INTERNATIONAL INC. MARSHALL ISLANDS	US\$ 10,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Dionisio Romero P. Luis Romero B. Juan Carlos Claro Santiago Bielenberg V. (8) Alejando Pedraza M. Fabio Salame-Córdova C.
PUCON SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafro Robert L. Poster Michael C. Lambert Richard A. Bertocci
CHOAPA SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Paul John Vogt Christian Seydewitz Christoph Dohle Wulfert KirtDonald
CHOLGUAN SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Paul John Vogt Christian Seydewitz Christoph Dohle Wulfert Kirt

Name	Capital	Corporate Objects	Manager	Administration
CHACABUCO SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Paul John Vogt Christian Seydewitz Christoph Dohle Wulfert Kirt
LIMARI SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Paul John Vogt Christian Seydewitz Christoph Dohle Wulfert Kirt
LONGAVI SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Paul John Vogt Christian Seydewitz Christoph Dohle Wulfert Kirt
PAINE SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci
PUELO SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci
PALENA SHIPPING LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci
HULL 1794 CO. LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci Andreas Seuffert.
HULL 1796 CO. LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci Andreas Seuffert.
HULL 1798 CO. LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci Andreas Seuffert
HULL 1800 CO. LTD. MARSHALL ISLANDS	US\$ 1,000	Shipowner and manager, shipping agencies and any commercial and financial operation.		Directors: Donald B. Shafto Robert L. Poster Michael C. Lambert Richard A. Bertocci Andreas Seuffert.

Name	Capital		Corporate Objects	Manager	Administration
RIDGE HOLDIN COMPANY LTD. ISLE OF MAN	GBP	2,000	In dissolution		
PANTILE HOLDING COMPANY LIMITED ISLE OF MAN	GBP	2,000	In dissolution		
ANAKENA BULK LTD. ISLE OF MAN	GBP	2,000	In dissolution		
CSBC HULL 896 Limited ISLE OF MAN	GBP	2,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Rafael Ferrada M.(5)	Directors: Rafael Ferrada M. (5) Héctor Arancibia S.(6)
CSBC HULL 898 Limited ISLE OF MAN	GBP	2,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Rafael Ferrada M.(5)	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6)
CSBC HULL 900 Limited. ISLE OF MAN	GBP	2,000	Shipowner and manager, shipping agencies and any commercial and financial operation.	Rafael Ferrada M.(5)	Directors: Rafael Ferrada M. (5) Héctor Arancibia S. (6)
AGUNSA EUROPA S.A. SPAIN	US\$	429,987	Shipping line representations & related services.	José Villasante O.	Chairman: Jose M.José Urenda S. Directors: Franco Montalbetti M. Antonio Jabat A. Beltrán Urenda Z. José J. Villasante O.
CSAV HOLDING EUROPE S.L. SPAIN	EUR	1,695,000	Agencies. .	Eugenio Cruz (9)	Directors: Rafael Ferrada M. (5) Francisco Subiabre V. (7) Arturo Ricke G. (15) Eugenio Cruz (9)
COMPANIA SUDAMERICANA DE VAPORES AGENCIA MARÍTIMA, S.L. SPAIN	EUR	500,000	Agencies.	Jordi Trius	Directors: Eugenio Cruz (9) Mario Kahl T. (16) Jordi Trius Antonio Campoy
CSAV GROUP AGENCIES (GERMANY) GmbH GERMANY	EUR	500,000	Agencies.	Niels Hartung	Directors: Arturo Ricke G. (15) Christian Seydewitz (28) Christoph Döhle Juergen Sengpiel
CSAV GROUP AGENCIES (BELGIUM) N.V. BELGIUM	EUR	500,000	Agencies.	Eliane Achten	Directors: Arturo Ricke G. (15) Mario Kahl T. (16) Christoph Döhle Yves van Doosselaere
CSAV AGENCY NETHERLANDS BV HOLLAND	EUR	1,250,000	Agencies.	Albert Hoek	Directors: Arturo Ricke G.(15) Mario Kahl T. (16) Christoph Döhle Raymond Riemen.
CSAV AGENCY ITALY, S.P.A. ITALY	EUR	600,000	Agencies.	Luciano Covacci	Directors: Mario Kahl T. (16) Eugenio Cruz. (9)



Name	Capital		Corporate Objects	Manager	Administration
SCHIFFAHRTSGESELLSCHAFT CCNI GERMANY	US\$	32,633	Shipping Company.	Roberto Echevarria V.	
CSAV GROUP AGENCIES (SOUTH AFRICA) LTD. SOUTH AFRICA	RAND	1,000	Agencies.	Rogelio Busto	Directors: Rafael Ferrada M. (5) Francisco Subiabre V. (7) Gonzalo Baeza S. (19) Dayalan J. Reddy Michael J. Steele
NORASIA CONTAINER LINES LTD. MALTA	US\$	10,000	Shipping transport.	Rafael Ferrada M. (5)	Directors: Rafael Ferrada M. (5) Arturo Ricke G. (15) Alejandro Pattillo M. (13)
CSAV GROUP (INDIA) PRIVATE LIMITED INDIA	RPS	100,000	Back Office		Directors: Rafael Ferrada M. (5) Mario Da Bove A. (12) Alejandro Pattillo M. (13)
CSAV GROUP AGENCIES (INDIA) PRIVATE LIMITED INDIA	RPS	10,000,000	Agencies	Dheeraj Bhatia	Directors: Francisco Subiabre V. (7) Alejandro Pattillo M. (13) Dheeraj Bhatia
CSAV GROUP AGENCIES (HONG KONG) LTD. CHINA	HKD	3,000,000	Agencies	José Montero	Directors: Francisco Subiabre V. (7) Alejandro Pattillo M. (13)
CSAV GROUP (HONG KONG) LTD. CHINA	US\$	64,625	Agencies.	So Chi Leung	Directors: Francisco Subiabre V. (7) Alejandro Pattillo M. (13) Guillermo Ginesta B. (14)
NORGISTICS (CHINA) LIMITED CHINA	HKD	10,000	Agencies.	José Montero	Directors: Rafael Ferrada M. (5) Alejandro Pattillo M. (13)
CSAV GROUP AGENCIES (KOREA) CO. LTD. KOREA	US\$	237,703	Agencies.	D.J. Yang	Chairman: Alejandro Pattillo M. (13) Directors: Rafael Ferrada M. (5) Francisco Subiabre V. (7)
CSAV GROUP AGENCIES (TAIWAN) LTD TAIWAN	TWD	9,000,000	Agencies.	José Montero	Chairman: Alejandro Pattillo M. (13) Directors: Francisco Subiabre V. (7) Jaime Herrera M. (23)
CSAV GROUP AGENCIES (FRANCE) S.A.S. FRANCE	EUR	500,000	Agencies.	Christian Seydewitz (28)	Christian Seydewitz (28) Directors: Eugenio Cruz (9) Mario Kahl (16) Edouard Balguerie Karel Peters
CSAV DENIZCILIK ACENTASI A.S. TURKEY	YTL	300,000	Agencies.	Asena Catal	Directors: Eugenio Cruz (9) Mario Kahl (16) Semih Baki Erold Makzume

Name	Capital	Corporate Objects	Manager	Administration
CSAV GROUP AGENCIES PUERTO RICO INC. PUERTO RICO	\$US 40,000	Agencies.	Alvaro Infante (21)	Directors: Andres Kulka (20) Rafael Ferrada M. (5) Francisco Subiabre (7)
CSAV AGENCIES (MALAYSIA) SDN. BHD. MALAYSIA	MYR 140,000	Agencies.	Jeremy Chapman	Directors: Alejandro Pattillo M. (13) Mohd Ashraf Bin Abdul Gafor Jeremy Paul Chapman

#### Notes :

A.- The trading relations between the subsidiaries or associates with the parent company are detailed by nature and amount in the consolidated balance sheet.

Current contracts between the Company and its subsidiaries contain equitable market conditions and do not exceed normal operating needs.

B.- Relationship of the managers of the companies related to CSAV.

( 1) Jaime Claro V.	Chairman
( 2) Arturo Claro F.	Vice-Chairman
( 3) Victor Pino T.	Director
( 4) Juan A. Álvarez A.	General Manager
( 5) Rafael Ferrada M.	Senior Vice President, Administration & Finance
( 6) Héctor Arancibia S.	Senior Vice President, Shipmanagement
( 7) Francisco Subiabre V.	Senior Vice President, Marketing & Comercial
( 8) Santiago Bielenberg V.	Senior Vice President, Chartering & Bulk
( 9) Eugenio Cruz N.	Senior Vice President, Mediterranean Area
(10) Fernando Valenzuela D.	Senior Vice President, Terminals and Logistics
(11) Rafael Della Maggiora S.	Senior Vice President, Cargo and Intermodal Service
(12) Mario Da-Bove A.	CSAV Director, Asia Group
(13) Alejandro Pattillo M.	Senior Vice President, Asian Area
(14) Guillermo Ginesta B.	Senior Vice President, Norasia Line
(15) Arturo Ricke G.	Senior Vice President, Shipping Business
(16) Mario Kahl T.	Vice President, Europe Agency Network
(17) Enrique Arteaga C.	Senior Vice President, Libra Line
(18) José Francisco Muñoz	Vice President, Libra Line Administration & Finance
(19) Gonzalo Baeza S.	Senior Vice President, Global Sales
(20) Andrés Kulka K.	Senior Vice President, North America Region
(21) Álvaro Infante G.	Senior Vice President, North American Line
(22) Emilio Escobar S.	Vice President, North American Line
(23) Jaime Herrera M.	Vice President, Risk
(24) Juan C. Valenzuela A.	Senior Vice President, Human Resources
(25) Claudio Barroilhet	Chief Lawyer
(26) Guillermo González F.	Senior Vice President, North American Region Operational & Logistics
(27) Marcela Pizarro A.	Senior Lawyer
(28) Christian Seydewitz M.	Senior Vice President, North Europe Area
(29) Beltrán Sáez	Legal Advisor

#### C.- Currency abbreviations

Ch\$	: Chilean Peso	\$Col	: Colombian Peso
US\$	: US Dollar	\$Urug	: Uruguayan Peso
PA\$	: Argentine Peso	M\$	: Mexican Peso
ECS	: Sucre Ecuador	GTQ	: Quetzal (Guatemala)
N/S	: Nuevo Sol (Peru)	GBP	: Pound Sterling
R\$	: Brazilian Real	RPS	: Indian Rupee
HKD	: Hong Kong Dollar	RAND	: South African Rand
TWD	: Taiwan Dollar	Colon	: Costa Rica
EUR	: Euro	MYR	: Malaysian Ringgit
YTL	: Turkish Pound		

## Summarized Ownership Structure of Subsidiaries

INVESTING COMPANIES	C.S.A.V. S.A.	S.A.A.M. S.A.	SAAM PUERTOS	ALARIA S.A.	INVERSIONES HABSBURGO S.A.	MISTI S.A. PERU	TRAMARSA S.A.	S.A.A.M. INTERNACIONAL S.A.	CNP HOLDING S.A.	SEA LION SHIPPING C.O.S.A.	CSAV INVERSIONES NAVERAS S.A.	MARSUD S.A.	EMP DE TRANSP SUDAMERICANA AUSTRAL LTDA.	INMOBILIARIA SAN MARCO LTDA.	
ISSUING COMPANIES															
CIA.SUD AMERICANA DE VAPORES GMBH (GERMANY)	100.00														
CSAV AGENCY LLC (EE.UU.)	100.00														
CSAV GROUP (CHINA ) SHIPPING CO LTD.(SHANGAI)	99.00										1.00				
NORGISTICS (CHINA) LTD. (SHENZHEN)	99.00										1.00				
TOLLO SHIPPING CO.S.A. (PANAMA)	99.999									0.001					
CORVINA SHIPPING CO.S.A.(PANAMA)	99.998								0.002						
INVERSIONES PLAN FUTURO S.A.(PANAMA)	99.990									0.01					
INVERSIONES NUEVO TIEMPO S.A.(PANAMA)	99.000								1.00						
SUDAMERICANA AGENCIAS AEREAS Y MARITIMAS S.A.(CHILE)	99.999														
EMP.DE TRANSPORTE SUD AMERICANA AUSTRAL LTDA (CHILE)	99.00														
ODFIELLY VAPORES S.A.(CHILE)	51.00														
NORGISTICS HOLDING S.A. (CHILE)													100.00		
INMOBILIARIA A FIN LTDA. (CHILE)	16.30	12.17													
COMPAÑIA CHILENA DE NAVEGACION INTEROCENICA S.A. (CHILE)	10.699														
LOGISTICA INTEGRAL S.A. (CHILE)	0.01	99.99													
CSAV INVERSIONES NAVIERAS S.A. (CHILE)	99.997												0.003		
SAAM INTERNACIONAL S.A. (CHILE)		99.99													-
SAAM SERVICIOS A LA INDUSTRIA HIDROBIOLÓGICA LTDA.		99.00													
MARSUD ARMAZENS GERAIS LTDA.(BRAZIL)												60.00			
SERVICIOS DE PERSONAL PORTALES S.A. (CHILE)		99.90													-
INMOBILIARIA MARITIMA PORTUARIA LTDA.(CHILE)															99.695
INMOBILIARIA BARON LTDA. (CHILE)															99.695
INMOBILIARIA CARRIEL LTDA.(CHILE)															50.000
TERMINAL BARRANCAS S.A.(CHILE)		99.00													-
TERMINAL CHINCHORRO S.A.(CHILE)		99.00													-
TERMINAL EL COLORADO S.A.(CHILE)		99.00													-
TERMINAL PEÑUELAS S.A. (CHILE)		99.00													-
TERMINAL EL CALICHE S.A.(CHILE)		99.00													
TERMINAL LAS GOLONDRINAS S.A.(CHILE)		99.00													
INVERSIONES SAN MARCO LTDA.(CHILE)	1.00	99.00													
INMOBILIARIA SAN MARCO LTDA.(CHILE)	1.00	99.00													
CIA. DE SERVICIOS DE MOVILIZACION (COSEM) LTDA. (CHILE)		99.00													
RECURSOS PORTUARIOS S.A. DE C.V.(MEXICO)		99.00			1.00										
SAAM REMOLQUES S.A.DE C.V.(MEXICO)		99.00													
SAAM GUATEMALA S.A.					99.99										
EXPERTAJES MARITIMOS S.A.(GUATEMALA)								70.00							
AQUASAAM S.A.(CHILE)		99.90													
CONCESIONARIA SAAM COSTA RICA S.A.		86.11						13.89							
IQUIQUE TERMINAL INTERNACIONAL S.A.(CHILE)			60.00												
SAN VICENTE TERMINAL INTERNACIONAL S.A.(CHILE)			50.00												
EMPRESA SERVICIOS MARITIMOS HUALPEN LTDA.(CHILE)		50.00													
SERVICIOS AEROPORTUARIOS AEROSAN S.A. (CHILE)		50.00													
AEROSAN AIRPORT SERVICES S.A.(CHILE)		50.00													
SERVICIOS PORTUARIOS RELONCAVI LTDA.(CHILE)		50.00													
REEWOOD INVESTMENT CO. (PANAMA-INC.)				0.02											
SERVICIOS MARITIMOS PATILLOS S.A. (CHILE)		50.00													
SERVICIOS PORTUARIOS Y EXTRAPORTUARIOS BIO-BIO LTDA.			50.00												

INVERSIONES SAN MARCO LTD.	SAAM FLORIDA INC	AEROSAN AIRPORT SERVICES S.A.	S.V.T.L. S.A.	S.A.T.I. S.A.	I.T.L. S.A.	A.T.I S.A.	REEWOOD INVESTMENT INC.	GERTIL S.A.	SERV. PORTUARIOS RELONGAVI LTD.	SAAM REMOLQUES SA DE CV	KIDS S.A.	GLOBAL COMMODITY INVESTMENTS INC.	LOGISTICA INTEGRAL S.A.	OTHER	TOTAL
															100.00
															100.00
															100.00
															100.00
															100.00
															100.00
															100.00
															100.00
												0.001			100.00
												1.000			100.00
														49.00	100.00
															100.00
														71.53	100.00
														89.30 1	100.00
															100.00
															100.00
0.01															100.00
1.00															100.00
														40.00	100.00
0.10															100.00
0.305															100.00
0.305															100.00
														50.000	100.00
1.00															100.00
1.00															100.00
1.00															100.00
1.00															100.00
1.00															100.00
1.00															100.00
															100.00
															100.00
1.00															100.00
															100.00
														1.00	100.00
														0.01	100.00
														30.00	100.00
0.10															100.00
															100.00
														40.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
									99.98						100.00
														50.00	100.00
														50.00	100.00

INVESTING COMPANIES	C.S.A.V. S.A.	S.A.A.M. S.A.	SAAM PUERTOS	ALARIA S.A.	INVERSIONES HABSBURGO S.A.	MISTI S.A. PERU	TRAMARSA S.A.	S.A.A.M. INTERNACIONAL S.A.	CNP HOLDING S.A.	SEA LION SHIPPING C.O. S.A.	CSAV INVERSIONES NAVIERAS S.A.	MARSUD S.A.	EMP DE TRANSP. SUDAMERICANA AUSTRAL LTDA.	INMOBILIARIA SAN MARCO LTDA.
ISSUING COMPANIES														
MUELLAJE DEL MAIPO S.A.(CHILE)			50.00											
SAAM PUERTOS S.A.(CHILE)		99.75												
CARGO PARK S.A.(CHILE)		50.00												
TERMINAL PUERTO DE ARICA S.A.(CHILE)			15.00											
PORTUARIA CORRAL S.A.(CHILE)			50.00											
SAAM REMOLCADORES S.A. DE C.V.(MEXICO)		94.90												
SAN ANTONIO TERMINAL INTERNACIONAL S.A.(CHILE)			50.00											
ANTOFAGASTA TERMINAL INTERNACIONAL S.A.(CHILE)			35.00											
SAAM CONTENEDORES S.A. (CHILE)		99.00												
ORION SERVICIOS MERCANTILES INTEGRADOS S.A. (CHILE)		33.33												
INVERSIONES Y SERVICIOS RIGEL S.A.(CHILE)		33.33												
TRANSBORDADORA AUSTRAL BROOM S.A.(CHILE)		25.00												
AGENCIAS UNIVERSALES S.A.(CHILE)		24.71												
INVERSIONES ALARIA S.A.(PANAMA)		15.50						84.50						
SERVICIOS DE AVIACION Y TERMINALES S.A.(CHILE)		99.817												
INVERSIONES HABSBURGO S.A.(PANAMA)		0.93						99.07						
MUELLAJE ITI S.A.(CHILE)			0.50											
INMOBILIARIA REHUE LTDA.(CHILE)														99.695
MUELLAJE SAN VICENTE TERMINAL INTERNACIONAL S.A.(CHILE)			0.50											
MUELLAJE STI S.A.(CHILE)			0.50											
MUELLAJE ATI S.A.(CHILE)			0.50											
ECUAESTIBAS S.A.(ECUADOR)		0.04		99.960										
TRANSPORTES FLUVIALES CORRAL S.A.(CHILE)		50.000												
SAAM DO BRASIL LTDA. (BRAZIL)				99.9997	0.0003									
PANAMA TOWAGE S.A. (ARGENTINA)								0.198						
SAAM EXTRA PORTUARIO S.A.(CHILE)		99.90												
RILUC S.A. (URUGUAY)				35.779										
MISTI S.A.(PERU)				99.38	0.62									
GERTIL S.A. (URUGUAY)				49.00										
MARSUD SERVICIOS MARITIMOS Y PORTUARIOS S.A.(BRAZIL)				80.00										
GIRALDIR S.A.(URUGUAY)				70.00										
KIOS S.A.(URUGUAY)				49.00										
FLORIDA INTERNACIONAL TERMINAL LLC (USA)														
ELEQUIP S.A. (COLOMBIA)					50.00									
EQUIMAC S.A.(COLOMBIA)					50.00									
EQUIYARD S.A.(COLOMBIA)					50.00									
TUG BRASIL APOIO MARTIMO PORTUARIO S.A.(BRAZIL)				50.00										
COMERCIAL E INVERSIONES COIRON S.A.(ARGENTINA)								50.00						
AEROSAN PERU S.A.						1.00								
TRABAJOS MARITIMOS S.A.(PERU)						50.00								
CONSTRUCCIONES MODULARES S.A.(PERU)						9.97	80.06							
SAAM FLORIDA INC. (USA)														
SERVIAIR LTDA (CHILE)		1.00												
SERVICIOS LOGISTICOS LTDA		1.00												
PUERTO PANUL S.A.(CHILE)			14.40											
JALIPA CONTENEDORES S DE RL DE CV (MEXICO)		40.00												
G STAR CAPITAL INC.(PANAMA)				50.00										
INMOBILIARIA SEPBIO LTD. (CHILE)			50.00											
LOGISTICA INTEGRAL S.A.(MENDOZA)														
NEGOCIACION MARITIMA PORTUARIA S.A. (PERU)				1.00			99.00							



INVERSIONES SAN MARCO LTD.	SAAM FLORIDA INC.	AEROSAN AIRPORT SERVICES S.A.	S.V.T.I. S.A.	S.A.T.I. S.A.	L.T.I. S.A.	A.T.I. S.A.	REEWOOD INVESTMENT INC	GERTIL S.A.	SERV. PORTUARIOS RELONCAVI LTD.	SAAM REMOQUES S.A. DE CV	KIOS S.A.	GLOBAL COMMODITY INVESTMENTS INC	LOGISTICA INTEGRAL S.A	OTHER	TOTAL
														50.00	100.00
0.25															100.00
														50.00	100.00
														85.00	100.00
														50.00	100.00
														5.10	100.00
														50.00	100.00
														65.00	100.00
1.00															100.00
														66.67	100.00
														66.67	100.00
														75.00	100.00
														75.29	100.00
															100.00
0.183															100.00
															100.00
						99.50									100.00
0.305															100.00
			99.50												100.00
				99.50											100.00
						99.50									100.00
															100.00
														50.000	100.00
															100.00
											99.77			0.032	100.00
0.10															100.00
							37.239	26.982							100.00
															100.00
							51.00								100.00
														20.00	100.00
														30.00	100.00
														51.00	100.00
	70.00													30.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
														50.00	100.00
		98.00												1.00	100.00
														50.00	100.00
														9.97	100.00
										100.00					100.00
		98.00												1.00	100.00
		98.00												1.00	100.00
														85.60	100.00
														60.00	100.00
														50.00	100.00
														50.00	100.00
													100.00		100.00
															100.00

INVESTING COMPANIES	TOLLO SHIPPING CO S.A.	CORVINA SHIPPING Co. S.A.	CSAV INVERSIONES NAVIERAS S.A.	CSAV HOLDING EUROPE S.L.	EMP DE TRANSP. SUDAMERICANA AUSTRAL LTD.	DRY BULK HANDY HOLDING INC.	CSAV AGENCY LLC	CNP HOLDING S.A.	INVER SIONES CNP S.A.	WELLINGTON HOLDING GROUP S.A.	TAMARIM INTERNAC. SRL	TAMARIM PARTICIPACOES LTDA.	CIA. LIBRA DE NAVEGACAO (URUGUAY) S.A.	COMPANHIA LIBRA DE NAVEGACAO
ISSUING COMPANIES														
MAULE SHIPPING CO. S.A.(PANAMA)	100.00													
MALLECO SHIPPING CO. S.A.(PANAMA)	100.00													
LENNOX OCEAN SHIPPING CO.S.A.(PANAMA)	100.00													
RAHJE INVESTMENT CO. S.A.(PANAMA)	100.00													
CNP HOLDINGS S.A.(PANAMA)	100.00													
WILLIAMS INVESTMENTS CO. S.A.(PANAMA)	100.00													
BRUNSWICK INVESTMENT CO. INC.(BAHAMAS)	100.00													
CSAV SUDAMERICANA DE VAPORES S.A.(PANAMA)	100.00													
CSAV SHIPHOLDING (PANAMA) S.A.	99.00													
ODFJELL & VAPORES LTD.(BERMUDAS)	50.00													
GLOBAL COMMODITY INVESTMENT INC.(PANAMA)		100.00												
PICTON MARITIME CO.S.A.(PANAMA)		100.00												
SEA LION SHIPPING CO.S.A.(PANAMA)		100.00												
LANCO INVESTMENTS INTERNACIONAL CO. S.A.(PANAMA)		100.00												
KEMPE HOLDING CO LTD.(PA)		50.00												
KEMPE ( BVI ) HOLDING CO LTD.(BRITISH VIRGENS ISLANDS)		50.00												
FIVE CONTINENTS NAVIGATIONS S.A.(PANAMA)		49.00												
PACIFIC RIDER SHIPPING CO.S.A.(MARSHALL ISLANDS)		100.00												
PACIFIC WINNER SHIPPING CO.S.A.(MARSHALL ISLANDS)		100.00												
LONE STAR SHIPPING CO. S.A.(MARSHALL ISLANDS)		100.00												
DRY BULK HANDY HOLDING INC.(MONACO)		50.00												
DIBOL CORPORATION (PANAMA)						100.00								
CSAV ECUADOR S.A.(ECUADOR)								100.00						
WELLINGTON HOLDING GROUP S.A.(BVI)								94.743						
CSAV GROUP (INDIA) PRIVATE LTD.	1.00							99.00						
CSAV GROUP AGENCIES ( INDIA ) PRIVATE LTD.								100.00						
CSAV GROUP (HONG KONG) LTD.								100.00						
CSAV AGENCY LTD. (CANADA)								100.00						
TORKSEY S.A.(URUGUAY)								100.00						
NORASIA CONTAINER LINES LTD.(MALTA)	0.01							99.99						
CSAV GROUP AGENCIES (HONG KONG ) LTD.	0.01							99.99						
INVERSIONES CNP S.A.(PERU)	0.02							99.98						
VOGT & MAGUIRE SHIPBROKING LTD (UK)								50.00						
COMPANHIA LIBRA DE NAVEGACAO (URUGUAY) S.A.										100.00				
COMPANHIA LIBRA DE NAVEGACAO (BRAZIL)										2.90		97.10		
CSAV GROUP AGENCIES (UK) LTD.								50.00						
MARITIME SHIPPING TRADING INTERNAT.(PANAMA)								50.00						
MARITIME SHIPPING TRADING INC.(MARSHALL ISLANDS)								50.00						
CONSORCIO NAVIERO PERUANO S.A.(PERU)									49.00					
TAMARIM PARTICIPACOES LTDA.(BRAZIL)										26.34	73.66			
TAMARIM INTERNATIONAL SRL (URUGUAY)										99.80			0.20	
NABRIBAS COMERCIAL MARITIMA E AFRETAMENTOS LTDA.(BRAZIL)												0.01	99.99	
NORGISTICS BRASIL OPERADOR MULTIMODAL LTD.(BRAZIL)													20.00	40.00
NORGISTICS ( CHINA ) LTD.(HONG KONG)	1.00													
CSAV GROUP AGENCIES (TAIWAN) LTD.														
CSAV SHIPS ( PANAMA ) S.A.														
CSAV FLEET CO INC.(PANAMA)														
GLOBE 1 HOLDING SCHIFFAHRTS GMBH &CO KG.(GERMANY)														
GLOBE 11 HOLDING SCHIFFAHRTS GMBH &CO KG.(GERMANY)														
CSAV GROUP AGENCIES PUERTO RICO INC.			97.50		2.50									

[illegible]

INVESTING COMPANIES	TOLLO SHIPPING CO S.A.	CORVINA SHIPPING Co S.A.	CSAV INVERSIONES NAVERAS S.A.	CSAV HOLDING EUROPE S.L.	EMP DE TRANSP SUDAMERICANA AUSTRAL LTD.A.	DRY BULK HANDY HOLDING INC.	CSAV AGENCY LLC	CNP HOLDING S.A.	INVER SIONES CNP S.A.	WELLINGTON HOLDING GROUP S.A.	TAMARIM INTERNAC. SRL	TAMARIM PARTICPAcoes LTD.A.	CIA. LIBRA DE NAVEGACAO (URUGUAY) S.A.	COMPANHIA LIBRA DE NAVEGACAO
ISSUING COMPANIES														
CSBC HULL 896 LTD.(ISLA OF MAN)UK														
CSBC HULL 898 LTD.(ISLA OF MAN)UK														
CSBC HULL 900 LTD.(ISLA OF MAN)UK														
CSAV HOLDING EUROPE S.L.			100.00											
SERVICIOS DE PROCESAMIENTO NAVIERO S.R.L.			89.91											
CSAV AGENCY (COSTA RICA) S.A.			100.00											
CSAV GROUP AGENCIES SOUTH AFRICA (PTY)LTD.			60.00											
MS AMAZONIA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
MS ADDA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
MS ARIZONA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
MS ARIBA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
MS ANGUILA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
MS ALENA SCHIFFAHRTGESSELLSCHAFT(GERMANY)														
CSAV GROUP AGENCIES URUGUAY S.A.			70.00											
CSAV GROUP AGENCY COLOMBIA LTD.A.			50.00											
CSAV AGENCIES (MALAYSIA) SDON BHD			70.00											
CSAV AGENCY FRANCE S.A.S			100.00											
CSAV DENIZCILIK ACENTASI A.S.(TURKEY)			50.00											
NORGISTICS CHILE S.A					100.00									
CHACABUCO SHIPPING LTD.(MARSHALL ISLANDS)														
CHOAPA SHIPPING LTD.(MARSHALL ISLANDS)														
LIMARI SHIPPING LTD.(MARSHALL ISLANDS)														
CHOLGUAN SHIPPING LTD.(MARSHALL ISLANDS)														
PALENA SHIPPING LTD.(MARSHALL ISLANDS)														
LONGAVI SHIPPING LTD.(MARSHALL INSLANDS)														
PUELO SHIPPING LTD.(MARSHALL ISLANDS)														
PAINE SHIPPING LTD.(MARSHALL ISLANDS)														
SOUTH TRADE SHIPPING CO. INC.														
SOUTHERN SHIPMANAGEMENT CO. S.A.(PANAMA)														
SOUTHERN SHIPMANAGEMENT (CHILE) LTD.A.														
CSAV GROUP AGENCIES BRAZIL AG.DE TRANSPORTES LTDA. (BRAZIL)			99.00					1.00						
AGENCIAS GRUPO CSAV (MEXICO) S.A. DE C.V.			99.90		0.10									
CSAV AGENCY ITALY S P A			1.00	99.00										
CSAV ARGENTINA S.A.			81.50		3.50									
CSAV GROUP AGENCIES KOREA CO. LTD.			89.10											
CSAV GROUP AGENCIES (GERMANY) GMBH				50.00										
CSAV GROUP AGENCIES BELGIUM N.V.				50.00										
CSAV GROUP AGENCY NETHERLANDS B.V.(HOLLAND)				50.00										
COMPañIA SLID AMERICANA DE VAPORES AGENCIA MARITIMA S.L.(SPAIN)				50.00										
TIOGA TERMINAL FRUIT INC.(USA)							100.00							
COMPañIA NAVIERA RIO BLANCO S.A.(CHILE)					51.00									
EUROATLANTIC CONTAINER LINE S.A.(CHILE)					99.99									
BUREO SHIPPING CO. S.A.(MARSHALL ISLANDS)														
HULL 1794 CO LTD.(PANAMA)														
HULL 1796 CO LTD.(PANAMA)														
HULL 1798 CO LTD.(PANAMA)														
HULL 1800 CO LTD.(PANAMA)														
HULL 1906 CO LTD.(PANAMA)														

TORKSEY S.A.	CSAV GROUP AGENCIES (HONG KONG) LTD.	VOGT & MAGUIRE SHIPBROKING LTD (UK)	VOGT & MAGUIRE LTD. (UK)	BRUNSWICK INVESTMENT CO. INC.	GLOBE I HOLDING SCHIFFAHRITS GMBH & CO KG	GLOBE II HOLDING SCHIFFAHRST GMBH & CO KG	CSAV SHIPHOLDING (PANAMA) S.A.	CSAV SHIPS S.A.	KEMPE (BVI) HOLDING CO. LIMITED	KEMPE HOLDING CO. LIMITED (PA)	PICTON MARITIME INTERNACIONAL CO.S.A.	SEA LION SHIPPING C.O. S.A.	GLOBAL COMMODITY INVESTMENTS INC.	SOUTHERN SHIPMANAGEMENT CO.S.A.	OTHER	TOTAL
				100.00												100.00
				100.00												100.00
				100.00												100.00
																100.00
				-									10.09			100.00
				-												100.00
				-											40.00	100.00
					100.00											100.00
					100.00											100.00
					100.00											100.00
					100.00											100.00
					100.00											100.00
						100.00										100.00
															30.00	100.00
															50.00	100.00
															30.00	100.00
																100.00
															50.00	100.00
																100.00
									-	100.00						100.00
									-	100.00						100.00
									-	100.00						100.00
									-	100.00						100.00
									100.00							100.00
										100.00						100.00
									100.00							100.00
											100.00					100.00
												50.00			50.00	100.00
													1.00	99.00		100.00
																100.00
																100.00
																100.00
															15.00	100.00
	0.90														10.00	100.00
															50.00	100.00
															50.00	100.00
															50.00	100.00
															50.00	100.00
																100.00
															49.00	100.00
													0.01			100.00
								100.00								100.00
								100.00								100.00
								100.00								100.00
								100.00								100.00
								100.00								100.00



## *Investments as a Percentage of the Total Assets*

INVESTING COMPANIES	C.S.A.V. S.A.	S.A.A.M. S.A.	SAAM PUERTOS S.A.	SERVICIOS PORTUARIOS RELONCAVI LTD.A.	INVERSIONES SAN MARCO LTD.A.	INMOBILIARIA SAN MARCO LTD.A.	REENWOOD INVESTMENT INC	CARGO PARK S.A.	AEROSAN AIRPORT SERVICES S.A.	INVERSIONES HABSBURGO S.A.	INVERSIONES ALARIA S.A.
ISSUING COMPANIES											
TOLLO SHIPPING CO.S.A. (PANAMA)	-12.13%										
CORVINA SHIPPING CO.S.A. (PANAMA)	19.15%										
SUDAMERICANA AGENCIAS AEREAS Y MARITIMAS S.A. (CHILE)	36.01%										
INVERSIONES PLAN FUTURO S.A. (PANAMA)	3.06%										
LOGISTICA INTEGRAL S.A. (CHILE)	0.00%	0.00%									
ODFJELL & VAPORES S.A. (CHILE)	0.49%										
CSAV AGENCY LLC (USA)	0.66%										
COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A. (CHILE)	0.36%										
CIA.SUD AMERICANA DE VAPORES GMBH (GERMANY)	0.08%										
INVERSIONES NUEVO TIEMPO S.A. (PANAMA)	-0.38%										
CSAV GROUP (CHINA) LIMITED	0.36%										
NORGISTICS (CHINA) LTD. (SENZHEN)	0.10%										
EMPRESA DE TRANSPORTE SUD AMERICANA AUSTRAL LTD.A. (CHILE)	-0.10%										
CSAV INVERSIONES NAVIERA S.A. (CHILE)	1.17%										
NORGISTICS HOLDING S.A.	0.00%										
INVERSIONES SAN MARCO LTD.A. (CHILE)	0.00%	0.05%									
INMOBILIARIA SAN MARCO LTD.A. (CHILE)	0.06%	14.24%									
INMOBILIARIA MARITIMA PORTUARIA LTD.A.(CHILE)		0.00%			28.79%	54.65%					
INMOBILIARIA CARRIEL LTD.A. (CHILE)		0.00%				0.56%					
INMOBILIARIA REHUE LTD.A. (CHILE)					11.12%	21.11%					
PORTUARIA CORRAL S.A.(CHILE)		0.23%	5.00%								
TERMINAL BARRANCAS S.A. (CHILE)		0.05%			0.48%						
TERMINAL CHINCHORRO S.A. (CHILE)		0.02%			0.17%						
TERMINAL EL COLORADO S.A.(CHILE)		0.03%			0.26%						
TERMINAL CALICHE S.A. (CHILE)		0.01%			0.06%						
TERMINAL RENCA S.A. (CHILE)		0.00%			0.00%						
TERMINAL LAS GOLONDRINAS S.A. (CHILE)		0.01%			0.13%						
SAAM SERVICIOS A LA INDUSTRIA HIDROBIOLÓGICA LTD.A. (CHILE)			0.08%		0.00%						
SERVICIOS LOGISTICOS LTD.A. (CHILE)		0.00%							1.97%		
INMOBILIARIA BARON LTD.A. (CHILE)		0.00%			5.15%	9.77%					
TERMINAL PEÑUELAS S.A. (CHILE)		0.03%			0.27%						
CIA. DE SERVICIOS DE MOVILIZACION (COSEM) LTD.A. (CHILE)		0.06%			0.64%						
SERVICIOS DE PERSONAL PORTALES S.A. (CHILE)		0.03%			0.03%						
EMPRESA DE SERVICIOS MARITIMOS Y PORTUARIOS HUALPEN LTD.A.		0.04%									
SERVICIOS AEROPORTUARIOS AEROSAN S.A.(CHILE)		0.22%									
AEROSAN AIRPORT SERVICES S.A.(CHILE)		0.60%									
SERVICIOS PORTUARIOS RELONCAVI LTD.A.(CHILE)		1.06%									
SERVICIOS MARITIMOS PATILLOS S.A.(CHILE)		0.11%									
TERMINAL PORTUARIO ARICA S.A. (CHILE)		0.00%	2.47%								
INMOBILIARIA TUMBES LTD.A. (CHILE)		0.00%									
ORION SERVICIOS MERCANTILES INTEGRADOS S.A.(CHILE)		0.00%									
INVERSIONES Y SERVICIOS RIGEL S.A.(CHILE)		0.00%									
SAN ANTONIO TERMINAL INTERNACIONAL S.A.(CHILE)		0.00%	35.55%								
SAN VICENTE TERMINAL INTERNACIONAL S.A.(CHILE)		0.00%	18.79%								
IQUIQUE TERMINAL INTERNACIONAL S.A.(CHILE)		0.00%	8.77%								
ANTOFAGASTA TERMINAL INTERNACIONAL S.A.(CHILE)		0.00%	4.82%								
MUPELLAJE ITI S.A.(CHILE)		0.00%	0.00%								
MUPELLAJE STI S.A.(CHILE)		0.00%	0.00%								
MUPELLAJE SVTI S.A.(CHILE)		0.00%	0.00%								
MUPELLAJE ATI (CHILE)		0.00%	0.00%								
MUPELLAJE ISLUGA S.A. (CHILE)		0.00%									
SERVICIOS PORTUARIOS Y EXTRAPORTUARIOS BIO BIO LTD.A			0.00%								

[illegible]

INVESTING COMPANIES	C.S.A.V. S.A.	S.A.A.M. S.A.	SAAM PUERTOS S.A.	SERVICIOS PORTUARIOS RELONCAVI LTD.A.	INVERSIONES SAN MARCO LTD.A.	INMOBILIARIA SAN MARCO LTD.A.	REENWOOD INVESTMENT INC.	CARGO PARK S.A.	AEROSAN AIRPORT SERVICES S.A.	INVERSIONES HABSBURGO S.A.	INVERSIONES ALARIA S.A.
ISSUING COMPANIES											
LNG TUGS CHILE SA		0.04%									
MUELLEJE DEL MAIPO S.A. (CHILE)			0.17%								
CARGO PARK S.A.(CHILE)		1.81%									
SAAM INTERNACIONAL S.A.(CHILE)		23.50%			0.34%						
AGENCIAS UNIVERSALES S.A. (CHILE)		0.00%									
AQUASAAM S.A.(CHILE)		0.00%			0.00%						
TRANSPORTES FLUVIALES CORRAL S.A.(CHILE)		0.00%									
TRANSBORDADORA AUSTRAL BROOM S.A.(CHILE)		1.13%									
SAAM EXTRAPORTUARIOS S.A.(CHILE)		0.27%			0.28%						
SERVAIR LTDA (CHILE)		0.00%							0.21%		
INVERSIONES ALARIA S.A.(PANAMA)		1.59%									
INVERSIONES HABSBURGO S.A.(PANAMA)		0.14%									
SERVICIOS DE AVIACION Y TERMINALES S.A.(CHILE)		0.22%			0.42%						
SAAM REMOLCADORES S.A. DE C.V.(MEXICO)		0.30%									
SAAM REMOLQUES S.A. DE C.V.(MEXICO)		11.56%									
SAAM CONTENEDORES S.A.(CHILE)		0.47%			4.95%						
RECURSOS PORTUARIOS S.A. DE C.V.(MEXICO)		0.11%								0.01%	
SAAM GUATEMALA S.A.(GUATEMALA)		0.00%								0.86%	
CONCESIONARIA SAAM COSTA RICA S.A.		0.70%									
SAAM PUERTOS S.A.(CHILE)		16.88%			43.82%						
PUERTO PANUL S.A.(CHILE)		0.00%	2.58%								
SAAM FLORIDA INC.(USA)											
MUELLEJE DEL LOA S.A. (CHILE)											
ELEQUIP S.A.(COLOMBIA)										2.75%	
EQUIMAC S.A.(COLOMBIA)										1.17%	
EQUIYARD S.A.(COLOMBIA)										0.61%	
INVERSIONES MISTI S.A.(PERU)										0.06%	12.00%
ECUAESTIBAS S.A. (ECUADOR)		0.00%									11.20%
RILLUC S.A. (URUGUAY)							-1.06%				0.03%
SAAM DO BRASIL LTDA.										0.00%	6.05%
MARSUD SERVICIOS MARITIMOS Y PORTUARIOS S.A.(BRAZIL)											0.90%
KIOS S.A. (URUGUAY)											3.22%
GIRALDIR S.A.(URUGUAY)											0.01%
TUG BRASIL APOIO MARITIMO PORTUARIO S.A.(BRAZIL)											21.46%
REENWOOD INVESTMENT CO.(PANAMA)				10.42%							0.00%
TRAMARSA S.A.(PERU)											0.00%
CONSTRUCCIONES MODULARES S.A.(PERU)											0.00%
NEGOCIACION MARITIMA PERUANA S.A											0.00%
GERTIL S.A.(URUGUAY)							45.84%				5.11%
MARSUD ARMAZENS GERAIS LTDA. (BRAZIL)											
TOLKEYEN PATAGONIA TURISMO S.A.(ARGENTINA)											
COMERCIAL E INVERSIONES COIRON S.A.(ARGENTINA)											
PARANA TOWAGE S.A											
G STAR CAPITAL INC.(PANAMA)											1.44%
INARPI S.A (ECUADOR)			8.18%		0.18%						
SAAM SALMONES LTDA. (CHILE)		0.00%									
MUELLEJE ROLAND S.A (CHILE)											
INMOBILIARIA BOSFORO S.A (CHILE)								5.37%			
SERVICIOS PANUL LTDA (CHILE)											
ATLANTIC MARINE S.A. (ARGENTINA)											
MAREX S.A. (GUATEMALA)										0.09%	
LIMOY S.A. (URUGUAY)										1.24%	

[illegible]

INVESTING COMPANIES	TOLLO Co. S.A.	CORVINA CO. S.A.	CNP HOLDING S.A.	BRUNSWICK INVESTMENT CO. INC.	CSAV SHIPHOLDING (PANAMA) S.A.	CSAV SHIP S.A. PANAMA	CSAV GROUP AGENCIES HONG KONG LTD.	PICTON MARITIME Co. S.A.	SEA LION SHIPPING Co. S.A.	KEMPE (BVI) HOLDING CO. LIMITED	KEMPE HOLDING CO. LIMITED(PA)
ISSUING COMPANIES											
MAULE SHIPPING CO. S.A.(PANAMA)	0.00%										
MALLECO SHIPPING CO. S.A.(PANAMA)	0.00%										
LENNOX OCEAN SHIPPING CO.S.A.(PANAMA)	2.60%										
RAHUE INVESTMENT CO. S.A.(PANAMA)	7.30%										
WILLIAMS INVESTMENTS CO. S.A.(PANAMA)	3.30%										
BRUNSWICK INVESTMENT CO. INC.(BAHAMAS)	9.60%										
ODFJELL & VAPORES LTD.(BERMUDAS)	0.00%										
CSAV SUDAMERICANA DE VAPORES S.A.(PANAMA)	6.80%										
CNP HOLDING S.A.(PANAMA)	-61.30%										
NORGISTICS BRASIL OPERADOR MULTIMODAL LTDA. (BRAZIL)											
CSAV SHIPHOLDING (PANAMA)S.A.	-0.80%										
TOLLO SHIPPING CO. S.A.(PANAMA)									-0.02%		
INVERSIONES PLAN FUTURO S.A.(PANAMA)									0.01%		
INVERSIONES NUEVO TIEMPO S.A.(PANAMA)			0.00%								
PACIFIC WINNER SHIPPING CO. S.A.(MARSHALL ISLANDS)		0.08%									
LONE STAR SHIPPING CO. S.A.(MARSHALL ISLANDS)		-0.03%									
PICTON MARITIME CO.S.A.(PANAMA)		7.63%									
SEA LION SHIPPING CO.S.A.(PANAMA)		3.75%									
LANCO INVESTMENTS INTERNACIONAL CO. S.A.(PANAMA)		0.21%									
BUREO SHIPPING CO.(MARSHALL ISLANDS)						0.00%					
GLOBAL COMMODITY INVESTMENT INC.(PANAMA)		0.00%									
SOUTH TRADE SHIPPING CO.(MARSHALL ISLANDS)								64.97%			
EUROATLANTIC CONTAINER LINE S.A.(CHILE)											
INVERSIONES CNP S.A.(PERU)	0.00%		0.50%								
CONSORCIO NAVIERO PERUANO S.A.(PERU)											
CSAV INVERSIONES NAVIERA S.A.(CHILE)											
CSAV GROUP ( HONG KONG ) LTD.	0,00%		0.10%								
DRY BULK HANDY HOLDING INC.(MONACO)		1.15%									
FIVE CONTINENTS NAVIGATIONS S. A.(PANAMA)		-0.09%									
PACIFIC RIDER SHIPPING CO.S.A.(MARSHALL ISLANDS)		0.83%									
KEMPE HOLDING CO LTD. (PANAMA)		4.65%									
AGENCIAS GRUPO CSAV (MEXICO) S.A. DE C.V.											
CSAV GROUP AGENCIES BRAZIL LTDA											
KEMPE BVI HOLDING LTD.(BRITISH VIRGENS ISLANDS)		6.62%									
CHOAPA SHIPPING LTD. (MARSHALL ISLANDS)											-1.47%
LIMARI SHIPPING LTD.(MARSHALL ISLANDS)											21.81%
CHOIGUAN SHIPPING LTD.(MARSHALL ISLANDS)											-0.95%
PALENA SHIPPING LTD. (MARSHALL ISLANDS)										8.42%	
LONGAVI SHIPPING LTD.(MARSHALL ISLANDS)											12.70%
PUELO SHIPPING LTD. (MARSHALL ISLANDS)										9.16%	
PAINE SHIPPING LTD. (MARSHALL ISLANDS)										11.64%	
CHACABUCO SHIPPING LTD. (MARSHALL ISLANDS)											9.41%
CSAV GROUP AGENCIES GMBH											
CSAV GROUP (CHINA ) SHIPPING CO LTD.(SHANGAI)											
CSAV ARGENTINA S.A.											
NORGISTICS HOLDING S.A.(CHILE)											
NORGISTICS CHILE S.A											
GLOBE I HOLDING SCHIFFAHRITS GMBH &CO KG. (GERMANY)				10.95%							
GLOBE II HOLDING SCHIFFAHRITS GMBH &CO KG. (GERMANY)				3.47%							
CSBC HULL 896 LTD. (ISLA OF MAN) UK				-0.37%							



[illegible]

INVESTING COMPANIES	TOLLO Co. S.A.	CORVINA CO. S.A.	CNP HOLDING S.A.	BRUNSWICK INVESTMENT CO. INC.	CSAV SHIPHOLDING (PANAMA) S.A.	CSAV SHIP S.A. PANAMA	CSAV GROUP AGENCIES HONG KONG LTD.	PICTON MARITIME Co. S.A.	SEA LION SHIPPING Co. S.A.	KEMPE (BVI) HOLDING CO. LIMITED	KEMPE HOLDING CO. LIMITED(PA)	
ISSUING COMPANIES												
CSBC HULL 898 LTD. (ISLA OF MAN)UK				-0.32%								
CSBC HULL 900 LTD. (ISLA OF MAN)UK				-0.02%								
CIA. NAVIERA RIO BLANCO S.A.(CHILE)												
CORVINA SHIPPING CO. S.A.(PANAMA)			0.00%									
CSAV GROUP AGENCIES (TAIWAN) LTD.							1.20%					
NORGISTICS (CHINA) LTD.(HONG KONG)	0.00%						0.00%					
CSAV SHIP S.A. (PANAMA)					-11.04%							
HULL 1794 CO LTD.(PANAMA)						-0.89%						
HULL 1796 CO. LTD.(PANAMA)						-0.89%						
HULL 1798 CO. LTD.(PANAMA)						-0.89%						
HULL 1800 CO. LTD.(PANAMA)						-0.89%						
HULL 1906 CO. LTD.(PANAMA)						-0.14%						
CASCO NAVES HULL (PANAMA)						0.001%						
WELLINGTON HOLDING GROUP S.A. (BVI) (VIRGEN ISLANDS)			-54.10%									
COMPAÑIA LIBRA DE NAVEGACION (URUGUAY) S.A.												
TAMARIN INTERNACIONAL SRL (URUGUAY)												
COMPANHIA LIBRA DE NAVEGACAO (BRAZIL)												
TAMARIM PARTICIPACOES LTDA.(BRAZIL)												
NAVIBRAS COMERCIAL MARITIMA E AFRET (BRAZIL)												
VOGTH MAGUIRE SHIPBROKING LTD.(UK)			0.10%									
CSAV GROUP (INDIA) PRIVATE LTD.	0.00%		2.30%									
MARITIME SHIPPING TRADING INC.(PANAMA)			0.10%									
MARITIME SHIPPING & TRADING INTERNATIONAL INC.(MARSHALL ISLANDS)			0.00%									
CSAV GROUP AGENCIES BRAZIL AG.DE TRANSPORTES LTDA.(BRAZIL)			0.00%									
CSAV GROUP LTD.(HONG KONG)			0.10%									
SOUTHERN SHIPMANAGEMENT CO. S.A.(PANAMA)									0.26%			
SOUTHERN SHIPMANAGEMENT (CHILE) S.A.												
NORASIA CONTAINERS LINE LTD.(MALTA)	0.00%		-240.10%									
CSAV GROUP AGENCIES (HONG KONG) LTD.			1.70%									
NORGISTICS (CHINA) LTD. (HONG KONG)												
CSAV GROUP AGENCIES (INDIA)PRIVATE LTD.			2.00%									
TORKSEY S.A. (URUGUAY)			1.30%									
CSAV AGENCY LTD.(CANADA)			0.50%									
CSAV GROUP AGENCIES CO LTD.			0.00%									
CSAV AGENCY ITALY S.P.A.												
CSAV AGENCIA MARITIMA S.L.(SPAIN)												
TIOGA TERMINAL FRUIT INC. (USA)												
CSAV GROUP AGENCIES BELGIUM N.V.												
CSAV AGENCY NETHERLANDS B.V. (HOLLAND)												
FLORIDA INTERNACIONAL TERMINAL LLC. (USA)												
CSAV AGENCIES (MALAYSIA) SDB BHD												
CSAV HOLDING EUROPE S.L.												
SERVICIOS DE PROCESAMIENTO NAVIERO SRL (URUGUAY)												
CSAV GRUP AGENCIES SOUTH AFRICA (PTY) LTD.												
CSAV AGENCY (COSTA RICA) S.A.												
CSAV GROUP AGENCIES PUERTO RICO INC.												
CSAV AGENCY FRANCE S.A.S.												
CSAV DENIZCILIK ACENTASI A S.(TURKEY)												
CSAV GROUP AGENCY COLOMBIA LTDA.												
CSAV GRUP AGENCIES URUGUAY S.A.												

[illegible]





## Consolidated Financial Statements

As Of December 31, 2009

With the exception of the financial statements and their corresponding notes, all other information contained in this annual report has not been audited.

2009



## CONSOLIDATED BALANCE SHEETS

ASSETS	At December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CURRENT ASSETS</b>		
Cash and banks	100,996	59,361
Time deposits	200,178	120,168
Marketable securities (net)	45	43
Trade accounts receivable (net)	155,727	152,998
Notes receivable (net)	8,731	7,545
Sundry debtors (net)	49,056	75,092
Notes and accounts receivable from related companies	8,570	12,429
Inventories (net)	8,200	14,472
Recoverable taxes	27,821	39,607
Prepaid expenses	173,640	169,341
Deferred taxes	12,723	11,075
Other current assets	44,315	144,210
<b>Total Current Assets</b>	<b>790,002</b>	<b>806,341</b>
<b>FIXED ASSETS</b>		
Land	52,051	44,153
Buildings and infrastructure	116,501	91,953
Machinery and equipment	348,557	362,485
Other fixed assets	372,711	339,988
Depreciation	(225,049)	(223,966)
<b>Total Fixed Assets</b>	<b>664,771</b>	<b>614,613</b>
Investments in related companies	223,071	232,850
Investments in other companies	27,695	23,364
Goodwill	39,635	42,506
Negative goodwill	(1,097)	(1,684)
Long-term receivables	28,287	20,769
Long-term receivables from related companies	8,717	8,427
Long-term deferred taxes	58,016	
Intangible assets	90,055	89,952
Amortization	(52,504)	(48,616)
Other	75,126	73,821
<b>Total Other Assets</b>	<b>497,001</b>	<b>441,389</b>
<b>TOTAL ASSETS</b>	<b>1,951,774</b>	<b>1,862,343</b>

The attached notes 1-36 are an integral part of these financial statements



<b>LIABILITIES</b>	At December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CURRENT LIABILITIES</b>		
Short-term loans from financial institutions	1,455	771
Current portion of long-term loans from financial institutions	16,354	12,983
Current portion bonds payable	6,932	5,730
Dividends payable	526	2,208
Accounts payable	358,191	349,445
Notes payable	3,458	596
Sundry creditors	146,201	16,429
Notes and accounts payable to related companies	75,800	9,854
Provisions	45,402	47,674
Withholdings	9,086	6,776
Income tax	7,905	8,229
Unearned revenue	194,757	115,454
Other current liabilities	5,473	13,691
<b>Total Current Liabilities</b>	<b>871,540</b>	<b>589,840</b>
<b>LONG-TERM LIABILITIES</b>		
Loans from financial institutions	378,696	341,317
Long-term bonds payable	69,029	61,033
Long-term sundry creditors	631	421
Long-term notes and accounts payable to related companies	206	169
Long-term provisions	9,935	8,520
Long-term deferred taxes		3,021
Other long-term liabilities	14,174	14,630
<b>Total Long-Term Liabilities</b>	<b>472,671</b>	<b>429,111</b>
<b>Minority Interest</b>	<b>16,922</b>	<b>19,087</b>
<b>SHAREHOLDERS' EQUITY</b>		
Paid-in capital	587,315	206,559
Premium on sale of shares	32,059	
Other reserves	38,814	16,430
Retained earnings	(67,547)	601,316
Reserve for future dividends	28,347	28,347
Accumulated earnings	572,969	611,586
Net loss for the year	(668,863)	(38,617)
<b>Total Shareholders' Equity</b>	<b>590,641</b>	<b>824,305</b>
<b>TOTAL LIABILITIES</b>	<b>1,951,774</b>	<b>1,862,343</b>

The attached notes 1-36 are an integral part of these financial statements.

## CONSOLIDATED STATEMENTS OF INCOME

	For the years ended December 31,	
	2009 ThUS\$	2008 ThUS\$
Operating revenues	3,027,860	4,886,841
Operating expenses	(3,357,844)	(4,688,553)
Operating margin	(329,984)	198,288
Sales and administration expenses	(269,686)	(331,799)
<b>Operating income</b>	<b>(599,670)</b>	<b>(133,511)</b>
Financial income	7,340	20,646
Profits from investments in related companies	34,808	45,133
Other non-operating income	16,761	132,234
Losses from investment in related companies	(5,067)	(1,044)
Amortization of goodwill	(2,667)	(2,604)
Financial expenses	(33,709)	(42,525)
Other non-operating expenses	(106,473)	(8,043)
Price-level restatement	102	64
Foreign currency translation	(18,345)	(22,341)
<b>Non-operating income</b>	<b>(107,250)</b>	<b>121,520</b>
Loss before income taxes and extraordinary items	(706,920)	(11,991)
Income tax	40,281	(18,344)
<b>Net loss before minority interest</b>	<b>(666,639)</b>	<b>(30,335)</b>
Minority interest	(2,811)	(8,868)
Net loss	(669,450)	(39,203)
Amortization of negative goodwill	587	586
<b>Net loss for the year</b>	<b>(668,863)</b>	<b>(38,617)</b>

The attached notes 1-36 are an integral part of these financial statements

## INDIRECT STATEMENTS OF CASH FLOWS (Indirect)

	For the years ended December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the year	(668,863)	(38,617)
Income from sale of assets	(5,741)	(4,992)
Gain from sale of fixed assets	(5,539)	(748)
Gain on sale of other assets	(202)	(4,244)
<b>Charges (Credits) to income not affecting cash flows</b>		
Depreciation for the period	37,777	33,556
Amortization of intangibles	3,897	3,876
Write-offs and provisions	(254)	416
Earnings accrued on investments in related companies	(34,808)	(45,133)
Loss accrued on investments in related companies	5,067	1,044
Amortization of goodwill	2,667	2,604
Amortization of negative goodwill	(587)	(586)
Price-level restatement (net)	(102)	(64)
Foreign currency translation (net)	18,345	22,341
Other credits to income that do not represent cash flows	(15,480)	(5,312)
Other charges to income that do not represent cash flows	5,997	13,643
<b>Decrease (increase) in assets that affect cash flows</b>		
Trade accounts receivable	(9,937)	47,304
Inventories	6,765	(3,805)
Other assets	64,195	(116,307)
<b>Increase (decrease) in liabilities that affect cash flows</b>		
Accounts payable related to operations	352,010	(105,916)
Interest payable	(1,137)	(1,666)
Income tax payable (net)	(45,130)	(12,494)
Other accounts payable not related to operations	803	12,312
VAT and other similar payable taxes (net)	5,560	(3,159)
Gain from minority interest	2,811	8,868
<b>Net cash flows from operating activities</b>	<b>(276,145)</b>	<b>(192,087)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Placement of shares	413,031	37,233
Loans secured	65,575	35,790
Documented loans from related companies	500	
Other loans secured from related companies		279
Other financing sources	84	4,747
Dividends paid	(6,504)	(44,442)
Loans paid	(21,241)	(13,573)
Bonds paid	(5,000)	
Payment of documented loans from related companies (less)	(500)	(160)
Expenses paid for issue and placement of shares	(3,618)	(45)
Other financing disbursements	(567)	(655)
<b>Cash flows from financing activities</b>	<b>441,760</b>	<b>19,174</b>

The attached notes 1-36 are an integral part of these financial statements

## STATEMENTS OF CASH FLOWS (Indirect)

	For the years ended December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
Sale of fixed assets	15,964	3,749
Sale of businesses	34,185	
Sale of other investments		118
Other investment income	2,799	9,542
Purchases of fixed assets	(91,597)	(216,984)
Acquisition of businesses	(59)	(25,419)
Investments in financial instruments	(3,763)	
Other loans to related companies	(1,685)	
Other investment disbursements	(848)	(839)
<b>Net cash flows from investment activities</b>	<b>(45,004)</b>	<b>(229,833)</b>
<b>Total net cash flows for the year</b>	<b>120,611</b>	<b>(402,746)</b>
<b>Effect of inflation on cash and cash equivalents</b>	<b>2,270</b>	<b>(967)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>122,881</b>	<b>(403,713)</b>
<b>Initial balance of cash and cash equivalents</b>	<b>183,180</b>	<b>586,893</b>
<b>Final balance of cash and cash equivalents</b>	<b>306,061</b>	<b>183,180</b>

The attached notes 1-36 are an integral part of these financial statements

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(In thousands of US dollars)

For the years ended December 31, 2009 and 2008

### 1. Registration in the Securities Registry

Compañía Sud Americana de Vapores S.A. (the Company), Taxpayer ID Number 90.160.000-7, is a publicly-held corporation whose authorized, subscribed and paid-in capital amounts to ThUS\$ 587,315, represented by 1,498,184,919 non-par value shares distributed among 3,403 shareholders. It is registered in the Securities Register under number 76 and is subject to the supervision of the Superintendency of Securities and Insurance (SVS).

The subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. includes Iquique Terminal Internacional S.A., registered in the Securities Register under number 714, in its consolidated financial statements.

### 2. Accounting Principles Applied

#### a) Accounting period

These consolidated financial statements cover the twelve-month period from January 1 to December 31, 2009 and are compared with the same period in 2008.

#### b) Preparation guidelines

These consolidated financial statements have been prepared pursuant to accounting principles generally accepted in Chile and the regulations of the SVS. If any difference exists among the aforementioned regulations, the latter will prevail.

In accordance with instructions in Official Form Letter No. 427, issued by the SVS on December 28, 2007, related to the process of adopting International Accounting Standards and International Financial Reporting Standards (IFRS), which complements instructions contained in Official Form Letter No. 384 from February 6, 2007, beginning January 1, 2009, Compañía Sud Americana de Vapores and subsidiaries should issue their financial statements in accordance with IFRS as issued by the International Accounting Standards Board (IASB). The preliminary effects of this change on the Company's financial statements have been quantified and communicated to the SVS in accordance with the instructions contained in Official Form Letter No. 457 from June 20, 2008.

#### c) Basis of presentation

For comparison purposes, certain minor reclassifications have been made to the consolidated financial statements as of December 31, 2008.

#### d) Principles of consolidation

Included in these consolidated financial statements are assets, liabilities, income, losses, and cash flows from the parent company and its subsidiaries. All significant inter-company transactions have been eliminated in consolidation. Likewise, the interest of minority investors has been recognized under minority interest.

#### e) Price-level restatement

Effective January 1, 1984, the Company was authorized to maintain its accounting records in United States dollars (US dollars) and, consequently, price-level restatement standards are not applied.

The financial statements of certain Chilean subsidiaries that maintain their accounting in Chilean pesos are subject to price-level restatement standards and, therefore, they were restated by -2.3% in 2009 and 8.9 % in 2008.

#### **f) Basis of conversion**

Transactions carried out in a currency other than the US dollar are controlled in their currency of origin and converted to US dollars at the prevailing exchange rate as of the date of the respective transaction. As of the financial statement close, balances derived from such transactions are converted to US dollars according to the prevailing exchange rate of each currency as of that date, and any gain or loss generated by differences in exchange rates between those dates are recorded in foreign currency translation, except for fixed assets, shareholders' equity and income statement accounts, which are valued in US dollars in accordance with the prevailing exchange rate of each currency as of the date of each transaction.

The subsidiary Sudamericana Agencias Aéreas y Marítimas S.A. (SAAM) was authorized to keep its accounting records in US dollars as of January 1, 2007. Consequently, price-level restatement standards are not applied.

The Company's foreign direct subsidiaries submit their financial statements in US dollars, with the exception of Compañía Sud Americana de Vapores GmbH, Germany, which presents them in Euros, which are converted to US dollars in accordance with the prevailing exchange rate as of the financial statement close of EUR 0.6977 per US dollar as of December 31, 2009 (EUR 0.7081 in 2008).

The financial statements of foreign indirect subsidiaries that keep their accounting records in a currency other than the US dollar are converted to US dollars at the prevailing exchange rate at period-end.

#### **g) Marketable securities and time deposits**

Time deposits are shown at investment value plus accrued interest.

Deposits given as collateral have been classified in other current assets.

Investments in bonds are accounted for at the lower value between the market value and the historic cost of the investment. The long-term portions of these investments are shown in other assets (Note 13).

#### **h) Inventory**

Inventory is stated at acquisition cost, which does not exceed net realizable value.

##### **i) Allowance for doubtful accounts**

The Company records an allowance for doubtful accounts for accounts receivable that are probably not collectable, based on their age and a case-by-case evaluation.

#### **j) Fixed assets**

Fixed assets are stated at acquisition cost. As of December 31, 2009, despite current market volatility, the Company and its subsidiaries estimate there to be no indications of impairment losses on their fixed assets that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 33 issued by the Chilean Institute of Accountants.

Fixed assets acquired under capital leases are stated at the present value of the contract.

#### **k) Fixed asset depreciation**

Depreciation has been calculated using the straight-line method over the estimated useful life of the assets.

#### **l) Intangibles**

Intangibles refer principally to traffic rights and port concessions valued at acquisition cost, which are amortized over the effective and/or recovery period of the investment in such rights and concessions (Note 12).



As of December 31, 2009, despite current market volatility, the Company and its subsidiaries estimate there to be no indications of impairment that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 55 issued by the Chilean Institute of Accountants.

#### **m) Investments in related companies**

Investments in related companies, both Chilean and foreign investments that are considered permanent, are accounted for using the proportional equity method of accounting for those investments acquired before January 1, 2004, and the equity method of accounting for those investments acquired after that date, as set forth in Technical Bulletins Nos. 64 and 72 of the Chilean Institute of Accountants. Investments in Chilean subsidiaries that maintain their accounting in Chilean pesos are controlled in that currency and converted to US dollars at period end, and any valuation difference not from recorded income or losses is reflected in other reserves.

Unrealized gains or losses between related parties are eliminated and recognized in income statement accounts once realized.

Investments in companies in development stage are accounted for using the proportional equity method, directly recognizing the accumulated deficit in shareholders' equity.

As of December 31, 2009, despite current market volatility, the Company and its subsidiaries estimate there to be no indications of impairment that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 72 issued by the Chilean Institute of Accountants.

#### **n) Goodwill and negative goodwill**

Goodwill and negative goodwill resulting from these investments are controlled in the same currency as the investment, and are amortized with a charge or credit to income considering the recovery period of the investment (between 10 and 20 years).

As of December 31, 2009, despite current market volatility, the Company and its subsidiaries estimate there to be no indications of impairment that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 72 issued by the Chilean Institute of Accountants.

#### **o) Operations with resale/repurchase agreements**

Financial instruments acquired under resale and/or repurchase agreements are recorded at acquisition value plus the difference between the acquisition cost and the respective resale/repurchase price, and are classified under other current assets.

#### **p) Bonds payable**

Obligations from issuing bonds are presented in liabilities at the bond's face value. The difference between the face value and placement value plus the costs related to placement and their respective exchange are deferred and amortized over the terms of the bonds to recognize the real interest originated in the transaction, and are presented under other assets – other.

#### **q) Income tax and deferred taxes**

Income tax is charged to income considering net taxable income determined for tax purposes.

The effects of deferred taxes arising from temporary differences between tax and book balances are recorded based on the effective tax rate on the expected date of reversal of these temporary differences, pursuant to Technical Bulletin No. 60 issued by the Chilean Institute of Accountants. The effect of unrecorded deferred taxes originating from temporary differences existing before the implementation of Technical Bulletin No. 60 are recognized in income only when the temporary differences are reserved.

#### **r) Severance indemnity**

Provisions have been established to comply with the obligations derived from this benefit, using the accrued cost present value method, as set forth in Technical Bulletin No. 8 of the Chilean Institute of Accountants. For these purposes, an annual discount rate of 6% and an average employment period of 25 years were used for the subsidiary Sudamericana Agencias Aéreas Marítimas S.A.

The parent company came to an agreement with its employees to settle this benefit in advance and paid it during the first quarter of 2008.

#### **s) Operating income**

The Company uses the completed-voyage basis to determine operating results. Income and expenses of in-transit voyages at period-end are deferred and recorded as unearned revenue or prepaid expenses, as appropriate. An allowance for potential losses is recorded with a charge to income.

The Company has engaged in non-monetary transactions to exchange vessel space, which have been valued using rates similar to those for the sale of equivalent spaces. These exchanges amounted to ThUS\$ 25,838 in 2009 (ThUS\$ 40,752 in 2008), which are presented net of costs under operating expenses in the statement of income. These transactions had no net impact on results.

#### **t) Derivatives contracts**

The Company holds forward and options contracts to hedge against adverse foreign exchange and interest rate fluctuations, which have been adjusted to fair market value as determined at each period end.

Gains and losses from these instruments are recorded based on hedge developments.

In addition, the Company holds fuel purchase hedge (swap) contracts to cover the risk of fluctuations in fuel prices.

Additionally, the Company holds call options that are considered investment contracts, which are stated at fair market value. Variations in this value are recognized in income for each accounting period.

These options are recorded and classified in the financial statements pursuant to Technical Bulletin No. 57 of the Chilean Institute of Accountants.

#### **u) Software**

Software recorded as part of fixed assets represents certain software suites and packages, which are amortized with a charge to income over a period of three or four years, as appropriate.

#### **v) Research and development expenses**

These expenses are charged to income as incurred.

#### **w) Cash flow statement**

In order to prepare the cash flow statement pursuant to Technical Bulletin No. 50 issued by the Chilean Institute of Accountants, and as set out in Official Form Letter No. 1501 of the SVS, the Company has defined cash equivalents as investments in fixed income mutual funds, investments under agreements to repurchase classified as part of other current assets, and time deposits with maturities of less than 3 months.

Cash flows from operating activities include all business-related cash flows, interest paid, financial income earned, dividends received and all other cash flows not defined as from investing or financing activities.

#### x) Unearned revenue

Gains obtained from the sale of vessels with committed charter contracts, listed under unearned revenue and other long-term liabilities, are deferred and recognized in income during the contract period.

#### y) Sundry creditors

This account includes loans that have gradually accumulated from the group of ship owners that signed the Hamburg Agreement in May 2009 (See Material Events from May 28 and June 3).

#### z) Financial strengthening plan

The parent company is carrying out a financial strengthening plan, which is described in detail in the Relevant Events notes of these financial statements. Essentially, the plan consists of CSAV increasing its capital by ThUS\$ 710 million, through two capital increases totaling ThUS\$ 350,000 and a capital increase of ThUS\$ 360,000 from a group of ship owners.

With respect to the capital increases totaling ThUS\$ 350,000, the first two have taken place, raising ThUS\$ 145,046 in the first and ThUS\$ 267,986 in the second (including ThUS\$ 32,177 from the share premium), which completes (surpasses) the agreed upon amount.

Regarding the capital increase of ThUS\$ 360,000 committed by the ship owners, as of financial statement close loans have been granted related to this capital increase: ThUS\$ 119,721 (as described in the note on short-term sundry creditors) from third party ship owners; and ThUS\$ 33,455 from related company ship owners.

### Companies Included in Consolidation

Taxpayer ID Number	Company	Percentage Holding			
		12/31/2009		12/31/2008	
		Direct	Indirect	Total	Total
0-E	COMPANIA SUD AMERICANA DE VAPORES GMBH	100.0000		100.0000	100.0000
0-E	CORVINA SHIPPING CO. S.A. AND SUBSIDIARIES	99.9980	0.0020	100.0000	100.0000
0-E	CSAV AGENCY, LLC. AND SUBSIDIARY	100.0000	0.0000	100.0000	100.0000
0-E	CSAV GROUP (CHINA) SHIPPING CO. LTD.	99.0000	1.0000	100.0000	100.0000
99588400-3	CSAV INVERSIONES NAVIERAS S.A. AND SUBSIDIARIES	99.9970	0.0030	100.0000	100.0000
89602300-4	EMPRESA DE TRANSPORTE SUDAMERICANA AUSTRAL LTDA. AND SUBSIDIARIES	99.0000	1.0000	100.0000	100.0000
0-E	INVERSIONES NUEVO TIEMPO S.A.	99.0000	1.0000	100.0000	100.0000
0-E	INVERSIONES PLAN FUTURO S.A.	99.9900	0.0100	100.0000	100.0000
0-E	NORGISTIC (CHINA) LIMITED	99.0000	1.0000	100.0000	100.0000
96840950-6	ODFJELL Y VAPORES S.A.	51.0000		51.0000	51.0000
92048000-4	SUDAMERICANA, AGENCIAS AEREAS Y MARITIMAS S.A. AND SUBSIDIARY	99.9995	0.0005	100.0000	100.0000
0-E	TOLLO SHIPPING CO. S.A. AND SUBSIDIARIES	99.9990	0.0010	100.0000	100.0000

### 3. Accounting Changes

This year, the subsidiary SAAM S.A. modified its accounting criteria for recognizing major repairs on fixed assets, opting to apply the capitalization method for these repairs. This change is meant to improve the relationship between cost and income, since the costs incurred are largely variable and are subject to continuous technological changes that affect the ability to make appropriate estimates.

As indicated, in 2009 no provisions for major repairs, which totaled approximately ThUS\$ 635, were established, which positively impacted operating results. The effect on net income for the year totaled ThUS\$ 527, net of corresponding deferred taxes.

### 4. Marketable Securities

Financial Instrument	Book Value	
	12/31/2009	12/31/2008
Uruguay State Bank Treasury Bonds	45	43
Total Marketable Securities	45	43

### 5. Short and Long-term Receivables

CURRENT									
ITEM	Up to 90 days		Over 90 days up to 1 year		Subtotal	Total Current (net)		Long-term	
	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2009	12/31/2008	12/31/2009	12/31/2008
Trade accounts receivable	163,678	160,625	5,568	6,686	169,246	155,727	152,998	0	0
Allowance for doubtful accounts					13,519				
Notes receivable	8,765	7,681	413	185	9,178	8,731	7,545	0	0
Allowance for doubtful accounts					447				
Sundry debtors	46,135	72,452	4,021	3,194	50,156	49,056	75,092	28,287	20,769
Allowance for doubtful accounts					1,100				
Total long-term receivables								28,287	20,769

### 6. Balances and Transactions with Related Companies

Balances with related companies include:

#### Short-term

1) Short-term transactions with related companies include business-related transactions carried out at arm's length in terms of price and payment terms.

2) As described in note 2 of these financial statements, the Company recorded ThUS\$ 33,455 within accounts payable to related companies for accounts payable to ship owners that have already granted loans associated with the capital increase.

#### Long-term

The account receivable from TUG Brasil Apoio Portuario S.A. corresponds to a loan granted by the subsidiary SAAM S.A. without interest or maturity dates.

The account receivable from Limoly S.A. corresponds to a loan granted by the subsidiary Habsburgo S.A. without interest or maturity dates.

This account also includes staff severance indemnity payments made to former employees of Sudamericana, Agencias Aéreas y Marítimas S.A. who were transferred to San Antonio Terminal Internacional S.A. and vice versa.

With respect to Chilean related parties, there are staff severance indemnities accrued for personnel transferred from SAAM S.A. to the companies awarded port concessions and from the subsidiary Cosem S.A. to Muellaje del Maipo S.A., which will be paid once these individuals have been released from these affiliates.

The Company's materiality policy is to disclose all significant balances and transactions with related companies.

### Notes and Accounts Receivable from Related Companies

Taxpayer ID Number	Company	Short-term		Long-term	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
96566940-K	AGENCIAS UNIVERSALES S.A.	82	32		
96663560-6	ASERRADEROS ARAUCO S.A.	70			
0-E	ATLANTIS MARINE CO.	40	40		
93458000-1	CELULOSA ARAUCO Y CONSTITUCION S.A.	117			
90596000-8	COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A.		4,969		
90331000-6	CRISTALERIAS DE CHILE S.A.	10	14		
76344250-0	DISTRIBUIDORA SANTA RITA LTDA.	32	37		
0-E	DRY BULK HANDY HOLDING INC.	3,369	3,369		
96591040-9	EMPRESAS CAROZZI S.A.	112	211		
0-E	GERTIL S.A.	30	9		
76140270-6	INMOBILIARIA CARRIEL LTDA.	77	40		
0-E	INVERNA S.A.		160		
0-E	JALIPA CONTENEDORES S.R.L. DE C.V.	48	47		
0-E	KEMPE (BVI) HOLDING CO. LTD.	1,003			
0-E	KEMPE HOLDING CO. LTD.	1,500			
0-E	LIMARI SHIPPING LTD.		812		
0-E	LIMOLY S.A.			2,697	3,097
76028651-6	LNG TUGS CHILE S.A.	194			
0-E	LONGAVI SHIPPING LTD.		261		
0-E	NORTH TRADE SHIPPING CO. INC.		804		
0-E	PAINE SHIPPING LTD.		34		
96510970-6	PANELES ARAUCO S.A.	30			
0-E	PETER DOHLE (IOM) LTD.		109		
0-E	PETER DOHLE SCHIFHARTR- KG GMBH		361		
96610780-4	PORTUARIA CORRAL S.A.	17	21		
94058000-5	SERVICIOS AEROPORTUARIOS AEROSAN S.A.	3			
76457830-9	SERVICIOS LOGISTICOS LTDA.	30			
96721040-4	SERVICIOS MARITIMOS PATILLOS S.A.	478			
88482300-5	SERVICIOS MARITIMOS PORTUARIOS HUALPEN LTDA.	8			
78353000-7	SERVICIOS PORTUARIOS RELONCAVI LTDA.	204			
99567620-6	TERMINAL PUERTO ARICA S.A.		6		
0-E	TRABAJOS MARITIMOS S.A.		58		
96657210-8	TRANSPORTES FLUVIALES CORRAL S.A.	101	75		
0-E	TUG BRASIL APOIO MARITIMO PORTUARIO S.A.	894	925	6,020	5,330
0-E	WALEM SHIPMANAGEMENT LTD.	97	27		
92236000-6	WATT'S S.A.	32			
<b>TOTAL</b>		<b>8,570</b>	<b>12,429</b>	<b>8,717</b>	<b>8,427</b>

## Notes and Accounts Payable to Related Companies

Taxpayer ID Number	Company	Short-term		Long-term	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
79689550-0	ADMINISTRADORA DE ESTACIONES DE SERVICIO SERCO LTDA.		91		
99511240-K	ANTOFAGASTA TERMINAL INTERNACIONAL S.A.	2,406	892	88	70
0-E	CHACABUCO SHIPPING LTD.	4,267	4		
0-E	CHOLGUAN SHIPPING LTD.		35		
90596000-8	CIA. CHILENA DE NAVEGACION INTEROCEANICA S.A.	741			
0-E	COMERCIAL E INVERSIONES COIRON S.A.	151	151		
99520000-7	COMPAÑÍA DE PETROLEOS DE CHILE COPEC S.A.	4,901	1,151		
0-E	CONSORCIO NAVIERO PERUANO S.A.	4,084	1,827		
96539380-3	EDICIONES FINANCIERAS S.A.		1		
0-E	ELEQUIP S.A.	188	20		
0-E	GRUPO MARMEDSA (ESPAÑA)	115	81		
0-E	KEMPE HOLDING CO. LTD.		3		
0-E	LIBRA ADMINISTRACAO Y PARTICIPACAO		1,312		
0-E	LIMARI SHIPPING LTD.	1,102			
0-E	LIMOLY S.A.	10	40		
0-E	LONGAVI SHIPPING LTD.	2,728			
99598020-7	MUELLAJE DEL LOA S.A.		1		
99506030-2	MUELLAJE DEL MAIPO S.A.	50	88	77	65
0-E	NORTH TRADE SHIPPING CO. INC	6			
0-E	PAINE SHIPPING LTD.	4,312			
0-E	PALENA SHIPPING LTD.	2,403	793		
0-E	PETER Dhole (IOM) LTD.	371			
0-E	PETER Dhole SCHIFFHART - KG	37,458			
0-E	PUELO SHIPPING LTD.	3,703	1,005		
96909330-8	PUERTO PANUL S.A.		82		
96908970-K	SAN ANTONIO TERMINAL INTERNACIONAL S.A.	4,745	890	10	9
96908930-0	SAN VICENTE TERMINAL INTERNACIONAL S.A.	1,519	673	31	25
76457830-9	SERVICIOS LOGISTICOS LTDA.		14		
96721040-4	SERVICIOS MARÍTIMOS PATILLOS S.A.		124		
78353000-7	SERVICIOS PORTUARIOS RELONCAVI LTDA.		539		
99567620-6	TERMINAL PUERTO ARICA S.A.	67			
0-E	TRAMARSA S.A.	434			
82074900-6	TRANSBORDADORA AUSTRAL BROOM S.A.	39	37		
<b>TOTAL</b>		<b>75,800</b>	<b>9,854</b>	<b>206</b>	<b>169</b>

## Transactions with Related Companies

Company	Taxpayer ID Number	Relationship	Transaction	12/31/2009		12/31/2008	
				Amount	Effect on income (charge)/credit	Amount	Effect on income (charge)/credit
ADMINISTRADORA DE ESTACIONES DE SERVICIO SERCO LIMITADA	79689550-0	SHAREHOLDER AND/OR DIRECTOR IN COMMON	FUEL	4,305	(4,305)	10,649	(10,649)
AGENCIAS UNIVERSALES S.A.	96566940-K	ASSOCIATE	PORT SERVICES RENDERED			538	538
AGENCIAS UNIVERSALES S.A.	96566940-K	ASSOCIATE	PORT SERVICES RECEIVED			535	535
ANAGRA S.A.	96635340-6	DIRECTOR IN COMMON	PORT SERVICES RENDERED			1,187	1,187
ANAGRA S.A.	96635340-6	DIRECTOR IN COMMON	PORT SERVICES RECEIVED			3	(3)
ANTOFAGASTA TERMINAL INTERNACIONAL S.A.	99511240-K	ASSOCIATE	PORT SERVICES RECEIVED	8,414	(8,414)	(6,655)	(6,655)
ANTOFAGASTA TERMINAL INTERNACIONAL S.A.	99511240-K	ASSOCIATE	PORT SERVICES RENDERED	277	277	584	584
ASERRADEROS ARAUCO S.A.	96663560-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,109	1,109	4,594	4,594
CELULOSA ARAUCO Y CONSTITUCIÓN S.A.	93458000-1	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	3,266	3,266	1,303	1,303
CHACABUCO SHIPPING LTD	0-E	ASSOCIATE	VESSEL SERVICES	2,405		2,798	2,798
COMPAÑÍA CHILENA DE NAVEGACIÓN INTEROCEÁNICA S.A.	90596000-8	ASSOCIATE	MARITIME SERVICES RECEIVED	37,598	(37,598)	54,756	(54,756)
COMPAÑÍA CHILENA DE NAVEGACIÓN INTEROCEÁNICA S.A.	90596000-8	ASSOCIATE	MARITIME SERVICES RENDERED	35,630	35,630	75,625	75,625
COMPAÑÍA DE PETRÓLEOS DE CHILE COPEC S.A.	99520000-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	FUEL	13,017	(13,017)	28,122	(28,122)



Company	Taxpayer ID Number	Relationship	Transaction	12/31/2009		12/31/2008	
				Amount	Effect on income (charge)/credit	Amount	Effect on income (charge)/credit
COMPAÑÍA DE PETRÓLEOS DE CHILE COPEC S.A.	99520000-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	380	380	829	829
COMPANIA ELECTROMETALURGICA S.A.	90320000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	120	120	121	121
CONSORCIO NAVIERO PERUANO S.A.	0-E	ASSOCIATE	AGENCYING SERVICES RECEIVED	2,358	(2,358)	3,771	(3,771)
CORPESCA S.A.	96893820-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,725	1,725	773	773
CRISTAL PLÁSTICOS S.A.	86881400-4	SHAREHOLDER AND/OR DIRECTOR IN COMMON	AGENCYING SERVICES			11	11
CRISTALERÍAS DE CHILE S.A.	90331000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,927	1,927	3,276	3,276
DISTRIBUIDORA SANTA RITA LTDA.	76344250-0	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	209	209	191	191
EDICIONES FINANCIERAS S.A.	96539380-3	SHAREHOLDER AND/OR DIRECTOR IN COMMON	ADVERTISING	19	(19)	17	(17)
EMP. DE SERV. MARIT. Y PORT. HU'ALPÉN LTDA.	88482300-5	ASSOCIATE	PERSONNEL SERVICES			2	(2)
EMPRESAS CAROZZI S.A.	96591040-9	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,872	1,872	2,211	2,211
ENVASES CMF S.A.	86881400-4	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	9	9	4	4
ESTUDIO CLARO Y COMPAÑÍA	79753810-8	PRESIDENT	LEGAL ADVISORY SERVICES			266	(266)
EXPORTACIÓN Y COMERCIO S.A.	96515710-7	INDIRECT	ADVISORY SERVICES	13,684	(13,684)		
LIMARI SHIPPING LTD.	0-E	ASSOCIATE	VESSEL SERVICES RECEIVED	8,343	(8,343)		
LIMARI SHIPPING LTD.	0-E	ASSOCIATE	VESSEL SERVICES RENDERED	2,582	2,582	2,679	2,679
LNG TUGS CHILE S.A.	76028651-6	ASSOCIATE	PORT SERVICES RENDERED	1,842	1,812		
LNG TUGS CHILE S.A.	76028651-6	ASSOCIATE	OFFICE LEASES	6	6		
LONGAVI SHIPPING LIMITED	0-E	ASSOCIATE	VESSEL SERVICES	2,814	2,814	3,010	3,010
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	DIVIDEND PAYMENTS			12,889	0
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	ADMINISTRATIVE SERVICES RENDERED	106	106	99	99
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	CAPITAL SUBSCRIPTION	187,191			
MARITIME SHIPPING & TRADING INTERNATIONAL INC.	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MISCELLANEOUS SERVICES RENDERED			70	70
MOLDURAS TRUPAN S.A.	99550470-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED			759	759
MUELLE LAJE DEL LOA S.A.	99598020-7	ASSOCIATE	PORT EQUIPMENT			14	(14)
MUELLE LAJE DEL MAIPO S.A.	99506030-2	ASSOCIATE	PERSONNEL SERVICES	296	(296)	755	(755)
MUELLE LAJE DEL MAIPO S.A.	99506030-2	ASSOCIATE	DEPOSITS AND REPAIR SERVICES	11	11	7	7
NORTH TRADE SHIPPING CO. INC.	0-E	ASSOCIATE	VESSEL RENTAL RECEIVED	1,629	1,629	3,762	3,762
PAINE SHIPPING LTD	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	VESSEL SERVICES	2,243	2,243	2,530	2,530
PALENA SHIPPING LIMITED	0-E	ASSOCIATE	PORT OPERATIONS	2,177	2,177	2,354	2,354
PANELES ARAUCO S.A.	96510970-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	3,046	3,046	2,416	2,416
PESQUERA SAN JOSÉ S.A.	93065000-5	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	307	307		
PETER DOHLE (IOM) LTD.	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MISCELLANEOUS SERVICES RECEIVED	7,535	(7,535)	7,251	(7,251)
PETER DOHLE (IOM) LTD.	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MISCELLANEOUS SERVICES RENDERED	425	425	358	358
PETER DOHLE SCHIFFAHRTS GMBH	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	VESSEL LEASE	102,950	(102,950)	140,044	(140,044)
PORTUARIA CORRAL S.A.	96610780-4	INDIRECT SUBSIDIARY	SERVICES RECEIVED	7	7		
PUELO SHIPPING LIMITED	0-E	ASSOCIATE	SHIPBUILDING SERVICES	2,179	2,179	2,302	2,302
PUERTO PANUL S.A.	96909330-8	ASSOCIATE	AGENCYING SERVICES	194	(194)	158	(158)
QUIMETAL INDUSTRIAL S.A.	87001500-3	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	479	479	494	494
SAN ANTONIO TERMINAL INTERNACIONAL S.A.	96908970-K	ASSOCIATE	PORT SERVICES RECEIVED	15,958	(15,958)	14,642	(14,642)
SAN ANTONIO TERMINAL INTERNACIONAL S.A.	96908970-K	ASSOCIATE	PORT OPERATIONS	1,569	1,569	3,536	3,536
SAN VICENTE TERMINAL INTERNACIONAL S.A.	96908930-0	ASSOCIATE	PORT SERVICES RECEIVED	9,233	(6,233)	6,978	(6,978)
SAN VICENTE TERMINAL INTERNACIONAL S.A.	96908930-0	ASSOCIATE	PORT SERVICES RENDERED	919	919	1,788	1,788
SERVICIOS AEROPORTUARIOS AEROSAN S.A.	94058000-5	ASSOCIATE	AGENCYING SERVICES RECEIVED	1	(1)	1	(1)
SERVICIOS DE CONSULTORÍAS HENDAYA S.A.	83032100-4	SHAREHOLDER AND/OR DIRECTOR IN COMMON	DIVIDEND PAYMENTS	0	0	549	0
SERVICIOS LOGÍSTICOS LTDA.	76457830-9	ASSOCIATE	AGENCYING SERVICES	10	(10)	24	(24)
SERVICIOS MARÍTIMOS PATILLOS S.A.	96721040-4	ASSOCIATE	PORT SERVICES RECEIVED	350	(350)	187	(187)
SERVICIOS MARÍTIMOS PATILLOS S.A.	96721040-4	ASSOCIATE	PORT SERVICES RENDERED	1,815	1,815	491	491
SERVICIOS PORTUARIOS RELONCAVÍ LTDA.	78353000-7	ASSOCIATE	PORT SERVICES RECEIVED				
SERVICIOS PORTUARIOS RELONCAVÍ LTDA.	78353000-7	ASSOCIATE	SERVICES RENDERED	440	440	8	8
SERVICIOS PORTUARIOS RELONCAVÍ LTDA.	78353000-7	ASSOCIATE	LOADING AND UNLOADING	1,476	(1,476)	2,546	(2,546)
SOC. COMERCIALIZADORA QUINO LTDA.	78030340-9	INDIRECT	ADVISORY SERVICES	14,554	(14,554)		
SOCIEDAD ANÓNIMA VIÑA SANTA RITA S.A.	86547900-K	SHAREHOLDER AND/OR DIRECTOR IN COMMON	PURCHASE OF PRODUCTS	7	(7)	17	(17)
SOCIEDAD ANÓNIMA VIÑA SANTA RITA S.A.	86547900-K	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	637	637	923	923
SOUTHPACIFIC KORP S.A.	96929960-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	18	18	90	90
TERMINAL PUERTO ARICA S.A.	99567620-6	ASSOCIATE	PORT SERVICES RECEIVED	513	(513)	135	(135)
TERMINAL PUERTO ARICA S.A.	99567620-6	ASSOCIATE	PORT SERVICES RENDERED			463	463
TRAMARSA S.A.	0-E	ASSOCIATE	SERVICES RENDERED	283	283	263	263
TRAMARSA S.A.	0-E	ASSOCIATE	AGENCYING SERVICES	1,955	(1,955)	2,050	(2,050)
TRANSBORDADORA AUSTRAL BROOM S.A	82074900-6	ASSOCIATE	PORT SERVICES RECEIVED	33	33	21	21
TRANSBORDADORA AUSTRAL BROOM S.A	82074900-6	ASSOCIATE	AGENCYING SERVICES	238	(238)	73	(73)
TRANSPORTES FLUVIALES CORRAL S.A.	96657210-8	ASSOCIATE	PORT SERVICES RECEIVED	0	0	1	(1)
VIÑA LOS VASCOS S.A.	89150900-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1	1	1	1
WALLEM SHIPMANAGEMENT LIMITED	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MISCELLANEOUS SERVICES RECEIVED	206	(206)		
WALLEM SHIPMANAGEMENT LIMITED	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MISCELLANEOUS SERVICES RENDERED	18	18		
WATT'S S.A.	92266000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	68	68		

## 7. Deferred Taxes and Income Tax

a) In Chile, income taxes on income from investments in foreign companies are levied in the year they are received. Although the Company's direct foreign subsidiaries have distributed dividends of ThUS\$ 2,000 during the current period, since tax losses exist as of December 31, 2009, the Company has not established an income tax provision.

Net accumulated losses from foreign subsidiaries as of December 31, 2009, amount to ThUS\$34,691 (earnings of ThUS\$ 349,878 in 2008).

b) Regarding tax assessments 153 through 156, totaling Ch\$ 131,581,581 (historic): On November 16, 2009, the Tax Court of the Chilean Internal Revenue Service (SII) of Valparaíso rejected the claims for tax assessments 155 and 156 and ruled partially in favor of the Company on tax assessments 153 and 154.

On December 2, 2009, CSAV filed motions for reversal with subsidiary appeal as the findings for tax assessments 155 and 156 are detrimental to its interests.

On November 25, 2009, the Company lost the suit with respect to tax assessments 168 through 174, totaling Ch\$ 8,040,916,137 (historic), as the Chilean Internal Revenue Service of Valparaíso rejected the claim.

On December 4, 2009, CSAV filed a motion of appeal, as the verdict is detrimental to the Company's interests.

c) On December 27, 2005, the Company was notified by the Chilean Internal Revenue Service that it objected to the Company's treatment of earnings from certain foreign subsidiaries in its determination of net taxable income for tax years 2003, 2004 and 2005.

On April 18, 2006, assessments 121 and 122 amounting to Ch\$ 62,744,890 (historic) were received from the Chilean Internal Revenue Service and were protested by the Company within the allowed term.

On November 26, 2009 the Tax Court of the Chilean Internal Revenue Service of Valparaíso, rejected the Company's claims for the aforementioned tax assessments.

On December 3, 2009, CSAV filed a motion of appeal, as the verdict is detrimental to the Company's interests.

d) For the 2009 period, the Company recorded a provision of ThUS\$ 147 (ThUS\$ 255 in 2008) for article 21 unique tax.

For the 2009 period, the Company has not established an income tax provision because it has tax losses.

e) As of December 31, 2009 and 2008, the parent company recorded no accumulated earnings and profits.

## Deferred Taxes

Items	12/31/2009				12/31/2008			
	Deferred Tax Asset		Deferred Tax Liability		Deferred Tax Asset		Deferred Tax Liability	
	Short Term	Long Term	Short Term	Long Term	Short Term	Long Term	Short Term	Long Term
<b>Temporary Differences</b>								
Allowance for doubtful accounts	1,985	138	25	1	1,963		30	
Unearned revenue								
Vacation allowance	1,200				1,429			
Amortization of intangibles							11	
Leased assets	92			495				302
Manufacturing expenses								
Depreciation of fixed assets	432			4,528	104		65	5,394
Severance indemnity		34	14	195				188
Other events								
Provision cargo claims	1,654	237			1,506	659		
Deferred income		894			561	523		
Tax loss	1,216	62,816			1,537	1,242	11	
Provision for fleet maintenance and other	58	147			464	136		
Eurobonds, UF bonds & loan expenses			17	111			15	77
Voyage loss allowance	4,159				2,480			
Port concessions			270	1,724			270	2,012
Provision for container expenses	1,022				1,022			
Other	1,163	623	208	1,246	947	863	684	387
<b>Other</b>								
Complementary accounts - net of amortization		318	276	1,745	129	281	277	2,197
Valuation allowance	0	0			0	0		
<b>Total</b>	<b>12,981</b>	<b>64,571</b>	<b>258</b>	<b>6,555</b>	<b>11,884</b>	<b>3,142</b>	<b>809</b>	<b>6,163</b>

## Income Tax

Item	12/31/2009	12/31/2008
Current tax expense (tax provision)	(21,585)	(22,028)
Tax expense adjustment (prior period)	(25)	(175)
Effect of deferred tax assets or liabilities for the period	1,327	3,672
Tax benefit from tax losses	60,395	283
Effect of amortizing deferred assets and liabilities complementary accounts	(178)	(722)
Effect on deferred tax assets or liabilities due to changes in valuation allowance	0	0
Other charges or credits to the account	347	626
<b>Total</b>	<b>40,281</b>	<b>(18,344)</b>

## 8. Other Current Assets

Item	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Repurchase agreements	8,650	3,551
Derivative contracts (Cap)	1,103	313
Bank guarantees	28,114	134,840
Bank guarantees without use restrictions	-	100
Costs of issuing UF bonds	150	150
Costs of positioning containers	1,825	1,578
Other	4,473	3,678
<b>Total</b>	<b>44,315</b>	<b>144,210</b>

## 9. Fixed Assets

2009	Book Value	Accumulated Depreciation	Net Fixed Assets	Depreciation for the Period	Deferred (Accrued) Depreciation
	ThUS\$	ThUS\$	ThUS\$	(1) ThUS\$	(2) ThUS\$
Land	52,051		52,051		
Buildings and infrastructure	116,501	(27,416)	89,085	(5,002)	26
Machinery and equipment	348,557	(161,725)	186,832	(28,115)	29
Other fixed assets	372,711	(35,908)	336,803	(4,660)	(154)
<b>Total</b>	<b>889,820</b>	<b>(225,049)</b>	<b>664,771</b>	<b>(37,777)</b>	<b>(99)</b>

2008	Book Value	Accumulated Depreciation	Net Fixed Assets	Depreciation for the Period	Deferred (Accrued) Depreciation
	ThUS\$	ThUS\$	ThUS\$	(1) ThUS\$	(2) ThUS\$
Land	44,153		44,153		
Buildings and infrastructure	91,953	(20,006)	71,947	(3,677)	
Machinery and equipment	362,485	(171,119)	191,366	(24,570)	221
Other fixed assets	339,988	(32,841)	307,147	(5,309)	
<b>Total</b>	<b>838,579</b>	<b>(223,966)</b>	<b>614,613</b>	<b>(33,556)</b>	<b>221</b>

(1) For 2009, depreciation for the period presented in operating expenses amounted to ThUS\$ 31,009 (ThUS\$ 27,781 in 2008) and in sales and administration expenses amounted to ThUS\$6,678 (ThUS\$ 5,775 in 2008).

(2) Deferred / (accrued) depreciation refers to the adjustment for depreciation of vessels with voyages in transit at the end of the period.

(3) The increase in buildings and infrastructure of ThUS\$ 24,548 corresponds basically to construction and expansion work in progress on ports, container deposits and warehouses.

(4) The decrease of ThUS\$ 13,928 in machinery and equipment is principally a result of the sale of motor vessels (Pacific Winner, Rio Enco, Rio Blanco and Pacific Runner) for ThUS\$ 41,162, which was partially offset by purchases of container cranes and tugboats.

(5) The increase of ThUS\$ 32,723 in other fixed assets is principally due to payments made for ship construction totaling ThUS\$ 31,105.

(6) Other fixed assets are detailed below.

	2009 ThUS\$	2008 ThUS\$
<b>Other Fixed Assets</b>		
Vessels and tugboats under construction	295,275	260,285
Leased assets	15,397	16,583
Imports in transit	7,878	4,559
Other fixed assets	54,161	58,561
<b>Total other fixed assets</b>	<b>372,711</b>	<b>339,988</b>

## 10. Investments in Related Companies

During the periods ended December 31, 2009 and 2008, the Company recorded the following changes in investments in related companies:

### A. 2009

#### A 1. KIOS S.A. and SAAM Internacional S.A.

On May 7, 2009, the shareholders of Paraná Towage S.A. decided to reduce capital by absorbing accumulated losses. In addition, on November 27, 2009, Kios S.A., a shareholder of Paraná Towage S.A., exercised the rights ceded by other shareholders (SAAM Internacional S.A. and Mr. Fernando Capurro) and increased capital by \$245,606 Argentine pesos. As a result of this transaction, the interest held by SAAM Internacional S.A. decreased from 4.25% to 0.198% while that of Kios S.A. increased from 95% to 99.767%, with no material effect on results because of the ceded rights.

#### A 2. LNG Tugs Chile S.A.

On May 7, 2009, SAAM completed payment on shares it had subscribed but not paid for a 40% interest in LNG Tugs Chile S.A.

#### A 3. SAAM and Inversiones San Marco Ltda.

On July 1, 2009, shareholders of Servicios de Aviación S.A. and Terminal Renca S.A. agreed to merge the two companies (by incorporation), with Servicios de Aviación S.A. becoming the legal successor. In the same act, shareholders agreed to change the company's name from Servicios de Aviación S.A. to Servicios de Aviación y Terminales S.A. This transaction modified the interests in the legal successor held by SAAM and Inversiones San Marco Ltda., which became 99.82% and 0.18%, respectively.

#### A 4. Agencias Universales S.A.

On July 10, 2009, the Company sold 211,311,092 shares of its associate Agencias Universales S.A. at a price of Ch\$ 88.70 per share. This transaction resulted in a gross gain of US\$ 5,847,990 and a charge to income for realizing reserves associated with the investment, controlled in equity, of US\$ 5,286,115.

#### A 5. Riluc S.A. and Gertil S.A.

On August 22, 2009, the shareholders of Riluc S.A. agreed to increase capital and to accept Gertil S.A. as a new shareholder, with a contribution of US\$ 250,000 in the form of capitalized debt. With this new contribution, the interest held by Inversiones Alaria S.A. in Riluc S.A. decreased from 49% to 35.78%.

### B. 2008

#### B.1 Inversiones Habsburgo

On April 18, 2008, the indirect subsidiary Inversiones Habsburgo S.A., subsidiary of SAAM Internacional S.A., acquired 50% of the company Limoly S.A., a Uruguayan company whose principal line of business entails chartering tugboats to Uruguayan and foreign companies. This company's capital is \$1,600,000 (one million six hundred thousand Uruguayan pesos) of which 800,000 shares have been subscribed and paid for US\$ 40,000.

On April 30, 2008, the indirect subsidiary Inversiones Habsburgo S.A., subsidiary of SAAM Internacional S.A., and Harry Marcus Nadle entered into a share exchange contract. Inversiones Habsburgo S.A. received 3,500 shares of Expertajes Marítimos S.A. (Marex), representing 70% of its subscribed and paid capital, in exchange for 3,120,810 shares of SAAM Guatemala S.A., representing 30% of its subscribed and paid capital, thus generating goodwill of US\$ 369,250.

On May 13, 2008, Inversiones Habsburgo S.A. acquired 1 share of SAAM Guatemala S.A. from Inversiones Alaria S.A. for US\$ 1, thus increasing its interest to 70%.

## **B.2 Inmobiliaria Sepbio**

As recorded in notarial archive number 4138/2008 of Notary Public Mendoza, on April 25, 2008, the limited liability company Inmobiliaria Sepbio Ltda. was founded. The company's line of business includes real estate and any other complementary activities. This company's capital amounts to Ch\$10,000,000 with a contribution of Ch\$5,000,000 from the subsidiary SAAM Puertos S.A., which is equivalent to a 50% interest.

## **B.3 Inversiones Alaria S.A.**

On May 12, 2008, the indirect subsidiary Inversiones Alaria S.A. (subsidiary of SAAM Internacional S.A.) acquired 1 share of SAAM Guatemala S.A. for US\$ 1.

## **B.4 SAAM**

On May 19, 2008, SAAM, Remolcadores Ultratug Ltda. and CPT Empresas Marítimas S.A. formed the company LNG Tugs Chile S.A., which provides tugboat services, with paid-in capital of US\$ 500,000, divided into one million shares. SAAM S.A. subscribed 400,000 shares, giving it a 40% interest.

## **B.5 SAAM Puertos S.A.**

On August 25, 2008, subsidiary SAAM Puertos S.A. paid US\$ 8,336,193.27 to acquire 7,215,000 shares of Inarpi S.A. and the rights to contribute US\$ 900,000 to a future capitalization.

## **B.6 Inversiones San Marco Ltda.**

On August 25, 2008, subsidiary Inversiones San Marco Ltda. acquired 800 shares of Inarpi S.A. for US\$ 824.53.

## **B.7 Kios S.A. and SAAM Internacional S.A.**

On August 20, 2008, the subsidiaries Kios S.A. and Saam Internacional S.A. acquired Paraná Towage S.A., an Argentine company that primarily provides maritime transport and motor services. Its capital is divided into 150,000 shares valued at US\$ 50,000, of which Kios S.A. subscribed and paid for 142,500 shares, equivalent to a 95% interest, and Saam Internacional S.A. subscribed and paid for 6,375 shares, equivalent to a 4.25% interest.

## **C. Information on investments abroad**

C.1 Potentially remittable profits from investments in foreign related companies.

No potentially remittable profits are foreseen, given the continued investments made in foreign businesses by the Company and its subsidiaries.

C.2 There are no liabilities specifically identified and accounted for as foreign investment hedges.

## **D. Rationale for classifying investments of less than 20% as related companies.**



D.1 The Company's investment in Compañía Chilena de Navegación Interoceánica S.A. is included since the Company has representation on its Board of Directors.

In addition, both companies carry out joint operations.

On May 20, 2008, the Company participated in a capital increase of this company, subscribing and paying ThUS\$ 650 for shares.

D.2 The Company's investments in Terminal Portuario Arica S.A. and Puerto Panul S.A. are included since the Company has representation on their Boards of Directors.

D.3 The following companies are included since the Company's direct and indirect ownership in these entities exceeds 20%.

Company	% Direct	% Indirect	% Total
Muellaje ATI S.A.	-	35.32%	35.32%
Muellaje STI S.A.	-	50.25%	50.25%(*)
Muellaje SVTI S.A.	-	50.25%	50.25%(*)
Serviair Ltda.	1.00%	49.00%	50.00%
Reenwood Investment Inc.	0.02%	49.99%	50.01%
Servicios Logísticos Ltda.	1.00%	49.00%	50.00%
Construcciones Modulares S.A.	9.97%	40.02%	49.99%

(\*) These companies are consolidated by their parent companies, STI S.A. and SVTI S.A., respectively.

#### E. Dividends received

On October 1, 2008, the Company received a dividend of ThUS\$ 103 from its subsidiary Norgistic China Limited.

On November 19, 2008, the Company received a dividend of ThUS\$ 4,400 from its subsidiary CSAV Agency North America LLC.

On December 22, 2008, the Company received a dividend of ThUS\$ 15,000 from its subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM).

On December 26, 2008, the Company received a dividend of ThUS\$ 2,637 from its subsidiary CSAV Group (China) Shipping CO Limited.

On February 25, 2009, the Company received a dividend of ThUS\$ 1,000 from its subsidiary CSAV Agency North America LLC.

On April 13, 2009, the Company received a dividend of ThUS\$ 1,000 from its subsidiary CSAV Agency North America LLC.

On December 31, 2009, the Company received a dividend of ThUS\$ 24,000 from its subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM).

Tapeyer ID Number	Company	Country	Currency	Number of Shares	Percentage Holding	Equity of Investee		Net Income (Loss) for the		Fair Value of Equity of		Fair Value of Income (Loss) Period		Accrued Earnings Investee		EV / PEV		Unrealized Results		Book Value of Investment for the Period		
						12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	
968549-K	AEROSAN AIRPORT SERVICES S.A.	CHILE	PESOS	15,000	50.0000	50.0000	7,088	5,590	251	128				126	64	3,544	2,795			3,544	2,795	
9656690-K	AGENCIAS UNIVERSALES S.A.	CHILE	PESOS			24,7000		111,546		19,899				1,676	4,917		27,563				27,563	
9951124-K	ANTOFAGASTA TERMINAL INTERNACIONAL S.A.	CHILE	DOLLAR	3,500	35.0000	35.0000	15,873	14,457	5,125	7,497				1,794	2,624	5,556	5,074	10	14	5,546	5,060	
9666759-K	CARGO PARK S.A.	CHILE	PESOS	304,608	50.0000	50.0000	21,292	17,036	1,586	1,732				793	866	10,646	8,518			10,646	8,518	
0-E	COMERCIAL E INVERSIONES COIRON S.A.	ARGENTINA	DOLLAR	6,000	50.0000	50.0000	1,229	1,222	7	154				3	77	614	611			614	611	
9059600-8	COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A.	CHILE	DOLLAR	38,650,484	10.6920	13.00768	46,038	65,523	(40,642)	646				(4,348)	84	4,926	8,523			4,926	8,523	
0-E	CONSORCIO NAVIERO PERUANO S.A.	PERU	DOLLAR	49,0000	49.0000	1,674	2,016	2,365	3,565					1,159	1,747	820	988			820	988	
0-E	CONSTRUCCIONES MODULARES S.A.	PERU	DOLLAR	375,605	9.97000	9.97000	1,486	1,043	447	682				45	68	148	104			148	104	
0-E	DRY BULK HANDY HOLDING INC.	MONACO	DOLLAR	50,0000	50.0000	7,250	5,256	6,900	(500)					3,450	(254)	3,625	2,628			3,625	2,628	
0-E	ELEVADORES Y EQUIPOS ELEQUIP S.A.	COLOMBIA	DOLLAR	4,963,373	49.8000	49.8000	5,323	7,476	1,397	2,002				795	997	2,651	3,723			2,651	3,723	
8482300-5	EMPRESA DE SERVICIOS MARITIMOS Y PORTUARIOS HUALPEN LTDA.	CHILE	PESOS	50,0000	50.0000	447	410	(56)	(192)					(28)	(96)	224	205			224	205	
0-E	EQUIMAC S.A.	COLOMBIA	DOLLAR	48,669,300	49.0000	49.0000	2,295	2,722	553	(453)				271	(222)	1,125	1,334			1,125	1,334	
0-E	EQUITYARD S.A.	COLOMBIA	DOLLAR	425,000	49.8000	49.8000	1,177	1,482	345	227				172	113	586	738			586	738	
0-E	FIVE CONTINENTS NAVIGATION S.A.	PANAMA	DOLLAR	5,000	49.0000	49.0000	(416)	2	(340)	(870)				(167)	(430)	1	1			1	1	
0-E	GEXTIL S.A.	URUGUAY	DOLLAR	48,355,682	49.0000	49.0000	7,723	7,124	598	1,729	7,723	7,125	598	894	293	847	3,784	3,491			3,784	3,491
0-E	GLOBE I HOLDING SCHIFFAHRTS GMBH & CO. KG	GERMANY	DOLLAR	50,0000	50.0000	46,945	39,120	7,825	8,269					3,912	4,135	23,472	19,560			23,472	19,560	
0-E	GLOBE II HOLDING SCHIFFAHRTS GMBH & CO. KG	GERMANY	DOLLAR	50,0000	50.0000	14,877	14,902	(25)	4,673					(13)	2,336	7,438	7,451			7,438	7,451	
0-E	G STAR CAPITAL, INC	PANAMA	DOLLAR	250	50.0000	50.0000	2,141	1,492	649	566	2,141	1,492	649	927	324	283	1,070	746			1,070	746
76140270-6	INMOBILIARIA CARRIEL LIMITADA	CHILE	PESOS	50,0000	50.0000	1,087	944	(71)	(6)					(36)	(3)	544	472			544	472	
76017749-0	INMOBILIARIA SEPINO LTDA.	CHILE	PESOS	50,0000	50.0000	189	28	154	12					77	6	94	14			94	14	
9667470-3	INVERSIONES Y SERVICIOS RIGEL S.A.	CHILE	PESOS	33,33000	0.0000				(15)						(1)							
0-E	JALIPA CONTENEDORES S.R.L. DE C.V.	MEXICO	DOLLAR	20,000	40.0000	40.0000	(95)		(4)	(25)	(95)	(91)	(4)		(10)							
0-E	KEMPE (BVI) HOLDING CO. LTD.	BVI	DOLLAR	50,0000	50.0000	41,583	38,568	3,012	2,807					1,506	1,403	20,792	19,284			20,792	19,284	
0-E	KEMPE HOLDING CO. LTD.	PANAMA	DOLLAR	50,0000	50.0000	29,184	22,784	6,401	7,576					3,201	3,788	14,592	11,392			14,592	11,392	
0-E	LIMOLY S.A.	URUGUAY	DOLLAR	800,000	50.0000	50.0000	2,394	480	1,974	400	2,394		1,974	401	987	200	1,197	240			1,197	240
7602661-6	LNG TUGS CHILE S.A.	CHILE	PESOS	400,000	40.0000	40.0000	618	38						9		247	50			247	50	
9951290-9	MUELLAJE-ATI S.A.	CHILE	PESOS	20	0.5000	0.5000	128	60								1				1		
99508030-2	MUELLAJE DEL MAIPO S.A.	CHILE	PESOS	5,000	50.0000	50.0000	383	222	(312)	10				53	5	191	111			191	111	
96915770-5	MUELLAJE SITI S.A.	CHILE	PESOS	20	0.5000	0.5000	258	400	(127)					(1)		1	2			1	2	
96908170-9	MUELLAJE SVTI S.A.	CHILE	PESOS	56	0.5000	0.5000	564	400	(7)							3	2			3	2	
0-E	ODFELL & VAPORES LTD.	BERMUDA	DOLLAR	50,0000	50.0000	84	112	(17)	32					(9)	30	42	56			42	56	
9462000-K	ORION SERVICIOS MERCANTILES INTEGRADOS S.A.	CHILE	PESOS		0.0000	33,33000				(78)					(26)							
96610780-4	PORTUARIA CORRAL S.A.	CHILE	PESOS	26,180	50.0000	50.0000	11,515	9,852	1,007	894				504	447	5,738	4,926			5,738	4,926	
9609330-8	PUERTO PANUL S.A.	CHILE	PESOS	144	14.4000	14.4000	11,765	9,954	1,811	604	20,551	19,183	1,368	603	197	87	2,972	2,775			2,972	2,775
0-E	REXWOOD INVESTMENT INC.	PANAMA	DOLLAR	25	0.02000	0.02000	2,196	2,121	75	458	2,196	2,121	75	458								
0-E	RILUC S.A.	URUGUAY	DOLLAR	2,421,409	35.77800	49.00000	66	122	(303)	37	66	120	(303)	6	(131)	18	24	60			24	60
9608970-K	SAN ANTONIO TERMINAL INTERNACIONAL S.A.	CHILE	DOLLAR	824	50.0000	50.0000	79,377	78,668	3,385	8,072	81,242	78,030	3,135	8,072	1,568	4,036	40,940	39,334			40,940	39,334
9608930-0	SAN VICENTE TERMINAL INTERNACIONAL S.A.	CHILE	DOLLAR	500	50.0000	50.0000	43,268	40,566	4,366	30,559		10,082		2,183	5,041	21,634	20,283			21,634	20,283	
7676410-9	SERVIAIR LTDA.	CHILE	PESOS	1,00000	1.00000		31	3														
94058000-5	SERVICIOS AEROPORTUARIOS AEROSAN S.A.	CHILE	PESOS	15,000	50.0000	50.0000	2,597	5,194	2,537	2,404				1,249	1,202	1,299	2,597			1,299	2,597	
76457830-9	SERVICIOS LOGISTICOS LTDA.	CHILE	PESOS	1,00000	1.00000		287	206	35	116					1	3	2			3	2	
96721040-4	SERVICIOS MARITIMOS PATILLOS S.A.	CHILE	PESOS	500	50.0000	50.0000	1,283	1,098	1,105	934				552	467	642	549			642	549	
76353000-7	SERVICIOS PORTUARIOS RELONCAVI LTDA.	CHILE	PESOS	50,0000	50.0000	12,411	9,444	1,503	876					751	438	6,205	4,722			6,205	4,722	
76540160-7	SERVICIOS PORTUARIOS Y EXTRA PORTUARIOS BIO BIO LTDA.	CHILE	PESOS	50,0000	50.0000	11	12	(3)	(4)					(2)	(2)	5	6			5	6	
99567620-6	TERMINAL PUERTO ARICA S.A.	CHILE	DOLLAR	750	15.0000	15.0000	18,948	15,119	3,828	5,021				574	753	2,842	2,268	1	1	2,841	2,267	
0-E	TRABAJOS MARITIMOS S.A.	PERU	DOLLAR	4,384,750	50.0000	50.0000	17,552	15,338	8,213	11,146				4,107	5,573	8,776	7,669			8,776	7,669	
82074900-6	TRANSPORTADORA AUSTRAL BROOM S.A.	CHILE	PESOS	250,000	25.0000	25.0000	26,558	20,233	6,874	4,532				1,719	1,133	6,639	5,058			6,639	5,058	
96657210-8	TRANSPORTES FLUVIALES CORRAL S.A.	CHILE	PESOS	600	50.0000	50.0000	2,717	2,504	450	228				218	114	1,359	1,252			1,359	1,252	
0-E	TUG BRASIL APOIO MARITIMO PORTUARIO S.A.	BRAZIL	DOLLAR	29,127,318	50.0000	50.0000	31,206	29,880	(664)	879	31,206	29,880	(664)	879	(332)	440	15,901	15,238			15,901	15,238
0-E	VOGT & MAGUIRE SHIPROCKING LTD.	ENGLAND	POUND	50,0000	50.0000	298	339	1,040	1,587					520	793	149	450			149	450	
TOTAL																223,082	232,866	11	15	223,071	232,850	

## 11. Goodwill and Negative Goodwill

### Goodwill

Taxpayer ID Number	Company	12/31/2009		12/31/2008	
		Amount amortized in the period	Goodwill balance	Amount amortized in the period	Goodwill balance
0-E	AGENCIAS GRUPO CSAV (MEXICO) S.A. DE C.V.	16	253	16	269
77246540-8	AQUASAAM INGENIERIA LTDA.	15	175	12	151
0-E	COMERCIAL E INVERSIONES COIRON S.A.	16	30	16	45
0-E	COMPANIA LIBRA DE NAVEGACION (URUGUAY) S.A.	804	7,575	1,072	8,379
0-E	CSAV AGENCY FRANCE S.A.S.				155
0-E	CSAV AGENCY ITALY S.P.A.	126	2,273	127	2,487
0-E	KIOS S.A.			40	
76002201-2	SAAM PUERTOS S.A.		17		17
0-E	SAAM REMOLQUES S.A DE C.V.	5	31	5	37
96657210-8	TRANSPORTES FLUVIALES CORRAL S.A.	6		26	6
0-E	WELLINGTON HOLDING GROUP S.A.	1,605	29,035	1,241	30,640
0-E	SAAM GUATEMALA S.A.	74	246	49	320
<b>TOTAL</b>		<b>2,667</b>	<b>39,635</b>	<b>2,604</b>	<b>42,506</b>

### Negative goodwill balance

Taxpayer ID Number	Company	12/31/2009		12/31/2008	
		Amount amortized in the period	Negative Goodwill balance	Amount amortized in the period	Negative Goodwill balance
90596000-8	COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A.	562	843	562	1,406
0-E	CSAV GROUP (HONG KONG) LTD.	6	55	5	60
0-E	CSAV GROUP AGENCIES (HONG KONG) LTD.	19	199	19	218
<b>TOTAL</b>		<b>587</b>	<b>1,097</b>	<b>586</b>	<b>1,684</b>

## 12. Intangible Assets

Taxpayer ID Number	Company	Item	12/31/2009		12/31/2008	
			Amount amortized in the period ThUS\$	Balance of intangibles ThUS\$	Amount amortized in the period ThUS\$	Balance of intangibles ThUS\$
Foreign	Companhia Libra de Navegacao	Traffic right	(502)	4,642	(503)	5,144
Foreign	Concesionaria Saam Costa Rica S.A.	Tugboat concession	(235)	3,734	(220)	3,936
Foreign	CSAV Group Agencies (Hong Kong) Ltd.	Traffic right	(3)	49	(2)	52
Foreign	CSAV Group Agency Colombia Ltda. (Bogotá)	Software license	-	11	(2)	33
96.696.270-4	Inmobiliaria Marítima Portuaria S.A.	Easement	(31)	521	(9)	450
96.915.330-0	Iquique Terminal Internacional S.A.	Port concession	(58)	1,247	(58)	1,306
Foreign	Norasia Container Lines Ltd.	Traffic right	(1,867)	19,433	(1,867)	21,300
Foreign	Saam Remolques S.A. de C.V.	Port concession	(1,201)	7,914	(1,215)	9,115
<b>Total</b>			<b>(3,897)</b>	<b>37,551</b>	<b>(3,876)</b>	<b>41,336</b>

### 13. Other (Assets)

Item	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Treasury bonds	-	100
Costs of positioning containers and vessels	3,829	1,902
Costs of issuing UF bonds	1,724	1,872
Time deposits as collateral	72	207
Commissions on AFLAC loan	1,372	1,432
Valuation AFLAC contract	57,733	64,019
Derivative transactions (swap)	1,565	1,493
Prepaid rent	1,367	1,450
Other	7,464	1,346
<b>Total</b>	<b>75,126</b>	<b>73,821</b>

### 14. Short-term Loans from Financial Institutions

#### Short-term

CURRENCY OR ADJUSTMENT INDEX															
Taxpayer ID Number	Bank or Financial Institution	Dollars		Euros		Yen		Other foreign currencies		UF		Non-indexed Ch\$		TOTAL	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008
97004000-5	BANCO CHILE									31				31	
97030000-7	BANCO ESTADO		3												3
97036000-K	BANCO SANTANDER SANTIAGO							587						587	
0-E	BANCO SANTANDER URUGUAY	700	700											700	700
97023000-9	CORPBANCA	8	2								1			8	3
0-E	UNICREDIT			1										1	
0-E	BNP PARIBAS	127	64											127	64
0-E	MONTE DEI PASCHI				1										1
0-E	INTERESA SAN PAOLO			1										1	
	Other	0	0	0	0			0		0	0			0	0
	TOTAL	835	769	2	1			587		31	1	0	0	1,455	771
	Principal owed	835	769	2	1			587		31	1	0	0	1,455	771
	Average annual interest rate	4.67	7.66												
	Liabilities Foreign Currency (%)				97.7483										
	Liabilities Chilean Currency (%)				2.2517										

#### Long-term

		CURRENCY OR ADJUSTMENT INDEX													
Taxpayer ID Number	Bank or Financial Institution	Dollars		Euros		Yen		Other foreign currencies		UF		Non-indexed Ch\$		TOTAL	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008
0-E	AMERICAN FAMILY LIFE ASSURANCE COMPANY OF COLUMBUS ( AFLAC )		3,429			3,328								3,328	3,429
97004000-5	BANCO CHILE									262	214		34	262	248
97023000-9	BANCO ESTADO									108	84		329	108	413
0-E	BANCO SANTANDER N.Y.	2,109	3,039											2,109	3,039
0-E	BANCO SANTANDER OVERSEAS	2,511	2,545											2,511	2,545
97023000-9	BANCO CORPBANCA	4,578	1,092											4,578	1,092
0-E	BNP PARIBAS	1,065												1,065	
0-E	HSH NORBANK ASA		960												960
0-E	DEUTSCHE SCHIFFSBANK	1,172	1,257											1,172	1,257
0-E	BANCO SANTANDER MEXICO	117												117	
97006000-6	BANCO CRÉDITO E INVERSIONES	304												304	
0-E	BANCO SANTANDER CENTRAL HISPANO	800												800	
	Other	0	0	0	0	0	0			0	0	0	0	0	0
	TOTAL	12,656	12,322	0	3,328	0				370	298	0	363	16,354	12,983
	Average Annual interest rate	161	466			416	416			0		41	483		
	Liabilities Foreign Currency (%)	97.7483													
	Liabilities Chilean Currency (%)	2.2517													

## 15. Long-term Loans from Financial Institutions

Taxpayer ID Number	Bank or Financial Institution	Currency or restatement unit	Years to maturity Amount / Term					Period-end 2009		Period-end 2008
			More than 1 up to 2	More than 2 up to 3	More than 3 up to 5	More than 5 up to 10	More than 10 years	Total long-term at period-end	Average annual interest rate	Total long-term at period-end
0-E	AMERICAN FAMILY LIFE ASSURANCE COMPANY OF COLUMBUS ( APLAC )	Yen					259,583	259,583	4.16	265,869
97006000-6	BANCO CRÉDITO E INVERSIONES	Non-index ed Chilean pesos	4,393	8,785	17,571	9,185		39,934		
97023000-9	BANCO CORPBANCA	Dollars	4,545	4,545	9,091			18,181	2.33	11,612
97004000-5	BANCO CHILE	UF	287	178				465		594
97030000-7	BANCO ESTADO	UF	113	118	253	488		972	4.5	880
0-E	BANCO SANTANDER S.A. NY	Dollars	2,909	1,855				4,764	2.33	8,934
0-E	BNP PARIBAS	Dollars					35,328	35,328	1.55	31,633
0-E	HSH NORBANK ASA	Dollars								5,960
0-E	DEUTSCHE SHIFFSBANK	Dollars	1,120	1,120	2,240	2,735		7,215	2.24	8,335
0-E	BANCO SANTANDER CENTRAL HISPANO	Dollars	1,750	1,750	3,500			7,000	4.03	
0-E	BANCO SANTANDER OVERSEAS BANK	Dollars	2,500	2,500				5,000	1.61	7,500
97036000-K	BANCO SANTANDER SANTIAGO	Dollars	254					254		
<b>TOTAL</b>			<b>17,871</b>	<b>20,851</b>	<b>32,655</b>	<b>12,408</b>	<b>294,911</b>	<b>378,696</b>		<b>341,317</b>
Liabilities Foreign Currency (%)			89.0754							
Liabilities Chilean Currency (%)			10.9246							

## 16. Short-term and Long-term Bonds Payable

### Bonds

Refers to dematerialized, indexed bearer bonds denominated in UF and placed in Chile.

	Series A 1	Series A 2
Number of bonds issued	190	100
Face value of each bond	UF 5,000	UF 10,000
Face value of the series	UF 950,000	UF 1,000,000
Placement value (100% of issue)	UF 908,096	UF 955,891
Date of issue	1/10/2001	
Date of placement	11/14/2001 (100% placed)	
Annual interest rate	6.40%	
Interest payments	Semi-annually at period-end	
Initial date of interest accrual	10.01.2001	
Maturity	10.01.2022	
Amortization of principal	Semi-annual payment starting on 04/01/2009	
Rating:		
Registration	SVS No 274 of 10/12/2001	
Rating Agency	A+ Clasificadora de Riesgo Humphreys Ltda. A+ Fitch Chile Clasificadora de Riesgo Ltda.	
Underwriters	Salomon Smith Barney S.A., Corredores de Bolsa.	
Bondholders' representative	Banco de Chile	
Use of funds	Payment of liabilities maturing in 2002 and 2003 and funding of future investment in or financing of companies whose line of business is related to the Company's line of business.	

As of December 31, 2009, the bonds have the following ratings:

A- Clasificadora de Riesgo Humphreys Ltda.  
 BBB Fitch Chile Clasificadora de Riesgo Ltda.  
 BBB ICR Clasificadora de Riesgo Ltda.

Instrument Registration Number	Series	Nominal amount placed outstanding	Indexation unit	Interest rate	Final maturity	Periodicity		Face Value		Placement in Chile or abroad
						Interest payments	Principal payments	12/31/2009	12/31/2008	
Long-term bonds-current portion										
274	A-1	882,143	UF	6.4	01/10/2022	BI-ANNUAL	BI-ANNUAL	3,377	2,792	CHILE
274	A-2	928,571	UF	6.4	01/10/2022	BI-ANNUAL	BI-ANNUAL	3,555	2,938	CHILE
Total current portion									6,932	5,730
Long-term bonds										
274	A-1	882,143	UF	6.4	01/10/2022	BI-ANNUAL	BI-ANNUAL	33,630	29,734	CHILE
274	A-2	928,571	UF	6.4	01/10/2022	BI-ANNUAL	BI-ANNUAL	35,399	31,299	CHILE
Total long-term									69,029	61,033

## 17. Provisions and Write-offs

Short-term Provisions	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Cargo claims	13,622	10,787
Administrative expenses	6,450	6,864
Vessel, equipment and dry-dock repairs	1,110	3,986
Vacation	8,314	7,770
Logistics and containers	6,011	7,153
Labor obligations, Brazil	3,798	2,976
Profit sharing	2,680	3,673
Negative shareholders' equity - subsidiaries	274	112
Severance indemnity	955	1,098
Other	2,188	3,255
<b>Total</b>	<b>45,402</b>	<b>47,674</b>

Long-term Provisions	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Severance indemnity	8,859	6,930
Vessel, equipment and dry-dock repairs	-	1,062
Contingencies	-	52
Other	1,076	476
<b>Total</b>	<b>9,935</b>	<b>8,520</b>



## 18. Severance Indemnity

As indicated in Note 2(r), the Company came to an agreement with its employees to settle this benefit in advance and paid it on January 31, 2008.

This benefit was maintained in those subsidiaries that have it: In 2009, ThUS\$ 6,426 was charged to income for severance indemnities (includes foreign currency translation) and payments of ThUS\$ 4,641 were made.

In 2008, ThUS\$ 3,249 was charged to income for severance indemnities and payments of ThUS\$ 2,700 were made.

## 19. Minority Interest

Detail	12/31/2009		12/31/2008	
	Liability	Net income (loss)	Liability	Net income (loss)
	ThUS\$	for the period ThUS\$	ThUS\$	for the period ThUS\$
Compañía Naviera Río Blanco S.A.	(609)	(242)	(851)	2,419
Compañía Sud Americana de Vapores Agencia Marítima S.L.	711	(271)	-	-
CSAV Agencia Marítima S.L.	-	-	640	(514)
CSAV Agencies (Malaysia) Sdb. Bhd.	(150)	155	7	20
CSAV Agencies (UK) Ltd.	210	(182)	171	(619)
CSAV Agency France S.A.S.	-	-	203	76
CSAV Argentina S.A.	457	(388)	664	(533)
CSAV Denizcilik Acentasi A.S.	1,569	(1,320)	405	(193)
CSAV Group Agencies (Germany) GmbH	446	257	690	(614)
CSAV Group Agencies Belgium N.V.	(522)	1,001	546	(978)
CSAV Group Agencies Korea Co. Ltd.	(9)	(49)	(62)	3
CSAV Group Agencies Netherlands B.V.	660	(195)	492	(1,863)
CSAV Group Agencies South Africa PTY Ltd.	680	(1,126)	47	(701)
CSAV Group Agencies Uruguay S.A. (Montevideo)	352	(313)	73	(74)
CSAV Group Agency Colombia Ltda. (Bogotá)	713	(1,480)	208	(128)
Florida International Terminal LLC	1,613	(1,013)	1,059	(961)
Giraldir S.A. y Kios S.A.	798	(247)	552	(150)
Iquique Terminal Internacional S.A.	6,732	(1,575)	6,098	(3,449)
Inmobiliaria e Inversiones San Marco Ltda.	-	-	-	(1)
Maritime Shipping & Trading Inc.	242	(381)	86	(49)
Maritime Shipping & Trading International Inc.	9	2	237	(215)
Marsud Armazens Gerais Ltda.	580	(80)	554	(88)
Marsud Ltda.	172	(23)	149	-
Norgistics Brazil Operador Multimodal Ltda.	66	(15)	130	(158)
Odfjell y Vapores S.A.	6,453	396	6,848	(1,568)
SAAM Guatemala y Marex S.A.	502	(62)	514	(50)
SAAM Remolcadores S.A. de C.V.	94	(33)	60	(33)
SAAM Remolques S.A. de C.V.	686	(105)	580	(98)
Southern Shipmanagement CO. S.A.	31	(10)	12	(86)
Wellington Holding Group S.A.	(5,564)	4,488	(1,025)	1,737
<b>Total</b>	<b>16,922</b>	<b>(2,811)</b>	<b>19,087</b>	<b>(8,868)</b>

## **20. Changes in Shareholders' Equity**

### **a) Dividends**

The corporate by-laws contain no restrictions regarding dividend payments, which are paid in Chilean pesos.

### **b) Capital increase agreements**

I) In an Extraordinary General Shareholders' Meeting held January 30, 2009, shareholders agreed to the following:

a. To nullify the 80,098,707 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held April 25, 2008, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 206,559,229.48, divided into 769,518,252 single-series shares with no par value;

b. To subtract US\$ 44,846.73 from paid-in capital for share issue and placement expenses;

c. To increase capital from US\$ 206,514,382.75, divided into 769,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 406,514,382.75, divided into 1,128,353,401 single-series shares with no par value.

The Company will increase capital by US\$ 200,000,000 by issuing 358,835,149 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by January 30, 2012.

II) In an Extraordinary General Shareholders' Meeting held August 18, 2009, shareholders agreed to the following:

a. To ratify each and every one of the agreements related to the Company's capital adopted by shareholders at the Extraordinary Shareholders' Meeting on January 30, 2009;

b. To nullify the 46,835,149 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held January 30, 2009, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 351,559,949.56, divided into 1,081,518,252 single-series shares with no par value;

c. To subtract US\$ 52,918.18 from paid-in capital for share issue and placement expenses so that the balance of this account is US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value;

d. To increase capital from US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value.

The Company will increase capital by US\$ 300,000,000 by issuing 530,091,529 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by August 18, 2012.

The share price will be Ch\$ 327 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations.

e. To eliminate the second transitory article as it is no longer in effect; and

f. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

III) In an Extraordinary General Shareholders' Meeting held December 18, 2009, shareholders agreed to the following:

- a. To leave record that no placement discount has been generated from the partial placement of shares made to date and charged to the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 and, therefore, no decision needs to be made with respect to deducting this placement discount;
- b. To maintain in full force the portion of the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 that is pending placement;
- c. To leave record that, in conformity with Official Form Letter 1,370 of 1998 and its amendments, the share issue and placement costs for the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 may not be deducted from paid-in capital but instead should be deducted from the account "Premium on sale of own shares" that arose as a result of the capital increase;
- d. To increase capital from US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value, of which US\$ 587,315,364.90 are fully subscribed and paid and the balance of US\$ 64,191,666.48 will be subscribed and paid by no later than August 18, 2012, to US\$ 1,011,507,031.38, divided into 1,929,995,861 single-series shares with no par value;

The Company will increase capital by US\$ 360,000,000 by issuing 318,386,080 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by December 18, 2010;

The share price will be US\$ 1.1307027 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations;

- e. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

#### **c) First share issue**

On May 14, 2009, the issue of 312,000,000 single-series shares with no par value was registered in the SVS Securities Registry (No. 871) for US\$ 173,896,008.16 with a charge to the aforementioned capital increase.

This issue was offered to the Company's shareholders, who had the right to subscribe 0.4054484727 new shares for each share registered in the Shareholders' Registry as of May 23, 2009. These shares were offered for 250 pesos per share and fully paid upon subscription in cash, cashier's check, electronic transfer or any other such instrument payable on demand.

The ordinary period for exercising the right of first refusal on these shares was from May 29, 2009 to June 27, 2009.

All shares not subscribed and paid during this period and fractions of shares remaining after prorating shares among shareholders were offered only to those shareholders that previously expressed their desire to subscribe additional shares. This additional period began on July 1, 2009 and ended on July 7, 2009.

As of December 31, 2009, 312,000,000 shares had been subscribed and paid, equivalent to US\$ 145,045,551.59.

As a result, paid-in capital amounts to 1,081,518,252 subscribed and fully paid shares, equivalent to US\$ 351,507,016.16 (including the capitalization of share issue expenses, which was approved at the Extraordinary General Shareholders' Meeting held August 18, 2009).

#### **d) Second share issue**

On October 30, 2009, the issue of 416,666,667 single-series shares with no par value was registered in the SVS Securities Registry (No. 888) for US\$ 235,808,334.00 with a charge to the aforementioned capital increase.

This issue was offered to the Company's shareholders, who had the right to subscribe 0.385260874 new shares for each share registered in the Shareholders' Registry as of November 5, 2009. These shares were offered for 327 pesos per share and fully paid upon subscription in cash, cashier's check, electronic transfer or any other such instrument payable on demand.

The ordinary period for exercising the right of first refusal on these shares was from November 11, 2009 to December 10, 2009.

A total of 22,576,006 shares that were either not subscribed and paid during this period or resulted from fractions of shares remaining after prorating shares among shareholders, were auctioned on the Santiago Stock Exchange on December 16, 2009.

As of December 31, 2009, 416,666,667 shares had been subscribed and paid, equivalent to US\$ 267,985,785.93, of which US\$ 32,177,452.41 corresponds to the share premium, which resulted principally from variations in the US dollar between the date on which the placement value in pesos was set and the date the shares were actually purchased.

As a result, as of December 31, 2009 paid-in capital amounts to 1,498,184,919 subscribed and fully paid shares, equivalent to US\$ 587,315,349.68 plus the share premium of US\$ 32,058,964.55 (net of share issue and placement expenses of US\$ 118,487.86).

#### **e) Other reserves**

As of December 31, 2009, the difference resulting from applying the proportional equity method to account for investments in subsidiaries that keep their accounting in a currency other than the US dollar has been adjusted with a credit to other reserves. This adjustment generated a credit of ThUS\$ 25,786 (charge of ThUS\$ 18,550 in 2008), which corresponds mostly to the investment held in the subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. The cumulative translation adjustment and share issue expenses are detailed further below in this note.

#### **f) Share issue costs**

As of December 31, 2009, share issue costs recorded within Other Reserves include ThUS\$ 3,248 for financial advisory services and ThUS\$ 199 for legal advisory services and expenses.

## Changes in Shareholders' Equity

Movements	12-31-2009									12-31-2008								
	Paid-in capital	Price-level restatement reserve	Premium on sale of shares	Other reserves	Future dividend reserve	Retained earnings	Interim dividends	Deficit in development stage	Net Income/(Loss)	Paid-in capital	Price-level restatement reserve	Premium on sale of shares	Other reserves	Future dividend reserve	Retained earnings	Interim dividends	Deficit in development stage	Net Income/(Loss)
Initial balance	206,559			16,430	28,347	611,586			-38,617	170,000			35,025	28,347	529,607			116,862
Income distribution prior year						-38,617			38,617						116,862	0		-116,862
Final dividend prior year															-34,883	0		
Capital increase with share issue	380,853		32,059							36,559								
Capitalization of reserves and/or net income	0			0														
Accumulated deficit in development stage	0																	
Capitalization of share issue expenses 2008	-44			44														
Adjustment from investment				25,787									-18,550					
Future final dividend																		
Capitalization of share issue expenses June 2009	-53			0									-45					
Share issue expenses	0	0		-3,447														
Price-level restatement of paid-in capital																		
Net income (loss) for the period									-668,863									-38,617
Interim dividends																		
Final balance	587,315		32,059	38,814	28,347	572,969	0	0	-668,863	206,559			16,430	28,347	611,586			-38,617
Restated balances										206,559			16,430	28,347	611,586	0		-38,617

## Number of Shares

Series	No. of subscribed shares	No. of paid shares	No. of voting shares
SINGLE	1,498,184,919	1,498,184,919	1,498,184,919

## Capital (amount ThUS\$ )

Series	Subscribed capital ThUS\$	Paid-in capital ThUS\$
SINGLE	587,315	587,315

## 20. Other Reserves

Detail	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Initial balance – other reserves	16,430	35,025
Translation adjustments:	-	-
Sudamericana, Agencias Aéreas Marítimas S.A.	26,034	-17,882
Compañía Chilena de Navegación Interoceánica S.A.	751	-
Share issue and placement expenses	-3,447	-
Capitalization of share issue and placement expenses 2008	45	-45
Other	-999	-668
<b>Accumulated Total</b>	<b>38,814</b>	<b>16,430</b>

## 21. Other Non-Operating Income and Non-Operating Expenses

Other Non-Operating Income	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Proceeds from leased real estate	1,028	839
Commissions	-	1,126
Income from absorption of tax losses	3,663	3,979
Readjustments	25	811
Recovered expenses (lawsuit)	909	481
Technical support	-	986
Gain on other investments	227	68
Gain on sale of fixed assets	3,336	5,438
Gain on sale of other assets	1,171	492
Gain on derivative contracts	273	107,957
Other	6,129	10,057
<b>Total</b>	<b>16,761</b>	<b>132,234</b>

Other Non-Operating Expenses	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Amortization of intangibles	(2,372)	(2,372)
Loss on derivatives contracts	(98,361)	(1,397)
Loss on sale of fixed assets	(979)	(475)
Loss on sale of other assets	(17)	(77)
Loss for adjustment of subsidiaries	-	(205)
Other	(4,744)	(3,517)
<b>Total</b>	<b>(106,473)</b>	<b>(8,043)</b>

## 22. Price-level Restatement

ASSETS (CHARGE) / CREDIT	Indexation unit	12/31/2009	12/31/2008
INVENTORY	CPI		0
FIXED ASSETS	CPI	(2,013)	5,937
INVESTMENTS IN RELATED COMPANIES	CPI	(42)	73
OTHER NON-MONETARY ASSETS	CPI	(104)	410
EXPENSE ACCOUNTS	CPI	(30)	1,221
<b>TOTAL (CHARGE) / CREDIT</b>		<b>(2,189)</b>	<b>7,641</b>
LIABILITIES (CHARGE) / CREDIT			
SHAREHOLDERS' EQUITY	CPI	1,978	(5,675)
ACCOUNTS PAYABLE TO RELATED COMPANIES	CPI	220	(89)
SUNDRY CREDITORS	CPI	44	0
MINORITY INTEREST	CPI		0
NON-MONETARY LIABILITIES	CPI		(172)
INCOME ACCOUNTS	CPI	49	(1,641)
<b>TOTAL (CHARGE) / CREDIT</b>		<b>2,291</b>	<b>(7,577)</b>
<b>GAIN FOR PRICE-LEVEL RESTATEMENT</b>		<b>102</b>	<b>64</b>



## 23. Foreign Currency Translation

ASSETS (CHARGE) / CREDIT	Currency	12/31/2009	12/31/2008
CASH AND BANKS	CHILEAN PESO	304	(6,724)
CASH AND BANKS	US DOLLAR	127	1,145
CASH AND BANKS	EURO	5,823	(581)
CASH AND BANKS	YEN	7	39
CASH AND BANKS	BRAZILIAN REAL	(8,701)	(5,586)
CASH AND BANKS	POUND STERLING	36	
CASH AND BANKS	MEXICAN PESO	(23)	
CASH AND BANKS	OTHER CURRENCIES	1,735	(162)
TIME DEPOSITS	CHILEAN PESO	2,094	(13,652)
TIME DEPOSITS	EURO		(3,991)
TIME DEPOSITS	BRAZILIAN REAL	8	128
TIME DEPOSITS	MEXICAN PESO		
TIME DEPOSITS	US DOLLAR	(2)	(32)
TIME DEPOSITS	OTHER CURRENCIES		(176)
TRADE ACCOUNTS RECEIVABLE	CHILEAN PESO	749	(5,098)
TRADE ACCOUNTS RECEIVABLE	US DOLLAR	2,789	(423)
TRADE ACCOUNTS RECEIVABLE	EURO	(1,799)	(4,470)
TRADE ACCOUNTS RECEIVABLE	POUND STERLING	(1)	
TRADE ACCOUNTS RECEIVABLE	YEN	34	210
TRADE ACCOUNTS RECEIVABLE	YUAN	110	
TRADE ACCOUNTS RECEIVABLE	BRAZILIAN REAL	2,659	(5,083)
TRADE ACCOUNTS RECEIVABLE	MEXICAN PESO	(347)	
TRADE ACCOUNTS RECEIVABLE	OTHER CURRENCIES	1,826	(624)
NOTES RECEIVABLE	CHILEAN PESO	1	(121)
NOTES RECEIVABLE	EURO	(6)	5
NOTES RECEIVABLE	BRAZILIAN REAL	7	1
SUNDRY DEBTORS	CHILEAN PESO	286	(2,947)
SUNDRY DEBTORS	US DOLLAR	173	2
SUNDRY DEBTORS	EURO	244	(1,820)
SUNDRY DEBTORS	POUND STERLING	48	
SUNDRY DEBTORS	YEN	(20)	29
SUNDRY DEBTORS	BRAZILIAN REAL	614	(660)
SUNDRY DEBTORS	MEXICAN PESO	89	
SUNDRY DEBTORS	OTHER CURRENCIES	1,299	269
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO	4,054	2,855
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	US DOLLAR	(86)	
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	EURO	4,432	(808)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	BRAZILIAN REAL	8,323	(1,051)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	POUND STERLING	(13)	
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	MEXICAN PESO	9	
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	OTHER CURRENCIES	(10,963)	(1,021)
INVENTORY	BRAZILIAN REAL	(493)	
INVENTORY	OTHER CURRENCIES		
RECOVERABLE TAXES	CHILEAN PESO	1,101	(1,969)
RECOVERABLE TAXES	US DOLLAR	67	(372)
RECOVERABLE TAXES	BRAZILIAN REAL	322	(127)
RECOVERABLE TAXES	MEXICAN PESO		
RECOVERABLE TAXES	OTHER CURRENCIES	7	313
DEFERRED TAXES	BRAZILIAN REAL	2,295	
DEFERRED TAXES	MEXICAN PESO	(5)	
OTHER CURRENT ASSETS	CHILEAN PESO	(544)	(5,430)
OTHER CURRENT ASSETS	US DOLLAR	(790)	(66)
OTHER CURRENT ASSETS	EURO	8	
OTHER CURRENT ASSETS	BRAZILIAN REAL	1	
OTHER CURRENT ASSETS	OTHER CURRENCIES	791	(578)
INVESTMENTS IN OTHER COMPANIES	CHILEAN PESO	(233)	252
INVESTMENTS IN OTHER COMPANIES	US DOLLAR	604	
LONG-TERM RECEIVABLES	CHILEAN PESO	123	34
LONG-TERM RECEIVABLES	BRAZILIAN REAL	936	
LONG-TERM NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO		
OTHER LONG-TERM ASSETS	CHILEAN PESO	82	(111)
OTHER LONG-TERM ASSETS	US DOLLAR		(6)
OTHER LONG-TERM ASSETS	EURO	(462)	
OTHER LONG-TERM ASSETS	BRAZILIAN REAL		(86)
OTHER LONG-TERM ASSETS	OTHER CURRENCIES	(22)	(97)
<b>Total (Charge) Credit</b>		<b>19,707</b>	<b>(58,590)</b>

LIABILITIES (CHARGE) / CREDIT	Currency	12/31/2009	12/31/2008
LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO	(100)	
LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS - COR	CHILEAN PESO	(1,579)	
DIVIDENDS PAYABLE	CHILEAN PESO	(87)	1,093
DIVIDENDS PAYABLE	BRAZILIAN REAL	5	
DIVIDENDS PAYABLE	MEXICAN PESO	431	
ACCOUNTS PAYABLE	CHILEAN PESO	(2,211)	3,801
ACCOUNTS PAYABLE	US DOLLAR	(141)	81
ACCOUNTS PAYABLE	EURO	(2,945)	3,334
ACCOUNTS PAYABLE	POUND STERLING	(76)	
ACCOUNTS PAYABLE	YEN	97	(151)
ACCOUNTS PAYABLE	BRAZILIAN REAL	(4,381)	7,653
ACCOUNTS PAYABLE	MEXICAN PESO	(299)	
ACCOUNTS PAYABLE	OTHER CURRENCIES	(4,550)	2,007
NOTES PAYABLE	CHILEAN PESO		
NOTES PAYABLE	EURO	177	
NOTES PAYABLE	POUND STERLING	3	
NOTES PAYABLE	MEXICAN PESO	(27)	
NOTES PAYABLE	BRAZILIAN REAL	(1,523)	
NOTES PAYABLE	OTHER CURRENCIES	933	
SUNDRY CREDITORS	CHILEAN PESO	(49)	(205)
SUNDRY CREDITORS	US DOLLAR		3
SUNDRY CREDITORS	BRAZILIAN REAL	188	30
SUNDRY CREDITORS	OTHER CURRENCIES	1	2
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO	(4,329)	7,129
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR	42	(352)
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	EURO		195
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	POUND STERLING		
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	BRAZILIAN REAL	469	415
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	MEXICAN PESO	(16)	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	OTHER CURRENCIES	(27)	50
PROVISIONS	CHILEAN PESO	(2,118)	(715)
PROVISIONS	US DOLLAR	(13)	(10)
PROVISIONS	EURO	43	(34)
PROVISIONS	POUND STERLING	3	
PROVISIONS	BRAZILIAN REAL	(1,016)	109
PROVISIONS	OTHER CURRENCIES	9	8
WITHHOLDINGS	CHILEAN PESO	(110)	30
WITHHOLDINGS	US DOLLAR	(29)	15
WITHHOLDINGS	BRAZILIAN REAL	(18)	(16)
WITHHOLDINGS	OTHER CURRENCIES	6	42
INCOME TAXES	CHILEAN PESO		(2)
INCOME TAXES	US DOLLAR	(20)	
INCOME TAXES	BRAZILIAN REAL		
INCOME TAXES	OTHER CURRENCIES		16
DEFERRED TAXES	BRAZILIAN REAL		64
DEFERRED TAXES	OTHER CURRENCIES		8
OTHER CURRENT LIABILITIES	CHILEAN PESO	(68)	1,030
OTHER CURRENT LIABILITIES	US DOLLAR		38
OTHER CURRENT LIABILITIES	OTHER CURRENCIES	132	(169)
LONG-TERM BONDS	BRAZILIAN REAL	(1,204)	
LONG-TERM BONDS	CHILEAN PESO	(12,983)	10,163
LONG-TERM NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO	(644)	598
LONG-TERM NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR		9
LONG-TERM PROVISIONS	MEXICAN PESO	2	
OTHER LONG-TERM LIABILITIES	US DOLLAR	(30)	(20)
<b>Total (Charge) Credit</b>		<b>(38,052)</b>	<b>36,249</b>
(Loss) gain for foreign currency translation		(18,345)	(22,341)

## 24. Statement of Cash Flows

### a.) Operating activities

Cash flows from operating activities generated a net negative flow of ThUS\$ 276,145, compared to a net negative flow of ThUS\$ 192,087 in 2008. Part of this variation is attributable to collateral in guarantee of ThUS\$ 28,036 as of December 2009 (ThUS\$ 134,840 in 2008).

### b.) Financing activities

b.1 During 2009, the subsidiary SAAM obtained loans for ThUS\$ 61,298 (ThUS\$ 4,736 in 2008), mainly from Corpbanca for ThUS\$ 13,375, BCI for ThUS\$ 40,000, Banco Santander Madrid for ThUS\$ 7,000 and other minor loans totaling ThUS\$ 923, which will be used to finance working capital. In addition, the subsidiary Tollo Shipping Co. used ThUS\$ 4,277 of a line of credit it has with BNP to finance construction of new vessels.

b.2 During 2009, several principal payments were made on loans for a total of ThUS\$ 21,241 (ThUS\$ 13,573 in 2008). The most important payments were made by the subsidiary SAAM on its loans with Banco Santander for ThUS\$ 6,894, Corpbanca for ThUS\$ 2,273 and other minor loans totaling ThUS\$ 1,150. Principal payments were also made on loans for vessel purchases with Deutsche Schiffsbank for ThUS\$ 1,120, as well as prepayments of debt with DnB Nor Bank for ThUS\$ 6,671 and interest payments on loans with BNP of ThUS\$ 3,133.

b.3 Share placement corresponds to shares subscribed and paid for capital increases made during 2009. The first increase was for 312,000,000 shares, equivalent to ThUS\$ 145,046 and the second increase was for 416,666,667 shares, equivalent to ThUS\$ 267,986.

### c.) Investing activities

c.1 Additions to fixed assets of ThUS\$ 91,597 (ThUS\$ 216,984 in 2008) correspond basically to advances for ship construction of ThUS\$ 31,105, construction and expansion of port terminals for ThUS\$ 4,370, purchases of machinery and equipment for use at ports such as tugboats, cranes, etc. for ThUS\$ 14,747, payments on tugboat construction for ThUS\$ 15,876 and various other minor outlays for construction of machinery and equipment totaling ThUS\$ 25,499.

c.2 Sale of investments in related companies corresponds primarily to the sale of the Company's interest in Agencias Universales S.A.

### d.) Final cash and cash equivalents are composed as follows:

	2009 ThUS\$	2008 ThUS\$
Cash	100,996	59,361
Time deposits (*)	196,415	120,168
Investments under agreement to resell	8,650	3,551
Bank guarantees without use restrictions	-	100
<b>Total</b>	<b>306,061</b>	<b>183,180</b>

(\*) The difference of ThUS\$ 3,763 between the balance sheet and cash equivalents is due to deposits maturing in over 90 days.

## 25. Derivative Contracts

		Description of the contracts						Account affected					
Type of derivative	Type of contract	Contract value	Maturity	Specific item	Buy/Sell Position	Hedged item or transaction		Value of hedged item	Asset / Liability		Effect on income		
						Name	Amount		Name	Amount	Realized	Unrealized	
C	CCPE	100,000	IV 2014	INTEREST RATE 4.50%	B	LIABILITIES	50,000	50,000	OTHER CURRENT ASSETS	384		0	
C	CCPE	50,000	IV 2014	INTEREST RATE 4.50%	B	LIABILITIES	25,000	25,000	OTHER CURRENT ASSETS	194		0	
C	CCPE	201,850	IV 2033	LOAN IN YEN	B	LOAN IN YEN	259,572	259,572	ACCOUNTS PAYABLE	0			
C	CCTE	7,275	III 2011	INTEREST RATE 4.5%	B	LOAN IN US\$	3,375	3,375	OTHER CURRENT ASSETS	0			
C	CCTE	12,125	III 2011	INTEREST RATE 4.5%	B	LOAN IN US\$	5,625	5,625	OTHER CURRENT ASSETS	1			
C	CCTE	12,311	I 2012	INTEREST RATE 4.5%	B	LOAN IN US\$	7,064	7,064	OTHER CURRENT ASSETS	3			
C	CCTE	21,190	I 2010	INTEREST RATE 4.5%	B	LOAN IN US\$	3,042	3,042	OTHER CURRENT ASSETS	0			
S	CCTE	10,124	IV 2010	SWAP 72	B	FUEL PURCHASE	3,375	3,375	PREPAID EXPENSES	5,880	91	2,505	
S	CCTE	234	I 2010	SWAP 122	B	FUEL PURCHASE	234	234	PREPAID EXPENSES	240		(6)	
S	CCTE	238	III 2010	SWAP 123	B	FUEL PURCHASE	238	238	PREPAID EXPENSES	241		(3)	
S	CCTE	241	IV 2010	SWAP 124	B	FUEL PURCHASE	241	241	PREPAID EXPENSES	243		(2)	
S	CCTE	1,953	IV 2012	SWAP 125	B	FUEL PURCHASE	1,953	1,953	PREPAID EXPENSES	1,947		6	
S	CCTE	2,435	IV 2012	SWAP 125	B	FUEL PURCHASE	2,435	2,435	PREPAID EXPENSES	2,417		18	
S	CCTE	2,700	IV 2012	SWAP 125	B	FUEL PURCHASE	2,700	2,700	PREPAID EXPENSES	2,682		18	
FR	CCPE	25,500	I 2010	EXCHANGE RATE	S	ASSETS IN PESOS	31,728	30,961	OTHER CURRENT LIABILITIES	6	(6)		
FR	CCTE	824	I 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	824	765	OTHER CURRENT ASSETS	59		59	
FR	CCTE	502	I 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	502	469	OTHER CURRENT ASSETS	33		33	
FR	CCTE	417	I 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	417	390	OTHER CURRENT ASSETS	27		27	
FR	CCTE	797	II 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	797	746	OTHER CURRENT ASSETS	51		51	
FR	CCTE	1,641	II 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	1,642	1,536	OTHER CURRENT ASSETS	106		106	
FR	CCTE	745	II 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	745	696	OTHER CURRENT ASSETS	49		49	
FR	CCTE	557	III 2010	EXCHANGE RATE	S	CONSTRUCTION CONTRACT	557	519	OTHER CURRENT ASSETS	38		38	
SW	CCTE	11,625	IV 2014	INTEREST RATE	B	BANK LOANS	11,636	10,568	OTHER LONG-TERM LIABILITIES	694	(5)	689	
SW	CCTE	13,375	IV 2014	INTEREST RATE	B	BANK LOANS	13,375	12,159	OTHER LONG-TERM LIABILITIES	90	(5)	85	
SW	CCTE	10,000	IV 2014	INTEREST RATE	B	BANK LOANS	10,000	10,000	OTHER LONG-TERM LIABILITIES	347	0	347	
SW	CCTE	7,382	I 2012	INTEREST RATE	B	BANK LOANS	7,382	7,382	OTHER LONG-TERM LIABILITIES	213	0	213	
SW	CCTE	3,078	III 2013	INTEREST RATE	B	BANK LOANS	3,078	2,947	OTHER LONG-TERM LIABILITIES	116	0	116	
SW	CCTE	1,862	III 2013	INTEREST RATE	B	BANK LOANS	1,862	1,783	OTHER LONG-TERM LIABILITIES	70	0	70	
SW	CCTE	1,519	IV 2013	INTEREST RATE	B	BANK LOANS	1,519	1,519	OTHER LONG-TERM LIABILITIES	67	0	67	
SW	CCTE	2,769	IV 2013	INTEREST RATE	B	BANK LOANS	2,769	2,657	OTHER LONG-TERM LIABILITIES	109	0	109	
SW	CCTE	2,800	IV 2012	INTEREST RATE	B	BANK LOANS	2,800	2,800	OTHER LONG-TERM LIABILITIES	119	0	119	

## 26. Contingencies and Restrictions

A) Compañía Sud Americana de Vapores S.A.

a.1) Guarantees Granted

a.1.1) Deutsche Schiffsbank - Loan M/V Mapocho

On February 14, 2003, the Company entered into a loan agreement with Deutsche Schiffsbank for ThUS\$ 15,615, which was disbursed in full on that date, intended to finance the acquisition of the vessel M/V Mapocho. As of December 31, 2009, the outstanding amount is ThUS\$ 8,335. The book value of the vessel as of December 31, 2009 is ThUS\$ 8,457.

Under the terms of the loan agreement, the vessel served as collateral for the loan with Deutsche Schiffsbank for up to ThUS\$ 15,615. Additionally, the Company issued a promissory note in which it conditionally transferred certain income streams and insurance contracts related to the vessel to the bank and the Company also established a commercial pledge on certain rights, loans, accounts receivable and income streams related to the vessel.

#### a.1.2) American Family Life Assurance Company of Columbus (AFLAC)

On August 1, 2003, the Company became guarantor and joint debtor of its subsidiary Tollo Shipping Co. S.A. of Panama, in a loan agreement with the Japanese agency of American Family Life Assurance Company of Columbus (AFLAC) for JPY 24,000,000,000 (twenty four billion yen), equivalent to US\$ 201,850,294 (two hundred one million, eight hundred fifty thousand, two hundred ninety-four dollars). This loan was used to pay outstanding debts and fund public investments and projects that complemented the businesses of the Company and its subsidiaries. The 30-year obligation will be fully paid upon maturity in yen and interest will be paid in US dollars on a semi-annual basis. The loan can be paid in advance, either fully or in part, starting in the fifteenth year, at each date on which interest payments are due.

On July 18, 2003, the Company became guarantor and joint debtor of its subsidiary Tollo Shipping Co. S.A. of Panama, by entering into several contracts with Goldman Sachs & Co. to hedge fluctuations in the exchange rate between the yen and US dollar during the term of the loan described in the previous paragraph in the event that the yen appreciates with regard to its current spot rate up to an agreed margin. It will be paid using an annual rate, with semi-annual payments on the dates on which interest payments are due. The interest and the cost of the foreign exchange hedge for this loan are 6.3% per annum.

#### a.1.3) Scotiabank – Stand-by Letter of Credit

On September 24, 2009, the Company furnished a guarantee in favor of Petróleo Brasileiro S.A. (Petrobras) Róo de Janeiro, Brazil, through Scotiabank Chile, to guarantee its oil purchases in Brazil. The guarantee is for ThUS\$ 3,000, expiring on March 26, 2010.

#### a.1.4) Banco Security - Stand-by Letter of Credit

On September 7, 2009, the Company furnished a bank guarantee in favor of the Board of County Commissioners, through Banco Security, to guarantee its port operations in Miami. The guarantee is for ThUS\$ 100 and expires on September 7, 2010.

#### a.1.5) Vessels in joint ventures with Peter Döhle Schiffahrts KG

On May 31, 2005, the second 4,050 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Limari”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 5,650 as of December 31, 2009.

On May 10, 2006, the fourth 4,050 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Longavi”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 6,403 as of December 31, 2009.

On July 7, 2006, the sixth 5,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Chacabuco”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 8,408 as of December 31, 2009.

On August 11, 2006, the first 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Pucón”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,138 as of December 31, 2009.

On November 7, 2006, the second 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Puelo”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,138 as of December 31, 2009.

On December 18, 2006, the fifth 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name "Palena". For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,170 as of December 31, 2009.

#### a.1.6) Construction program for 8,000 TEU vessels

As announced in the shareholders meeting on August 18, 2009, the construction program for four 12,000 TEU vessels with shipyard Hyundai Heavy Industries has been modified to five 8,000 TEU vessels. Financing for these vessels has been agreed upon with BNP Paribas S.A. (Mandated Lead Arranger) and the Export-Import Bank of Korea and Crédit Industriel et Commercial (Co-Arrangers) and has already taken effect.

The Company guaranteed the payments on this loan, used to make partial payments for vessel construction, with bonds and joint assumption of debt of up to ThUS\$ 31,050.

#### a.1.7) Construction program for 6,600 TEU vessels

As announced in the shareholders meeting on August 18, 2009, delivery of three 6,600 TEU vessels ordered from shipyard CSBC Corporation of Taiwan has been delayed. Financing has been agreed upon with a syndicate led by French bank BNP Paribas and has already taken effect.

The Company guaranteed the payments on this loan, used to make partial payments for construction of one of the three 6,600 TEU vessels, with bonds and joint assumption of debt of up to ThUS\$ 4,278.

#### a.1.8) Revolving Line of Credit

All remaining revolving lines of credit in effect until June 2009 that were not used in this construction program have been cancelled.

#### a.2) Guarantee Notes

As of December 31, 2009 and 2008, the Company has no guarantee notes.

There are other minor guarantees whose disclosure is not necessary for the interpretation of these financial statements.

#### a.3) Other legal contingencies

The Company is a defendant in certain lawsuits and arbitration claims relating to cargo transport and compensation for damages, for which the Company has insurance policies to cover contingent losses. Provisions are sufficient to cover all amounts below the respective deductibles.

In connection with outstanding loans with private banks, both in local and foreign currency, the Company is subject to commitments and obligations considered standard for this kind of transaction.

#### a.4) Operational restrictions and financial indicators

a.4.1) Indexed bonds for UF 1,950,000 - a) maintain assets free from any kind of encumbrances equivalent to at least 1.3 times the unpaid principal amount of the total financial unguaranteed liabilities. b) Maintain individual leverage with a total debt/equity ratio no greater than 1.0. Similarly, maintain consolidated leverage with a ratio of consolidated financial debt to (total equity + minority interest) no greater than 1.2. c) Maintain minimum individual and consolidated equity of ThUS\$ 350,000.



a.4.2) Loan contract with AFLAC for ThUS\$ 201,850 - a) Maintain financial expense coverage (EBITDA / Net Interest) no less than 2.5. b) Maintain a debt/equity ratio no greater than 1.0. c) Maintain a minimum balance of ThUS\$ 50,000 for cash and banks, time deposits and marketable securities.

a.4.3) Loan contract for two 6,600 TEU vessels for ThUS\$ 119,700 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011.

a.4.4) Loan contract for one 6,600 TEU vessel for ThUS\$ 55,600 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011. d) Maintain a ratio of net debt to EBITDA less than or equal to 12 in the second quarter of 2011, less than or equal to 6 in the third quarter of 2011 and of 3.5 beginning in the last quarter of 2011.

a.4.5) Loan contract for the 8,000 TEU vessels for ThUS\$ 437,500 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011.

a.4.6) Line of credit agreement with Banco de Crédito e Inversiones (BCI) for ThUS\$ 40,000 or its equivalent in Chilean pesos. During periods when there are outstanding balances payable on this line of credit, the Company should maintain a ratio of net financial debt to EBITDA less than or equal to 3 in its financial statements as of June 30 and December 31 of each year.

a.4.7) The subsidiary Iquique Terminal S.A. has taken out a line of credit for ThUS\$ 25,000 (ThUS\$ 11,625 in 2008). During periods when there are outstanding balances payable on this line of credit, the Company must maintain the following ratios as of December 31 of each year: a) Net financial indebtedness ratio, maximum of 3. b) Debt service coverage ratio, minimum of 1.

Furthermore, loan contracts and bonds oblige the Company to comply with certain positive restrictions, such as complying with the law, paying taxes, maintaining insurance, and other similar matters, and also to obey certain negative restrictions, such as not furnishing chattel mortgages, except those authorized by the contract, not undergoing corporate mergers, except those authorized, or not selling fixed assets.

As of December 31, 2009, the Company has complied with all applicable restrictions or covenants except for financial expense coverage in the loan contract with American Family Life Assurance Company of Columbus (AFLAC). This ratio was -24.02 for the period being measured. However, the contract establishes a grace or cure period of 24 months.

#### B) CSAV AGENCY LLC.

This subsidiary maintains the following letter of credit to carry out its operations:

b.1 ThUS\$ 61.48, to guarantee compliance with lease contract for offices in New Jersey.

C) SUDAMERICANA, AGENCIA AEREA Y MARITIMA S.A.

- Bank guarantees issued to Empresas Portuarias, National Director of the Customs Service, Directemar, Enap Refinerías S.A., Servicios Portuarios Patillos S.A., Zeal Concesionaria S.A., Empresa Nacional del Petróleo, the Municipality of Alto Hospicio, the Municipality of Purránque, Comercial Eccsa S.A., GSA S.A., Astillero, Agricultural and Livestock Service (SAG), Highway Administration of Puerto Montt and Maestranza de la Armada amounting to ThUS\$ 1,052,734 in 2009 (ThUS\$ 651,773 in 2008).

- Bank guarantees in dollars issued to Empresa Portuaria de Valparaíso, Empresa Portuaria de Arica, IATA and Zeal Concesionaria S.A. amounting to US\$ 28,226 in 2009 (US\$ 31,226 in 2008).

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Cosem S.A. in favor of the Labor Boards of Arica, Iquique, Antofagasta, Coquimbo, Viña del Mar, Valparaíso, San Antonio, Puerto Aysén and Punta Arenas, to guarantee obligations as a wharfage company for a total of UF 18,250, expiring on March 31, 2010 and in favor of the National Director of the Customs Service to guarantee obligations as a stowage and destowage agent for US\$ 842, expiring on November 30, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Saam Extraportuarios S.A. in favor of the National Director of the Customs Service to guarantee obligations as an authorized storage company for a total of UF 18,000, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Servicios de Aviación S.A. in favor of the Chilean Civil Aeronautic Authority to guarantee monthly aeronautical rights for a total of UF 33, expiring on March 31, 2012.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Terminal El Colorado S.A. in favor of the Labor Board of Iquique to guarantee obligations as a wharfage company for a total of UF 947, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Sepsa S.A. in favor of the Labor Board of Valparaíso to guarantee obligations as a wharfage company for a total of UF 2,940, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Terminal El Caliche S.A. in favor of the Labor Board of Antofagasta to guarantee obligations as a wharfage company for a total of UF 708, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Terminal Chinchorro S.A. in favor of the Labor Board of Arica to guarantee obligations as a wharfage company for a total of UF 255, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Terminal Barrancas S.A. in favor of the Labor Board of San Antonio to guarantee obligations as a wharfage company for a total of UF 2,174, expiring on March 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Terminal Las Golondrinas S.A. in favor of the Labor Board of Talcahuano to guarantee obligations as a wharfage company for a total of UF 4,443, expiring on March 31, 2010.

- Annually renewable bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Saam Contenedores S.A. in favor of Empresa Portuaria San Antonio to guarantee faithful contract performance and especially of the payment obligations established in the lease contract for a total of US\$ 411,804, expiring on May 31, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Saam Servicios a la Industria Hidrobiológica Ltda. in favor of the Chilean Government via the National Director of the Customs Service to guarantee faithful compliance of its obligations and duties as a transport operator for a total of US\$ 17,361, maturing on July 3, 2010.

- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Aquasaam S.A. in favor of Innova Chile to guarantee faithful performance of the agreement to carry out a pipe manufacturing project for US\$ 98,600, US\$ 6,501 and US\$ 75,973, all of which expire on April 5, 2010.
- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Inmobiliaria Marítima Portuaria Ltda. in favor of Esval S.A. UF 50 and UF 10, expiring on August 31, 2010 and September 30, 2010, respectively.
- Bank guarantees issued by Scotiabank, taken on behalf of its subsidiary Saam Contenedores S.A. in favor of Empresa Portuaria San Antonio for US\$ 1,972, expiring on October 31, 2010.
- Guarantee in favor of Corpbanca and International Finance Corporation (IFC), consisting of a pledge on shares issued by its associate San Vicente Terminal Internacional S.A. (SVTI) that are owned by or could be acquired by SAAM S.A in the future, granted to guarantee long-term credit facilities to SVTI of up to US\$ 18,000,000, effective until July 15, 2011.
- Guarantee in favor of Corpbanca, consisting of a commercial pledge on shares issued by its associate San Antonio Terminal Internacional S.A. (STI) that are owned by or could be acquired by SAAM S.A in the future, granted to guarantee long-term credit facilities to STI of up to US\$ 85,000,000, effective until January 17, 2015.
- Guarantee in favor of BCI, consisting of a commercial pledge on shares issued by its associate Terminal Puerto Arica S.A. (TPA) that are owned by or could be acquired by SAAM S.A in the future, granted to guarantee long-term credit facilities to TPA of up to US\$ 38,000,000, effective until December 15, 2019.
- Guarantee in favor of BCI, consisting of a commercial pledge on shares issued by its associate Portuaria Corral S.A. that are owned by or could be acquired by SAAM S.A in the future, granted to guarantee long-term credit facilities of up to US\$ 1,840,000, effective until December 6, 2012.
- Guarantee in favor of Afianzadora Sofimex S.A., making SAAM co-signer, guarantor and joint debtor for up to US\$ 2,051,034, for the issue of bond letters on behalf of its subsidiary SAAM Remolcadores S.A. de C.V., effective until March 5, 2011.
- Guarantee in favor of Banco Santander Serfín, making SAAM co-signer, guarantor and joint debtor for up to US\$ 5,272,730 expiring on January 31, 2012, related to a loan granted to its subsidiary Saam Remolques S.A. de C.V.
- Guarantee in favor of Banco Santander S.A., making SAAM co-signer, guarantor and joint debtor for up to US\$ 7,000,000 expiring on September 11, 2014, related to a loan granted to its subsidiary Saam Remolques S.A. de C.V.
- Guarantee in favor of Banco Santander Serfín, making SAAM co-signer, guarantor and joint debtor for up to US\$ 2,779,112 expiring on November 12, 2012, related to a loan granted under leaseback to its subsidiary Saam Remolques S.A. de C.V.
- Guarantee in favor of Banco Santander Serfín, making SAAM co-signer, guarantor and joint debtor for up to US\$ 5,108,083 expiring on October 10, 2013, related to a loan granted under leaseback to its subsidiary Saam Remolques S.A. de C.V.
- Guarantee in favor of Banco Santander Serfín, making SAAM co-signer, guarantor and joint debtor for up to US\$ 2,193,417 expiring on December 10, 2013, related to a loan granted under leaseback to its subsidiary Saam Remolques S.A. de C.V.
- Guarantee in favor of Santander Overseas Bank, Inc., making SAAM co-signer, guarantor and joint debtor for up to US\$ 7,500,000 expiring on October 12, 2012, related to a loan granted to its subsidiary Inversiones Habsburgo S.A.
- Guarantee in favor of Banco Santander Central Hispano S.A. New York Branch, making SAAM co-signer, guarantor and joint debtor for up to US\$ 2,400,000, expiring on July 12, 2012, related to a loan granted to its subsidiary Florida International Terminal LLC.

- Guarantee in favor of Banco de Costa Rica S.A., making SAAM co-signer, guarantor and joint debtor for up to US\$ 246,316 related to a stand-by letter of credit issued in favor of Banco de Costa Rica to back a performance bond granted by its subsidiary Concesionaria Saam Costa Rica S.A. to the Costa Rican Institute of Pacific Ports, expiring August 18, 2010.

- Guarantee in favor of Banco Santander Brasil S/A, making SAAM co-signer, guarantor and joint debtor for up to US\$ 2,801,336, to back the obligations of Saam Do Brasil Ltda., for a bond letter issued in favor of Banco Nacional do Desenvolvimento Econômico e Social (BNDES), expiring on March 10, 2021, that guarantees the obligations of the associate Tug Brasil with BNDES.

- Guarantee in favor of Bank of America N.A. to back issue of an NVOCC/OTI Bond (Non-Vessel Operating Common Carrier/ Ocean Transportation Intermediary Bond) by Avalon Risk Management Inc. required by the Federal Maritime Commission to operate as such in the United States. The guarantee was issued by subsidiary Saam Servicios a la Industria Hidrobiológica Ltda., for US\$ 150,000, expiring August 27, 2010.

#### Guarantees Received

- Bank guarantees in favor of SAAM S.A. taken out by Detroit Chile to guarantee prepayments on construction of two high-sea tugboats for US\$ 12,828,200, expiring April 8, 2010.

- Bank guarantees in favor of SAAM S.A. taken out by Xerox de Chile S.A. to guarantee contract performance for UF 761, expiring May 31, 2011.

#### D) AQUASAAM S.A.

##### Guarantees Granted

- Mortgage on 10.43 hectares of land dated August 28, 2002 and industrial pledge on netting workshop, shed, netting washing machine and waste treatment plant dated April 4, 2003, to guarantee a CORFO loan for UF 18,418 with a balance to date of US\$ 253,541.

- Mortgage on 11.62 hectares of land, lots C and D (main offices) and pledge on shed located on lot C dated September 1, 2004, to guarantee a CORFO loan for UF 30,130 with a balance to date of US\$ 474,038.

#### E) CONCESIONARIA SAAM COSTA RICA S.A.

- Bond letter issued by Banco de Costa Rica S.A., to back performance bond granted by its subsidiary Concesionaria Saam Costa Rica S.A. to the Costa Rican Institute of Pacific Ports, amounting to US\$ 246,316, expiring on August 18, 2010.

#### F) SAAM SERVICIOS A LA INDUSTRIA HIDROBIOLOGICA LTDA

- Guarantee in favor of Bank of America N.A. to back issue of an NVOCC/OTI Bond (Non-Vessel Operating Common Carrier/ Ocean Transportation Intermediary Bond) by Avalon Risk Management Inc. required by the Federal Maritime Commission to operate as such in the United States. The guarantee was issued by subsidiary Saam Servicios a la Industria Hidrobiológica Ltda., for US\$ 150,000, expiring August 27, 2010.

#### G) IQUIQUE TERMINAL INTERNACIONAL S.A.

##### Guarantees Granted

- Bank guarantees issued by Corpbanca in favor of Empresa Portuaria Iquique, to guarantee due payment of a concession contract for a total of US\$ 3,336,344, expiring on October 31, 2010.
- Bank guarantees issued by Corpbanca in favor of the National Customs Service, to guarantee full compliance as an authorized storage company for UF 6,000, expiring on March 31, 2010.

#### H) MUELLAJE I.T.I. S.A.

- Bank guarantees issued by Corpbanca in favor of the Provincial Labor Board of Iquique, to guarantee compliance with labor and social security obligations for UF 9,601, expiring on March 31, 2010.

#### I) INARPI S.A.

- Guarantees for US\$ 1,250,062 issued by Atlas in favor of the Ecuadorian Customs Corporation, to guarantee payment of rights to temporarily import cranes and containerships to Ecuador as reexportable assets as well as port operations, with various expiration dates, the last of which is December 18, 2010.
- Guarantees for US\$ 6,974,250 issued by Atlas in favor of the Ecuadorian Customs Corporation, to guarantee payment of customs duties for temporary storage, with various expiration dates, the last of which is September 24, 2010.

#### J) INVERSIONES ALARIA S.A.

##### Guarantees Granted

- Guarantee issued in favor of ABN AMRO REAL S/A, with Inversiones Alaria S.A. acting as co-signer, guarantor and joint debtor of up to R\$2,000,000, effective until July 31, 2010 for a loan granted to its associate Tug Brasil Apoio Portuario S.A.
- Corporate surety bond issued in favor of Banco Nacional do Desenvolvimento Econômico e Social (BNDES), with Inversiones Alaria S.A. acting as co-signer, guarantor and joint debtor of the loan taken out by its associate Tug Brasil Apoio Portuario S.A., in accordance with Financing Contracts No. 97.2.491.3.1 and 88.2.315.4.1, totaling US\$ 18,249,664. The company maintains a counter guarantee from Libra Administración y Participaciones S.A. for 50% of this value.
- Corporate surety bond issued in favor of Banco Nacional do Desenvolvimento Econômico e Social (BNDES), with Inversiones Alaria S.A. acting as co-signer, guarantor and joint debtor of the loan taken out by its associate Tug Brasil Apoio Portuario S.A., in accordance with Debt Assumption Agreement No. 007.2.0853.1, totaling US\$ 5,837,726. The company maintains a counter guarantee from Libra Administración y Participaciones S.A. for 50% of this value.
- Both surety bonds with BNDES expire on August 10, 2023.
- Corporate surety bond issued in favor of Banco do Brasil S.A., with Inversiones Alaria S.A. acting as guarantor and principal payer of the Contract to Finance through Fixed Credit with Merchant Marine Resources No. 20/00503-2, totaling US\$ 873,539 to date.

#### K) ECUAESTIBAS S.A.

##### Guarantees Granted

- Guarantees for a total of US\$ 1,797,546 issued by Memoser, Colón, Constitución, Confianza, Atlas and Seg. Oriente in favor of the Ecuadorian Customs Corporation, to guarantee temporary import of tug boats, lighters, container ships, truck tractors and ramps, with different expiration dates, the last of which is December 5, 2010.
- Guarantees issued by Seg. Oriente and Atlas for US\$ 793,000, in favor of the Ecuadorian Customs Corporation to guarantee import duties on a Gottwald crane, temporarily imported into Ecuador as a reexportable asset as well as port operations, with different expiration dates, the last of which is September 27, 2010.
- Guarantees issued by Memoser, Atlas Confianza and Constitución for US\$ 108,760 in favor of the Guayaquil Port Authority, the Puerto Bolivar Port Authority and the Merchant Marines to guarantee faithful performance of contracts for bank guarantees and insurance companies, with different expiration dates, the last of which is December 17, 2010.

##### Lawsuits:

- Lawsuit for joint liability for the death of a former worker who provided services for Ecuaestibas S.A. through the company Roclamesej Cía. Ltda. (main defendant). The amount claimed is US\$ 217,218 plus interest. Currently awaiting sentencing.
- Lawsuit for payment of overtime and final discharge settlements of US\$ 109,634 brought by former employees. The plaintiffs have appealed the first instance ruling and the claim will now proceed to the second instance.
- Non-opposition complaint for the objections submitted before the Ecuadorian Customs Corporation for importing tugboats Tri-tón and R-22. The amount claimed for both tugboats is US\$ 357,429. Currently waiting for statute of limitations to lapse.

#### L) SAAM DO BRASIL LTDA.

- In 1999, the company filed an action against Fazenda Nacional to suspend payment of PIS/COFINS taxes, calculated based on sales to foreign companies, valued to date at US\$ 781,225. Our legal advisors on this case believe a favorable ruling is possible.
- An increase in the COFINS tax rate from 2% to 3%, valued to date at US\$ 344,090. Our legal advisors on this case believe we will likely incur a loss.
- Surety bond issued by Banco Santander Banespa S/A in favor of Banco Nacional de Desenvolvimento Econômico e Social (BNDES) to back obligations of its associate Tug Brasil of up to US\$ 2,801,336, expiring on March 10, 2021.

#### M) KIOS S.A.

##### Guarantees Granted

- Treasury bonds for face value of US\$ 105,000 in favor of the National Port Administration to guarantee obligations as a port operator in Uruguay, pursuant to Decree No. 413 dated September 1, 1992.



## N) SAAM REMOLQUES S.A. de C.V.

### Guarantees Granted

- Surety bonds issued by Afianzadora Sofimex S.A. in favor of the Integral Port Administrators of Veracruz, Altamira, Tampico, Lázaro Cárdenas and Tuxpan, in effect for one year and intended to guarantee compliance with concession contracts, for a total of US\$ 730,396.

- Guarantee in favor of Afianzadora Sofimex S.A., making SAAM Remolques S.A. de C.V. co-signer, guarantor and joint debtor for up to US\$ 2,051,034, in favor of Pemex Exploración y Producción to back faithful contract performance of SAAM Remolcadores S.A. de C.V., expiring March 5, 2011.

## O) FLORIDA INTERNATIONAL TERMINAL, LLC

- Letters of credit for US\$ 490,000 issued by Bank of America N.A. in favor of Broward County, Port Everglades, USA, to guarantee faithful performance of the obligations arising from the Broward County Marine Terminal Lease and Operating Agreement, expiring on May 18, 2010.

In addition, as of December 31, 2009 and 2008, the Company presents balances of US\$ 117,829 and US\$ 375,258, respectively, within provisions and write-offs.

As of December 31, 2009, these provisions are for lawsuits involving Saam Internacional S.A., Logística Integral S.A. (Cosan) and other parties.

### Direct Guarantees

Guarantee creditor	Debtor		Guarantee type	Committed assets		Unpaid balances as of period-end		Guarantee release					
	Name	Relationship		Type	Book Value	12/31/2009	12/31/2008	12/31/2010	Assets	12/31/2011	Assets	12/31/2012	Assets
DEUTSCHE SCHIFFSBANK	COMPAÑIA SUD AMERICANA DE VAPORES S.A.	NONE	SHIP MORTGAGE	VESSEL	8,457	7,215	9,455	1,120	VESSEL	1,120	NAVE	1,120	VESSEL

### Indirect Guarantees

Guarantee creditor	Debtor		Guarantee type	Committed assets		Unpaid balances as of period-end		Guarantee release					
	Name	Relationship		Type	Book Value	12/31/2009	12/31/2008	12/31/2010	Assets	12/31/2011	Assets	12/31/2012	Assets
AMERICAN FAMILY LIFE													
ASSURANCE COMPANY OF COLUMBUS	TOLLO SHIPPING CO. S.A.	ASSOCIATE	SURETY BOND		0	259,572	265,869						
HSN NORDBANK AG	LIMARI SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	31,482	5,650	6,403	753		753		753	
HSN NORDBANK AG	LONGAVI SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	34,095	6,403	7,156	753		753		753	
HSN NORDBANK AG	CHACABUO SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	42,611	8,408	9,342	934		934		934	
HSN NORDBANK AG	PAINE SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	57,189	11,138	12,375	1,238		1,238		1,238	
HSN NORDBANK AG	PUELO SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	58,020	11,138	12,375	1,238		1,238		1,238	
HSN NORDBANK AG	PALENA SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	58,377	11,170	12,411	1,241		1,241		1,241	

## 26. Operational Restrictions and Financial Indicators

Financial Entity	Covenant	Condition	Dec/09	Dec/08
AFLAC	Leverage Ratio	Leverage Ratio no greater than 1 (1)	0.80	0.50
	Interest Coverage Ratio (ICR)	Minimum of 2.5 (1)	-24.02	2.52
	Minimum Cash Balance	Minimum of ThUS\$ 50,000 (1)	ThUS\$ 337,905	ThUS\$ 323,882
Banco de Chile	Indebtedness Ratio (Individual)	No greater than 1	0.14	0.10
	Indebtedness Ratio (Consolidated)	No greater than 1.2	0.90	0.63
	Assets free of encumbrances (Individual)	Greater than 1.3	16.01	16.10
	Equity (Net)	Minimum of ThUS\$ 350,000	ThUS\$ 590,641	ThUS\$ 824,305
DNB Nor Bank	Leverage Ratio (2)	Leverage Ratio no greater than 1	N/A	0.67
	Consolidated Net Tangible Worth (2)	Minimum of ThUS\$ 350,000	N/A	ThUS\$ 656,731
	Minimum Cash Balance (2)	Minimum of ThUS\$ 50,000	N/A	ThUS\$ 179,672
BNP Paribas S.A. (Mandated Lead Arranger) and Crédit Industriel et Commercial (Co-Arrangers) (3)	Equity/Assets Ratio	Minimum of 25%	31%	N/A
	Minimum Cash Balance	Minimum of ThUS\$ 100,000	ThUS\$ 309,824	N/A
BNP Paribas S.A. (Arranger) (5)	Equity/Assets Ratio	Minimum of 25%	31%	N/A
	Minimum Cash Balance	Minimum of ThUS\$ 100,000	ThUS\$ 309,824	N/A
BNP Paribas S.A. (Mandated Lead Arranger) and The Export-Import Bank of Korea and Crédit Industriel et Commercial (Co-Arrangers) (3)	Equity/Assets Ratio	Minimum of 25%	31%	N/A
	Minimum Cash Balance	Minimum of ThUS\$ 100,000	ThUS\$ 309,824	N/A
Banco de Crédito e Inversiones (4)	Net Financial Debt/EBITDA	As of June 30 and December 31		
		Less than or equal to 3	0.93	N/A
Corpbanca (5)	Net Financial Indebtedness/Equity	No greater than 3	0.93	0.72
	Debt Service Coverage Ratio	No less than 1	1.31	6.81

(1) The condition must be met as of December 31 of each year.

(2) The loan agreement with DNB Nor Bank ASA was terminated by mutual agreement between the parties in April 2009.

(3) Loans obtained in 2009.

(4) Covenant calculated based on consolidated financial statements of SAAM. Loan obtained in 2009.

(5) Covenant calculated based on consolidated financial statements of ITI.

## 27. Guarantees Obtained From Third Parties

During the years ended December 31, 2009 and 2008, the Company and its subsidiaries have not received any guarantees from third parties.

## 28. Chilean and Foreign Currencies

### ASSETS

Item	Currency	Amount 12/31/2009	Amount 12/31/2008
<b>Current assets</b>			
CASH AND BANKS	CHILEAN PESO	3,238	2,545
CASH AND BANKS	US DOLLAR	49,974	19,456
CASH AND BANKS	EURO	16,500	22,955
CASH AND BANKS	YEN	255	168
CASH AND BANKS	HONG KONG DOLLAR	566	698
CASH AND BANKS	POUND	969	1,398
CASH AND BANKS	BRAZILIAN REAL	15,317	1,287
CASH AND BANKS	YUAN	1,050	2,324
CASH AND BANKS	MEXICAN PESO	563	
CASH AND BANKS	OTHER CURRENCIES	12,564	8,530
TIME DEPOSITS	CHILEAN PESO	48,427	49,627
TIME DEPOSITS	MEXICAN PESO	459	
TIME DEPOSITS	US DOLLAR	149,452	65,370
TIME DEPOSITS	EURO		1,056
TIME DEPOSITS	YUAN		304

Item	Currency	Amount 12/31/2009	Amount 12/31/2008
TIME DEPOSITS	YEN		8
TIME DEPOSITS	POUND	643	493
TIME DEPOSITS	BRAZILIAN REAL	649	
TIME DEPOSITS	OTHER CURRENCIES	548	3,310
MARKETABLE SECURITIES	US DOLLAR	45	43
TRADE ACCOUNTS RECEIVABLE	CHILEAN PESO	15,259	19,221
TRADE ACCOUNTS RECEIVABLE	US DOLLAR	75,869	93,463
TRADE ACCOUNTS RECEIVABLE	EURO	15,709	23,326
TRADE ACCOUNTS RECEIVABLE	BRAZILIAN REAL	8,584	831
TRADE ACCOUNTS RECEIVABLE	YEN	343	187
TRADE ACCOUNTS RECEIVABLE	POUND	862	977
TRADE ACCOUNTS RECEIVABLE	HONG KONG DOLLAR		931
TRADE ACCOUNTS RECEIVABLE	MEXICAN PESO	4,320	
TRADE ACCOUNTS RECEIVABLE	YUAN	3,299	496
TRADE ACCOUNTS RECEIVABLE	OTHER CURRENCIES	31,482	13,566
NOTES RECEIVABLE	CHILEAN PESO	767	1,589
NOTES RECEIVABLE	US DOLLAR	7,387	5,630
NOTES RECEIVABLE	EURO	463	324
NOTES RECEIVABLE	BRAZILIAN REAL	11	2
NOTES RECEIVABLE	OTHER CURRENCIES	103	
SUNDRY DEBTORS	CHILEAN PESO	10,046	9,184
SUNDRY DEBTORS	US DOLLAR	26,801	39,208
SUNDRY DEBTORS	UF	70	
SUNDRY DEBTORS	EURO	4,221	4,412
SUNDRY DEBTORS	YEN	58	131
SUNDRY DEBTORS	POUND	15	
SUNDRY DEBTORS	YUAN	119	816
SUNDRY DEBTORS	BRAZILIAN REAL	4,677	8,025
SUNDRY DEBTORS	MEXICAN PESO	1,027	
SUNDRY DEBTORS	OTHER CURRENCIES	2,022	13,316
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO	1,508	412
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	US DOLLAR	7,062	10,566
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	EURO		470
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	OTHER CURRENCIES		981
INVENTORY	CHILEAN PESO	654	6,136
INVENTORY	US DOLLAR	6,038	7,142
INVENTORY	MEXICAN PESO	1,434	
INVENTORY	OTHER CURRENCIES	74	1,194
RECOVERABLE TAXES	CHILEAN PESO	7,722	21,667
RECOVERABLE TAXES	US DOLLAR	3,011	6,519
RECOVERABLE TAXES	EURO	320	378
RECOVERABLE TAXES	BRAZILIAN REAL	12,573	7,283
RECOVERABLE TAXES	POUND	176	
RECOVERABLE TAXES	HONG KONG DOLLAR	123	
RECOVERABLE TAXES	MEXICAN PESO	2,725	
RECOVERABLE TAXES	OTHER CURRENCIES	1,171	3,760
PREPAID EXPENSES	CHILEAN PESO	11,027	13,433
PREPAID EXPENSES	US DOLLAR	109,444	135,515
PREPAID EXPENSES	EURO	51,609	18,777
PREPAID EXPENSES	POUND	141	
PREPAID EXPENSES	BRAZILIAN REAL	370	79
PREPAID EXPENSES	HONG KONG DOLLAR	116	281
PREPAID EXPENSES	MEXICAN PESO	770	
PREPAID EXPENSES	OTHER CURRENCIES	163	1,256
DEFERRED TAXES	CHILEAN PESO	10,347	8,625
DEFERRED TAXES	US DOLLAR	1,218	1,687
DEFERRED TAXES	EURO	120	94
DEFERRED TAXES	POUND	91	
DEFERRED TAXES	BRAZILIAN REAL	234	
DEFERRED TAXES	MEXICAN PESO	342	
DEFERRED TAXES	OTHER CURRENCIES	371	669
OTHER CURRENT ASSETS	CHILEAN PESO	12,043	2,537
OTHER CURRENT ASSETS	US DOLLAR	30,243	139,040
OTHER CURRENT ASSETS	EURO	94	287
OTHER CURRENT ASSETS	MEXICAN PESO	12	
OTHER CURRENT ASSETS	BRAZILIAN REAL	734	495
OTHER CURRENT ASSETS	HONG KONG DOLLAR	630	614
OTHER CURRENT ASSETS	OTHER CURRENCIES	559	1,237

Item	Currency	Amount 12/31/2009	Amount 12/31/2008
<b>Fixed assets</b>			
LAND	CHILEAN PESO	45,169	37,429
LAND	US DOLLAR	6,882	6,724
BUILDINGS AND INFRASTRUCTURE	US DOLLAR	51,244	47,789
BUILDINGS AND INFRASTRUCTURE	CHILEAN PESO	63,044	42,009
BUILDINGS AND INFRASTRUCTURE	EURO	57	57
BUILDINGS AND INFRASTRUCTURE	POUND	298	
BUILDINGS AND INFRASTRUCTURE	BRAZILIAN REAL	890	700
BUILDINGS AND INFRASTRUCTURE	OTHER CURRENCIES	968	1,398
MACHINERY AND EQUIPMENT	US DOLLAR	321,820	342,349
MACHINERY AND EQUIPMENT	CHILEAN PESO	3,421	4,545
MACHINERY AND EQUIPMENT	EURO	5,929	5,911
MACHINERY AND EQUIPMENT	POUND	963	
MACHINERY AND EQUIPMENT	BRAZILIAN REAL	11,990	4,171
MACHINERY AND EQUIPMENT	YUAN	1,119	8
MACHINERY AND EQUIPMENT	MEXICAN PESO	903	
MACHINERY AND EQUIPMENT	OTHER CURRENCIES	2,412	5,501
OTHER FIXED ASSETS	US DOLLAR	362,429	317,172
OTHER FIXED ASSETS	CHILEAN PESO	3,182	14,635
OTHER FIXED ASSETS	EURO	2,071	1,970
OTHER FIXED ASSETS	HONG KONG DOLLAR	3,881	3,785
OTHER FIXED ASSETS	YUAN	453	1,857
OTHER FIXED ASSETS	OTHER CURRENCIES	695	569
DEPRECIATION	US DOLLAR	(169,889)	(191,702)
DEPRECIATION	CHILEAN PESO	(29,607)	(14,273)
DEPRECIATION	HONG KONG DOLLAR	(3,176)	(3,023)
DEPRECIATION	EURO	(6,699)	(6,193)
DEPRECIATION	POUND	(1,173)	
DEPRECIATION	BRAZILIAN REAL	(10,169)	(3,300)
DEPRECIATION	YUAN	(1,129)	(874)
DEPRECIATION	MEXICAN PESO	(540)	
DEPRECIATION	OTHER CURRENCIES	(2,667)	(4,601)
<b>Other assets</b>			
INVESTMENTS IN RELATED COMPANIES	CHILEAN PESO	37,157	54,329
INVESTMENTS IN RELATED COMPANIES	US DOLLAR	155,003	151,342
INVESTMENTS IN RELATED COMPANIES	EURO	30,911	27,134
INVESTMENTS IN RELATED COMPANIES	OTHER CURRENCIES		45
INVESTMENTS IN OTHER COMPANIES	CHILEAN PESO	81	81
INVESTMENTS IN OTHER COMPANIES	US DOLLAR	27,614	23,283
GOODWILL	CHILEAN PESO	175	157
GOODWILL	EURO	2,273	2,642
GOODWILL	US DOLLAR	37,187	39,707
NEGATIVE GOODWILL	US DOLLAR	(1,097)	(1,684)
LONG-TERM RECEIVABLES	CHILEAN PESO	1,259	1,232
LONG-TERM RECEIVABLES	US DOLLAR	22,716	19,029
LONG-TERM RECEIVABLES	UF	598	506
LONG-TERM RECEIVABLES	BRAZILIAN REAL	3,714	2
LONG-TERM NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	US DOLLAR	8,717	8,427
LONG-TERM DEFERRED TAXES	US DOLLAR	57,982	
LONG-TERM DEFERRED TAXES	OTHER CURRENCIES	34	
INTANGIBLE ASSETS	CHILEAN PESO	612	499
INTANGIBLE ASSETS	US DOLLAR	89,427	89,393
INTANGIBLE ASSETS	OTHER CURRENCIES	16	60
AMORTIZATION	CHILEAN PESO	(91)	(49)
AMORTIZATION	US DOLLAR	(52,408)	(48,565)
AMORTIZATION	OTHER CURRENCIES	(5)	(2)
OTHER	CHILEAN PESO	40	836
OTHER	US DOLLAR	75,012	71,155
OTHER	EURO	65	60
OTHER	BRAZILIAN REAL	3	
OTHER	UF	6	0
OTHER	OTHER CURRENCIES		1,770
<b>Total Assets</b>			
	CHILEAN PESO	245,480	276,406
	US DOLLAR	1,459,183	1,398,058
	EURO	123,643	103,660
	YEN	656	494
	HONG KONG DOLLAR	2,140	3,286
	POUND	2,985	2,868
	BRAZILIAN REAL	49,577	19,575
	YUAN	4,911	4,931
	MEXICAN PESO	12,015	0
	OTHER CURRENCIES	50,510	52,559
	UF	674	506

## Current Liabilities

ITEM	Currency	Up to 90 days		90 days to 1 year	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
		Amount	Amount	Amount	Amount
SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO	31			12
SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS	UF		1		
SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	137	173	700	583
SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS	EURO		1		
SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS	OTHER CURRENCIES	587	1		
CURRENT PORTION OF LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS	UF	289	235	81	63
CURRENT PORTION OF LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO		2,433		
CURRENT PORTION OF LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	5,001	6,906	10,983	3,346
CURRENT PORTION OF BONDS PAYABLE	UF	6,932	5,730	0	
DIVIDENDS PAYABLE	CHILEAN PESO	382	379		
DIVIDENDS PAYABLE	US DOLLAR	1			
DIVIDENDS PAYABLE	EURO		847		
DIVIDENDS PAYABLE	OTHER CURRENCIES	143	982		
ACCOUNTS PAYABLE	CHILEAN PESO	14,706	26,845		2,533
ACCOUNTS PAYABLE	US DOLLAR	277,579	168,212	5,531	
ACCOUNTS PAYABLE	EURO	18,496	60,701	4	
ACCOUNTS PAYABLE	POUND STERLING	1,064	2,414		
ACCOUNTS PAYABLE	BRAZILIAN REAL	2,398	10,750		
ACCOUNTS PAYABLE	YEN	1,719	1,687		
ACCOUNTS PAYABLE	HONG KONG DOLLAR	149	2,652		
ACCOUNTS PAYABLE	YUAN		8,143		
ACCOUNTS PAYABLE	MEXICAN PESO	4,605		1,599	
ACCOUNTS PAYABLE	OTHER CURRENCIES	30,340	65,508	1	
NOTES PAYABLE	CHILEAN PESO	6	135	485	
NOTES PAYABLE	US DOLLAR	2,557	342	260	
NOTES PAYABLE	EURO	150	119		
SUNDRY CREDITORS	CHILEAN PESO	486	937	1	1
SUNDRY CREDITORS	US DOLLAR	105,387	10,934	1,763	
SUNDRY CREDITORS	EURO	36,412	2,138		
SUNDRY CREDITORS	BRAZILIAN REAL	70			
SUNDRY CREDITORS	POUND STERLING	552			
SUNDRY CREDITORS	OTHER CURRENCIES	473	2,411	17	
SUNDRY CREDITORS	UF			10	8
SUNDRY CREDITORS	MEXICAN PESO	1,030			
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO	77			
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR	75,723	3,737		2,401
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	EURO		930		
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	OTHER CURRENCIES		2,786		
PROVISIONS	CHILEAN PESO	4,829	2,822	2,754	5,198
PROVISIONS	US DOLLAR	24,864	31,781	4,375	426
PROVISIONS	EURO	1,595	892		
PROVISIONS	BRAZILIAN REAL	5,549	4,414		
PROVISIONS	HONG KONG DOLLAR		467	222	
PROVISIONS	MEXICAN PESO	326			
PROVISIONS	OTHER CURRENCIES	613	1,674	275	
WITHHOLDINGS	CHILEAN PESO	3,492	2,876		
WITHHOLDINGS	MEXICAN PESO	1,114			
WITHHOLDINGS	US DOLLAR	1,804	1,283	277	
WITHHOLDINGS	BRAZILIAN REAL	132	453		
WITHHOLDINGS	EURO	492	244		
WITHHOLDINGS	OTHER CURRENCIES	884	1,916	891	4
INCOME TAXES	CHILEAN PESO	202	768		
INCOME TAXES	US DOLLAR	4,610	1,413	157	
INCOME TAXES	EURO	208	1,750		
INCOME TAXES	POUND STERLING	70			
INCOME TAXES	YUAN	10	109		
INCOME TAXES	HONG KONG DOLLAR		3,234	26	
INCOME TAXES	BRAZILIAN REAL	6	6		
INCOME TAXES	OTHER CURRENCIES	2,348	949		
INCOME TAXES	MEXICAN PESO	268			
UNEARNED REVENUE	CHILEAN PESO	101	1,082		
UNEARNED REVENUE	US DOLLAR	171,637	57,877		

ITEM	Currency	Up to 90 days		Average annual interest rate	90 days to 1 year		Average annual interest rate
		12/31/2009	12/31/2008		12/31/2009	12/31/2008	
		Amount	Amount		Amount	Amount	
UNEARNED REVENUE	YEN	599	296				
UNEARNED REVENUE	BRAZILIAN REAL		6,968				
UNEARNED REVENUE	EURO	8,059	41,100				
UNEARNED REVENUE	OTHER CURRENCIES	14,361	8,131				
OTHER CURRENT LIABILITIES	CHILEAN PESO		6,929		16	22	
OTHER CURRENT LIABILITIES	US DOLLAR	2,239	243		841	2,287	
OTHER CURRENT LIABILITIES	EURO	630	1,065				
OTHER CURRENT LIABILITIES	MEXICAN PESO	270					
OTHER CURRENT LIABILITIES	BRAZILIAN REAL		938				
OTHER CURRENT LIABILITIES	OTHER CURRENCIES	1,477	2,207				
<b>TOTAL CURRENT LIABILITIES</b>							
	CHILEAN PESO	24,312	45,206		3,256	7,766	
	UF	7,221	5,966		91	71	
	US DOLLAR	671,539	282,901		24,887	9,043	
	EURO	66,042	109,787		4	0	
	OTHER CURRENCIES	51,226	86,565		1,184	4	
	POUND STERLING	1,686	2,414		0	0	
	BRAZILIAN REAL	8,155	23,529		0	0	
	YEN	2,318	1,983		0	0	
	HONG KONG DOLLAR	149	6,353		248	0	
	YUAN	10	8,252		0	0	
	MEXICAN PESO	7,613	0		1,599	0	

### Long-term Liabilities as of December 31, 2009

ITEM	Currency	1 to 3 years		3 to 5 years		5 to 10 years		Over 10 years	
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
		Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount
LOANS FROM FINANCIAL INSTITUTIONS	UF	696	253	488					
LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO	13,178	17,571	9,185					
LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	24,848	14,831	2,735			35,328		
LOANS FROM FINANCIAL INSTITUTIONS	YEN						259,583		
BONDS PAYABLE	UF	12,551	12,551	43,927					
LONG-TERM SUNDRY CREDITORS	CHILEAN PESO	222							
LONG-TERM SUNDRY CREDITORS	US DOLLAR	409							
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR							129	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO							77	
LONG-TERM PROVISIONS	CHILEAN PESO	1,395	1,492	412				4,902	
LONG-TERM PROVISIONS	US DOLLAR	1,108	129	51				26	
LONG-TERM PROVISIONS	EURO	57						101	
LONG-TERM PROVISIONS	MEXICAN PESO	41							
LONG-TERM PROVISIONS	OTHER CURRENCIES	221							
OTHER LONG-TERM LIABILITIES	CHILEAN PESO	37	25						
OTHER LONG-TERM LIABILITIES	US DOLLAR	1,908	4,787	199					
OTHER LONG-TERM LIABILITIES	BRAZILIAN REAL	3,203							
OTHER LONG-TERM LIABILITIES	MEXICAN PESO		3,638						
OTHER LONG-TERM LIABILITIES	OTHER CURRENCIES		377						
<b>TOTAL LONG-TERM LIABILITIES</b>									
	UF	13,247	12,804	44,415				0	
	CHILEAN PESO	14,832	19,088	9,597				4,979	
	US DOLLAR	28,273	19,747	2,985				35,483	
	YEN	0	0	0				259,583	
	EURO	57	0	0				101	
	MEXICAN PESO	41	3,638	0				0	
	OTHER CURRENCIES	221	377	0				0	
	BRAZILIAN REAL	3,203	0	0				0	



## Long-term Liabilities as of December 31, 2008

ITEM	Currency	1 to 3 years		3 to 5 years		5 to 10 years		Over 10 years	
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
LOANS FROM FINANCIAL INSTITUTIONS	UF	412		559		172			
LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO			71					
LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	20,384		9,115		13,102		31,633	
LOANS FROM FINANCIAL INSTITUTIONS	YEN							265,869	
BONDS PAYABLE	CHILEAN PESO	61,033							
LONG-TERM SUNDRY CREDITORS	CHILEAN PESO	137							
LONG-TERM SUNDRY CREDITORS	US DOLLAR	284							
LONG-TERM NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR	169							
LONG-TERM PROVISIONS	CHILEAN PESO	1,291		551		1,256		4,508	
LONG-TERM PROVISIONS	US DOLLAR	609							
LONG-TERM PROVISIONS	EURO	305							
OTHER LONG-TERM LIABILITIES	CHILEAN PESO								
OTHER LONG-TERM LIABILITIES	US DOLLAR	2,685		797		11,148			
LONG-TERM DEFERRED TAXES	CHILEAN PESO	2,675		158					
LONG-TERM DEFERRED TAXES	US DOLLAR	82				49			
LONG-TERM DEFERRED TAXES	OTHER CURRENCIES	57							
<b>TOTAL LONG-TERM LIABILITIES</b>									
	UF	412		559		172		0	
	CHILEAN PESO	65,136		780		1,256		4,508	
	US DOLLAR	24,213		9,912		24,299		31,633	
	YEN	0		0		0		265,869	
	EURO	305		0		0		0	
	OTHER CURRENCIES	57		0		0		0	

## 29. Sanctions

During the years ended December 31, 2009 and 2008, neither the Company and its subsidiaries nor its Directors or managers have been sanctioned by the SVS. The Company and its subsidiaries have also not received any significant sanctions from other regulatory bodies.

## 30. Subsequent Events

Regarding the same lawsuits for which the Supreme Court and the Constitutional Court accepted motions for dismissal for unconstitutionality in 2006 and on which the Court of Appeals of Valparaíso ruled in 2007 by annulling all prior decisions (including asset seizures notified at that time), in January 2010 the Chilean Internal Revenue Service and the Chilean Treasury initiated new administrative actions to collect on the same tax assessments from 2003, 2004 and 2006 involved in these lawsuits.

As part of this new process, on February 24, 2010, the Regional Treasury of Valparaíso took advantage of the court-wide holidays and once again proceeded to seize certain vehicles and properties belonging to the Company valued at Ch\$ 8,570,100,374.

Both management and its tax advisors believe that the arguments presented by tax authorities are inadmissible in both substance and form and reaffirm the position the Company has upheld during the past eight years. Therefore, they will respond to these legal actions on March 10, 2010.

Other than the aforementioned event, between December 31, 2009 and the presentation date of these financial statements, there are no other events that could have a significant impact on the appropriate presentation and/or interpretation of the Company's consolidated financial statements.

### 31. Environment

Due to the nature of its services, the Company has not incurred any expenses related to improving and/or investing in production processes, verification and compliance with regulations on industrial processes and facilities or any other matter that could directly or indirectly impact environmental protection efforts.

### 32. Accounts Payable

Item	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Joint services and slots	29,047	73,770
Vessel operating expenses	150,831	145,775
Expenses incurred by representative	115,561	73,644
Containers	39,212	23,994
Administrative	8,577	10,048
Financial	7,122	15,066
Other	7,841	7,148
<b>Total</b>	<b>358,191</b>	<b>349,445</b>

### 33. Sundry Creditors

As of December 31, 2009, this account includes loans totaling ThUS\$ 119,721 (ThUS\$ 0 in 2008) that have gradually accumulated from the group of ship owners that signed the Hamburg Agreement in May 2009 (See Material Events from May 28 and June 3). These amounts will be repaid to the ship owners with the resources they contribute on the same date that the capital increase of ThUS\$ 360 million already agreed upon with the ship owners is subscribed and paid.

### 34. Director Compensation

a) Directors of Compañía Sud Americana de Vapores S.A.

Profit sharing

2009

During 2009, the directors did not receive any compensation in the form of profit sharing given the losses incurred during 2008.

2008

ThUS\$ 389.54 to Mr. Ricardo Claro V. and ThUS\$ 194.77 to each of the following directors: Luis Álvarez M., Arturo Claro F., Patricio García D., Jaime Claro V., Baltazar Sánchez G., Christoph Schiess S., Patricio Valdés P., Joaquín Barros F., Felipe Lamarca C., and Juan Andrés Camus C.

Meeting attendance allowance

2009

ThUS\$ 1.56 to Mr. Ricardo Claro V. and ThUS\$ 0.78 to each of the following directors: Luis Álvarez M., Arturo Claro F., Patricio García D., Baltazar Sánchez G., Christoph Schiess S., Patricio Valdés P., Joaquín Barros F., Felipe Lamarca C., Juan Andrés Camus C. and Victor Pino T.

2008

The following amounts were paid to each director: Ricardo Claro V. ThUS\$ 6.69; Luis Álvarez M. ThUS\$ 6.11; Arturo Claro F. ThUS\$ 3.95; Patricio García D. ThUS\$ 4.89; Jaime Claro V. ThUS\$ 5.62; Joaquín Barros B. ThUS\$ 4.85; Baltazar Sánchez G. ThUS\$ 4.86; Christoph Schiess S. ThUS\$ 4.55; Patricio Valdés P. ThUS\$ 4.86; Felipe Lamarca C. ThUS\$ 5.49; Juan Andrés Camus C. ThUS\$ 5.24 and Victor Pino T. ThUS\$ 0.49.

#### Committee attendance allowance

2009

The following amounts were paid to each director: Luis Alvarez M. ThUS\$ 5.40; Patricio García D. ThUS\$ 0.26; Juan Andrés Camus C. ThUS\$ 2.41 and Canio Corbo L. ThUS\$ 2.42.

2008

The following amounts were paid to each director: Luis Alvarez M. ThUS\$ 5.19; Patricio García D. ThUS\$ 2.59; and Juan Andrés Camus C. ThUS\$ 2.29.

No payments were made in 2009 to Mr. Jaime Claro V. for functions that fall outside of his position as director; ThUS\$ 82.92 was paid in 2008.

#### b) Directors of Sudamericana, Agencias Aéreas y Marítimas S.A.

The following amounts were paid to directors, detailed by type of payment:

##### Profit sharing

2009

Mr. Demetrio Infante F. ThUS\$ 222.65; Mr. Juan Antonio Alvarez A. ThUS\$ 9.28 and ThUS\$ 111.33 to each of the following directors: Jaime Claro V., Victor Pino T., Baltazar Sánchez G., Luis Alvarez M., Patricio García D., Arturo Claro F., Joaquín Barros F., Ricardo Matte E. and Alfonso Sweet S.

2008

Mr. Demetrio Infante F. ThUS\$ 211.45; Mr. Jaime Claro V. ThUS\$ 124.95; Mr. Ricardo Claro V. ThUS\$ 105.73; Mr. Felipe Lamarca C. ThUS\$ 9.61; Mr. Patricio Valdes P. ThUS\$ 9.61 and ThUS\$ 115.34 to each of the following directors: Victor Pino T., Baltazar Sánchez G., Luis Alvarez M., Patricio García D., Arturo Claro F., Joaquín Barros F., Ricardo Matte E. and Alfonso Sweet S.

#### Meeting attendance allowance

2009

The following amounts were paid to each director: Demetrio Infante ThUS\$ 4.25; Víctor Pino T. ThUS\$ 3.69; Luis Álvarez M. ThUS\$ 3.72; Arturo Claro F. ThUS\$ 3.42; Jaime Claro V. ThUS\$ 5.70; Patricio García D. ThUS\$ 3.42; Baltazar Sánchez G. ThUS\$ 3.69; Alfonso Swett S. ThUS\$ 3.43; Juan Antonio Alvarez A. ThUS\$ 2.85; Joaquín Barros F. ThUS\$ 3.15 and Ricardo Matte E. ThUS\$ 3.68.

2008

The following amounts were paid to each director: Demetrio Infante ThUS\$ 7.04; Ricardo Claro V. ThUS\$ 2.41; Víctor Pino T. ThUS\$ 3.51; Luis Álvarez M. ThUS\$ 2.92; Arturo Claro F. ThUS\$ 2.97; Jaime Claro V. ThUS\$ 3.22; Patricio García D. ThUS\$ 2.93; Baltazar Sánchez G. ThUS\$ 2.89; Alfonso Swett S. ThUS\$ 3.22; Juan Antonio Alvarez A. ThUS\$ 0.25; Joaquín Barros F. ThUS\$ 3.52 and Ricardo Matte E. ThUS\$ 3.53.

#### c) Directors of other companies

The Company's associate Iquique Terminal Internacional S.A. paid the following amounts to the following directors: ThUS\$ 5.60 (ThUS\$ 5.54 in 2008) to Mr. Jaime Claro V.; ThUS\$ 6.82 (ThUS\$ 7.13 in 2008) to Mr. Victor Pino T. and ThUS\$ 1.60 (ThUS\$ 7.12 in 2008) to Mr. Demetrio Infante F.

The Company's associate AQUASAAM paid the following amounts to the following directors: ThUS\$ 6.83 (ThUS\$ 5.73 in 2008) to Mr. Arturo Claro F. and ThUS\$ 7.45 (ThUS\$ 5.73 in 2008) to Mr. Victor Pino T.

### 35. Time Deposits

Detail	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Banco Costa Rica	222	926
Banco Corpbanca	5,656	1,051
Banco Crédito e Inversiones	1,605	71
Banco Crédito Perú - Miami	-	24
Banco de Chile	-	464
Banco Santander - Brazil	120	545
Banco Santander - Mexico	513	5,160
Banco Santander - Santiago	2,082	43,039
Bank of America - New York	-	2,742
Bank of America Security	22,896	6,452
Bank of China Shanghai Branch	-	615
BNP Paribas	119,500	503
Bradesco CDB - Brazil	290	30
Brown Brothers Harriman - USA (1)	136	813
Citibank - Brazil	-	1,220
Citibank - New York	12,112	1,466
China Merchants Bank	312	-
HSBC - New York	4,628	47,784
Deutsche Bank Chile	15,807	-
Inverlat	-	438
Scotiabank - Chile	13,804	6,044
UTI Bank - India	495	781
<b>Total</b>	<b>200,178</b>	<b>120,168</b>

(1) ThUS\$ 28,036 is recorded in other current assets for collateral in guarantee.

(2) Likewise, ThUS\$ 8,650 is recorded in other current assets for investments under agreement to resell.

### 36. Prepaid Expenses

Detail	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Fuel inventory	75,327	71,912
Insurance	3,217	2,888
Vessel leases	69,548	64,454
Positioning of vessels and containers	1,479	925
Operating expenses in process	21,162	27,061
Other	2,907	2,101
<b>Total</b>	<b>173,640</b>	<b>169,341</b>

Pablo Manzi J.  
General Accountant CSAV Group

Juan Antonio Alvarez A.  
General Manager

Rafael Ferrada M.  
Administration and Finance Manager



**KPMG Auditores Consultores Ltda.**  
Av. Isidora Goyenechea 3520, Piso 13  
Las Condes, Santiago - Chile

Teléfono +56 (2) 798 1000  
Fax +56 (2) 798 1001  
[www.kpmg.cl](http://www.kpmg.cl)

**External Auditors' Report on the  
Consolidated Financial Statements as of December 31, 2009 and 2008**

To the Board of Directors and Shareholders  
Compañía Sud Americana de Vapores S.A.:

1. We have audited the accompanying consolidated balance sheets of Compañía Sud Americana de Vapores S.A. and subsidiaries as of December 31, 2009 and 2008, and the related consolidated statements of income and cash flows for the years then ended. The preparation of these consolidated financial statements (including the accompanying notes) is the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We did not audit the financial statements of some associates, which as a result of the application of the equity method, represent a total investment of ThUS\$83,303 and ThUS\$78,425 as of December 31, 2009 and 2008, and a total net equity in earnings of ThUS\$7,568 and ThUS\$11,082 for the years then ended, respectively. In addition, we did not audit the financial statements of some indirect subsidiaries which represent total net asset of ThUS\$15,370 and ThUS\$15,346 as of December 31, 2009 and 2008, and a total net income of ThUS\$14,454 and ThUS\$24,827 for the years then ended, respectively. The financial statements of those companies were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for such related companies, is based solely on the reports of the other auditors. The accompanying Analysis of the Balance Sheet and Relevant Events are not an integral part of these consolidated financial statements and, accordingly, this auditors report does not extend to them.
2. We conducted our audits in accordance with generally accepted auditing standards in Chile. Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of the other auditors provide a reasonable basis for our opinion.
3. In our opinion, based on our audits and the reports of the other auditors, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Compañía Sud Americana de Vapores S.A. and Subsidiaries as of December 31, 2009 and 2008, and the results of their operations and their cash flows for the years then ended, in conformity with generally accepted accounting principles in Chile.



4. The consolidated financial statements as of December 31, 2009 have been prepared assuming that the Company will continue as a going concern. As discussed in the consolidated financial statements, the Company has sustained recurring operating losses and presents a negative working capital as of December 31, 2009, mainly resulting from the global economic crisis that is negatively affecting the shipping industry worldwide. This situation raises substantial doubt about the Company's ability to continue as a going concern. In order to handle the current situation, the Company's management is in the process of completing the financial strengthening plan described in note 2(z) to the consolidated financial statements. The consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.
5. As discussed in Note 2(b) to the consolidated financial statements and as required by circular No.427 issued by the Superintendencia de Valores y Seguros (Chilean regulator), the Company will file its consolidated pro-forma financial statements as of December 31, 2009, in relation to the process of adopting International Financial Reporting Standards (IFRS).
6. The above translation of the auditors' report is provided as a free translation from the original version in Spanish language, which is the official and binding version. Such translation has been made solely for the convenience of non-Spanish readers.



Alejandro Cerda G.

KPMG Ltda.

Santiago, February 25, 2010

## REASONED ANALYSIS

### 1. Analysis of the Consolidated Financial Statements

#### BALANCE SHEET

As of December 31, 2009, total assets increased by ThUS\$ 89,431 compared to December 31, 2008, resulting in a balance of ThUS\$ 1,951,774. This variation is explained by increases of ThUS\$ 50,158 in fixed assets and ThUS\$ 55,612 in other assets, partially offset by a decrease in current assets of ThUS\$ 16,339.

The decrease in current assets of ThUS\$ 16,339 is mainly due to a decrease in other current assets of ThUS\$ 99,895, resulting from a decrease in bank guarantees held in 2008 for oil price hedges in effect at that time that expired in 2009. There was also a decrease of ThUS\$ 11,786 in recoverable taxes since, as a result of losses recorded by the parent company, monthly provisional tax payments were not provisioned, as well as a decrease in sundry debtors of ThUS\$ 26,036 from collection on insurance claims made on the MV Rio Bueno and settlements of hedge transactions that were outstanding as of December 31, 2008. All of the above was almost fully offset by an increase in cash of ThUS\$ 121,645 attributable to a restructuring process implemented by the Company.

Fixed assets increased by ThUS\$ 50,158, principally explained by increases in other fixed assets of ThUS\$ 32,723, which mainly correspond to payments for construction of container ship hulls of ThUS\$ 31,105, advances on tug boat construction of ThUS\$ 15,876, and works under construction in ports of ThUS\$ 3,402, partially offset by transfers to the account machinery and equipment. There were also increases in buildings and infrastructure of ThUS\$ 24,548, which correspond basically to construction and expansion work on terminals, container deposits and warehouses. These increases were partially offset by a decrease in machinery and equipment of ThUS\$ 13,928 as a result of selling the vessels Río Blanco, Río Enco, Pacific Winner and Pacific Runner. This decrease was in turn partially offset by purchases of tugboats, container cranes and other equipment for port use.

The increase of ThUS\$ 55,612 in other assets is principally explained by the increase in long-term deferred taxes of ThUS\$ 58,016, as a result of losses generated during the period; by the increase in investments in other companies of ThUS\$ 4,331; and by the increase in long-term receivables of ThUS\$ 7,518. This was partially offset by a decrease in investments in related companies of ThUS\$ 9,779 primarily as a result of selling its investment in Agenicas Universales for ThUS\$ 27,563, which was partly diminished by decreased net income from these investments over the last twelve months.

Current liabilities increased by ThUS\$ 281,700 over December 31, 2008. This increase can be principally explained by the increase in sundry creditors and notes and accounts payable to related companies as a result of loans that have accumulated from ship owners that signed the Hamburg Restructuring Agreement in May 2009. These amounts will be repaid to the ship owners with the resources they contribute on the same date that the capital increase of US\$ 360 million already agreed upon with the ship owners is subscribed and paid. There was also an increase in unearned revenue as a result of increased business activity (volume and rates) during the final quarter of the year.

Long-term liabilities increased by ThUS\$ 43,560 as compared to December 2008. The increase of ThUS\$ 37,379 in loans from financial institutions is due to new loans taken out with Banco de Crédito e Inversiones for ThUS\$ 40,000, with Corpbanca for ThUS\$ 13,375, with Banco Santander for ThUS\$ 7,000 and with BNP Paribas for ThUS\$ 4,277. This increase was partially offset by some obligations being reclassified as short-term and by principal payments being made on loans from DnB Nor Bank ASA for ThUS\$ 6,671, Deutsche Schiffsbank for ThUS\$ 1,120, Banco Santander for ThUS\$ 6,894, Corpbanca ThUS\$ 2,273, and BNP for ThUS\$ 3,133. This account also decreased by the variation in the Yen/dollar exchange rate of ThUS\$ 6,286 between the two periods. The increase of ThUS\$ 7,996 in long-term bonds payable is due to the large variation in the dollar/peso exchange rate, which was not significantly impacted by principal payments of UF 9,436 made in 2009. A decrease in long-term provisions of ThUS\$ 1,415 was also observed.

Shareholders' equity decreased by ThUS\$ 233,664 compared to December 2008, as a result of a net loss for the year of ThUS\$ 668,863, offset by an increase in other reserves of ThUS\$ 22,384 and capital increases of ThUS\$ 412,815.



## STATEMENT OF INCOME

The Company recorded a net loss of ThUS\$ 668,863 for 2009, which represents a decrease of ThUS\$ 630,246 compared to the net loss of ThUS\$ 38,617 recorded in 2008.

Consolidated revenue for the period amounted to ThUS\$ 3,027,860, which represents a decrease of ThUS\$ 1,858,981 or 38% compared to the same period in 2008. This significant drop in sales can be fully explained by the global financial crisis, which has translated into: (i) a significant decrease in transported volume resulting from the sharp contraction in demand for transport services and (ii) a significant drop in average freight prices resulting from the industry's growing oversupply of capacity.

Thus, when comparing results accumulated as of December 2009 with the same period from the prior year, one should keep in mind the strong impact of current global economic conditions.

This crisis has significantly reduced world trade and, for the cargo transport industry, has reached a magnitude only comparable to last century's Great Depression. CSAV, as with the entire container cargo transport industry, has been severely affected. Average freight prices dropped sharply and have only been partially offset by decreases in fuel costs observed during the first half of the year. During the period, the Company's transported volume reached 1.79 million TEU, which represents a significant fall of 18% over volumes transported in 2008, while the average price per TEU also decreased sharply by 26% over the prior year.

While shipping routes operated by CSAV from the West Coast of South America to Asia, Europe and North America showed a moderate drop in transported volume, they experienced a significant reduction in average freight prices compared to the prior year. Routes from the East Coast of South America to the Atlantic Coast of North America, Europe, Africa and Asia experienced significant decreases in both transported volume and average freight prices. Transported volumes of automobiles and solid products in bulk decreased, but this area managed to adjust to the crisis thanks to its focus on profitable niche markets and its operational flexibility.

Norasia Container Lines Ltd., which provides services for East-West routes and was one of the subsidiaries most strongly affected by the crisis, recorded significant drops in transported volume and average freight prices. As a result, in the first quarter of 2009, CSAV suspended its services between Asia and Northern Europe.

Companhia Libra de Navegação (Brazil) and Compañía Libra de Navegación (Uruguay), subsidiaries that provide mainly container services to and from the Atlantic Coast of South America, also experienced significant drops in transported volume and decreases in freight prices.

On the other hand, CSAV Panamá, a subsidiary dedicated to transporting refrigerated cargo, performed favorably, maintaining steady figures for transported volume as well as average freight price compared with 2008, despite increased competition in container transport services for refrigerated cargo and the global financial crisis.

The subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM), which provides port services such as stowage and destowage, tugboat, maritime agencying and container deposit and repair services, among others, at several ports located in North, Central and South America reported very positive results, despite the global financial crisis and decreased sales.

Operating expenses for the period decreased by ThUS\$ 1,330,087 or 28%, reaching ThUS\$ 3,358,466. This decrease in costs is mainly explained by the Company's decreased activity, a drop in fuel prices—which only partially offset the significant decrease in average freight prices—and improvements in operating efficiency achieved by the Company.

Sales and administration expenses amounted to ThUS\$ 269,064, which represents a decrease of ThUS\$ 62,735 or 19% compared to the same period the previous year. This decrease is mainly due to reorganization and efficiency processes implemented by the Company over the last few months, as well as less sales commissions paid to agencies.

Accordingly, the Company recorded a net operating loss of ThUS\$ 599,670 for the period ended December 31, 2009, which is ThUS\$ 466,159 or 349% greater than the loss of ThUS\$ 133,511, recorded in December 2008.

It is important to mention that operating results should be analyzed in conjunction with the sections Market Situation and Analysis of Market Risk.

The Company recorded a non-operating loss of ThUS\$ 107,250, which represents a significant decrease compared to non-operating income of ThUS\$ 121,520 for the period ended December 31, 2008. This variation is mainly due to (i) an important increase of ThUS\$ 98,340 in other non-operating expenses as a result of increased losses from oil price hedge contracts of ThUS\$ 98,361 and (ii) a decrease of ThUS\$ 115,473 in other non-operating income, explained principally by lower gains on derivative contracts.

In 2009, the Company recorded an income tax balance in its favor of ThUS\$ 40,281, compared to the expense of ThUS\$ 18,344 in 2008. This variation is mainly due to a greater net loss recorded in 2009.

As of December 31, 2009, the Company's principal indicators have performed as follows:

#### LIQUIDITY INDICATORS

- Current Liquidity Ratio: This ratio has sharply decreased as compared to the same period in 2008 mainly due to the significant decrease in current assets (ThUS\$ 16,339) coupled with a strong increase in current liabilities (ThUS\$ 281,700).

- Acid Ratio: This ratio has increased by 0.4 points with respect to the same period in 2008 due to an increase in available resources (ThUS\$ 121,645), which was partially offset by an increase in current liabilities.

#### INDEBTEDNESS INDICATORS

- Indebtedness: This ratio increased by 1.04 percentage points compared to December 2008, because the decrease in shareholders' equity (due to the losses recorded during the last 12 months, net of the capital increase and distributed dividends) is greater than the increase in current liabilities.

- Short-term indebtedness: This indicator has increased slightly compared to December 2008 mainly due to the fact that current liabilities have increased more than total debt.

- Long-term indebtedness: Unlike the previous indicator, this ratio has decreased slightly as the increase in long-term debt is less than the increase in total debt.

- Financial expense coverage: This ratio has decreased and become negative mainly because of greater net losses recorded in 2009, as compared to the prior period.

#### PROFITABILITY INDICATORS

- Return on Equity: This ratio has decreased with respect to 2008 due to the higher losses recorded in 2009.

- Return on Assets: This ratio has decreased with respect to 2008 due to the higher losses recorded in 2009.

- Return on Operating Assets: This ratio has decreased sharply with respect to 2008 due to the higher losses recorded in 2009.

- Dividend Yield (amounts in US\$ ): This indicator is zero as no dividends have been distributed in the last twelve months.
- Earnings per Share (amounts in US\$ ): This ratio has become negative mainly because greater losses were recorded in 2009 while the total number of subscribed and paid shares increased.
- Market Value of Shares (amounts in Ch\$): Share value decreased by \$44.82 compared to December 2008. As of December 31, 2009, the value per share was \$370.18.

## 2. Difference between Commercial and Book Values of Assets

The financial statements as of December 31, 2009, have been prepared in conformity with generally accepted accounting principles and general and specific standards issued by the Superintendency of Securities and Insurance, the regulatory agency that supervises the Company. Given the magnitude of the shipping industry crisis, it is difficult to determine the true relationship between the book and commercial values of the Company's principal assets given the lack of liquidity (scarce number of transactions) in the ship-buying market. Although the commercial value of some types of vessels are showing downward trends, the lack of liquidity makes these transactions not very representative and, therefore, they do not necessarily reflect the real value of the vessels, nor medium or long-term trends.

## 3. Market Situation

In 2009, the global economy experienced the worst crisis seen in recent decades. Although we have seen some positive signs that the economy is on the mend, our key business will recover more slowly than the global economy in general because of the oversupply of vessels in operation and under construction that existed when the crisis began.

This crisis strongly impacted world trade, and consequently affected CSAV's main business—container transport. This year, for the first time in the history of container transport, industry activity has decreased. The impact of this decline is particularly strong in a business that had been growing for decades at an average annual rate of almost 10%. In recent months, CSAV's transported volumes have begun to improve, as demonstrated by figures published monthly on our web page. However, it is still premature to conclude that the crisis in our business has ended.

As we mentioned, recovery of the container transport business will lag behind the world economy because demand problems are exacerbated by supply problems that will be difficult to solve in the short term. In effect, ship construction decisions are long-term and the crisis hit with current construction orders at close to 60% of installed capacity. Given that new container ships have recently been delivered and no new orders have been placed in the last few months, this figure has dropped but continues to be substantial, especially given the fact that there is idle capacity at this time. Companies are negotiating to delay, cancel or modify some outstanding construction orders, more vessels are being scrapped and no new construction orders are being placed, which at least partially improves the industry's prospects. In the immediate term, detaining ships currently not in operation also helps to restore short-term balance, but this is obviously temporary.

The combination of declining demand and excess supply translated into decreases in volume and rates, which contributed significantly to the Company's decreased operating income in 2009. These same factors also resulted in reduced use of ships in operation, making it difficult to lower costs.

A summary-level analysis of the Company's most important figures reveals, upon comparing 2009 to 2008, a drop in operating income of approximately US\$ 1,860 million offset by a fall in costs of approximately US\$ 1,400 million (including operating costs and administrative and sales expenses). Because of this, operating income deteriorated by approximately US\$ 460 million over the prior year.

In other words, we experienced a massive fall in income that enormous cost-cutting efforts were unable to offset. While we must acknowledge that an important part of the decrease in costs is due to falling oil prices, it is worth mentioning that over 60% of the US\$ 1,400 million reduction was for other reasons.

In our financial statements as of September 30, 2009, we stated that the most likely outcome is for significant losses to continue not only in the fourth quarter of 2009 but also throughout 2010. Our forecasts for 2010 have become slightly more favorable, but given the significant uncertainty still present in our market, this positive trend could take a turn for the worse.

This favorable change in expectations can be attributed to both stronger demand for transport and a considerable adjustment in supply, coupled with improved internal efficiency. Therefore, although still far from fact, we have not ruled out the possibility of recording positive earnings in 2010.

In effect, demand for container transport is beginning to recover. Some markets have attained or are approaching pre-crisis volumes. Added to the increase in volume, and as a result of this increase, rates have gradually improved, although they are still insufficient and considerably far from pre-crisis levels. However, different viewpoints and uncertainty exist as to whether this upturn in volume is a temporary phenomenon due to inventory repositioning that will subsequently decline or if it is more permanent and attributable to a quicker and more sustained recovery of both the economy in general and global demand.

On the supply side, instead of orders for 60% of installed capacity, the current figure is around 40%. Also, these ships will be delivered over a period greater than that stipulated in the original contracts. Likewise, the latent supply of detained vessels, which peaked at close to 600 ships, is currently at approximately 500 and the trend—at least for now—is to continue falling. For the first time in many months, the capacity of detained vessels comprises slightly less than 10% of the fleet. Cancelling construction orders, delaying delivery dates, scrapping and converting orders for container ships to other types of vessels have all played a significant role in decreasing excess supply, much greater than predicted by industry analysts just a short time ago. However, steps by shipping companies to decrease vessel speed probably had the greatest impact. Reducing speed has energy efficiency and environmental advantages and, logically, decreases the oversupply of ships.

The most important characteristic of the current scenario is uncertainty. Should the trends described above become stronger, the Company could report positive earnings this year. However, these trends could certainly regress, in which case our previous forecasts would once again be applicable.

Operations of our subsidiary SAAM are much less exposed to changes in global demand for transport, although it has also been impacted by the crisis. Despite reporting good results in 2009, they were significantly lower than the prior year.

#### **4. Analysis of Cash Flows**

During 2009, cash and cash equivalents experienced a net increase of ThUS\$ 122,881. This value was reduced by the collateral in guarantee for derivative transactions of ThUS\$ 28,114 (ThUS\$ 134,840 in 2008), which implies that the true variation during the last twelve months, excluding this effect, was ThUS\$ 16,185, partly explained by the financial restructuring process the Company is undergoing (See Notes 22, 20 and 24).

Negative net cash flows from operating activities amounted to ThUS\$ 276,145, which is ThUS\$ 85,034 less than the prior year net flow. However, this difference would have been much greater if the Company had not signed the Hamburg Agreement, retaining close to US\$ 200 million in payments to ship owners. In 2008, the Company recorded negative net cash flows of ThUS\$ 192,087.

Financing activities generated positive net cash flows of ThUS\$ 441,760, which represents an increase compared to the positive net cash flows of ThUS\$ 19,174 during the same period in 2008. In 2009, the Company obtained loans for ThUS\$ 65,575 (ThUS\$ 35,790 in 2008), made capital payments of ThUS\$ 21,241 (ThUS\$ 13,573 in 2008), and increased capital by ThUS\$ 413,031.

Investing activities generated negative cash flows of ThUS\$ 45,004 compared to negative cash flows of ThUS\$ 229,833 during 2008. The most significant disbursements for the year were purchases of fixed assets of ThUS\$ 91,597 for: advances paid on construction of container ships for ThUS\$ 31,105; construction and expansion work on port terminals for ThUS\$ 24,548; purchase and construction of machinery and equipment for port services for ThUS\$ 25,940 and several other acquisitions and minor construction for ThUS\$ 10,004, which was partially offset by the sale of its investment in associate Agencias Universales S.A., corresponding to 211,311,092 shares.

## **5. Analysis of Market Risk**

As explained in the section Market Situation, the principal risk that the Company faces stems from the possibility of deteriorating demand for container transport, exacerbated by the excess supply of ships that still persists, and the resulting effects on revenue and financial results in general.

Oil prices rose consistently between January 2007 and July 2008. The price of WTI, although not the actual fuel used by the Company, increased from 50 USD/barrel to 145 USD/barrel during that period. From its peak in July 2008, the price of oil plummeted to between 45-50 USD/barrel at the end of the first quarter of 2009 and recently rose again to 80 USD/barrel. The principal risk surrounding oil stems from its enormous price volatility, demonstrated by these fluctuations. In an attempt to moderate volatility, CSAV has hedges, which have generated gains in previous years but generated significant losses in 2009 (see Derivate Contracts), which is the principal factor explaining the Company's non-operating losses (it should be noted that most losses occurred in the first quarter).

In relation to interest rate risks, the Company has mainly invested in bonds and secured loans from financial institutions at fixed interest rates.

Regarding exchange rate risks, most of the Company's operating revenues and expenses are in US dollars and, to a lesser extent, in Chilean pesos, Brazilian real and Euros, among other currencies. These currencies have been very volatile since the last quarter of 2008.

Assets and liabilities are generally expressed in US dollars. However, the Company has assets and liabilities in other currencies, detailed in Note 28 Chilean and Foreign Currencies, which experienced significant volatility during the last quarter.

## REASONED ANALYSIS

Financial Indicators from the Consolidated Balance Sheet 12/31/2009

	As of:	Dec/09	Dec/08
Current Liquidity	= $\frac{\text{Current Assets}}{\text{Current Liabilities}}$	0.906	1.367
Acid Test	= $\frac{\text{Available Resources}}{\text{Current Liabilities}}$	0.346	0.304
Debt	= $\frac{\text{Total Liabilities}}{\text{Shareholders' Equity}}$	2.276	1.236
	= $\frac{\text{Short-term Debt}}{\text{Total Debt}}$	0.648	0.579
	= $\frac{\text{Long-term Debt}}{\text{Total Debt}}$	0.352	0.421
Financial Expense Coverage	= $\frac{\text{Income Before Taxes and Interest}}{\text{Financial Expenses}}$	(19.971)	0.718
Net Return on Equity	= $\frac{\text{Net Income/(Loss)}}{\text{Average Shareholders' Equity}}$	(0.945)	(0.045)
Return on Assets	= $\frac{\text{Net Income/(Loss)}}{\text{Average Assets}}$	(0.351)	(0.020)
Return on Operating Assets	= $\frac{\text{Operating Income/Loss for the Period}}{\text{Average Operating Assets (1)}}$	(0.842)	(0.225)
Dividend Yield (in US\$ )	= $\frac{\text{Dividends Paid in Last 12 Months}}{\text{Market Value of Shares}}$	0.000	6.952
Earnings per Share (in US\$ )	= $\frac{\text{Net Income/(Loss)}}{\text{Number of Shares}}$	(44.645)	(5.018)
Market Value of Shares (in Ch\$)		370.18	415.00

( 1 ) Machinery and equipment, and other fixed assets are considered operating assets

Total Assets (US\$ million)	As of:	Dec/09	Dec/08
Current		790,002	806,341
Fixed		664,771	614,613
Other Assets		497,001	441,389
<b>Total Assets</b>		<b>1,951,774</b>	<b>1,862,343</b>
Increases/Decreases	From January to:	Dec/09	Dec/08
Fixed Assets			
Purchases		91,597	216,984
Sales		15,964	3,749
Investment in Subsidiaries			
Investments		0,59	25,419
Net Income/Loss		29,741	44,089
<b>Thousands of paying tons carried</b>		<b>24,873</b>	<b>30,008</b>
Statement of Income (US\$ million)			
Operating Revenues			
Shipping Sector		2,750,245	4,617,840
Port, Agencying and Other Sectors		277,615	269,001
Operating Costs			
Shipping Sector		(3,158,078)	(4,503,837)
Port, Agencying and Other Sectors		(199,766)	(184,716)
Costs			
Administrative Costs		(269,686)	(331,799)
Financial Costs		(33,709)	(42,525)
Result			
Operating		(599,670)	(133,511)
Non-operating		(107,250)	121,520)
EBITDA (2)		(632,767)	66,694
Income Tax		40,281)	(18,344)
Net Loss/Income		(668,863)	(38,617)

(2) Income before taxes, interest, depreciation, amortization and extraordinary items



## RELEVANT EVENTS

### 1.) Capital increase agreements

A) In an Extraordinary General Shareholders Meeting held January 30, 2009, shareholders agreed to the following:

a. To nullify the 80,098,707 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held April 25, 2008, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 206,559,229.48, divided into 769,518,252 single-series shares with no par value;

b. To subtract US\$ 44,846.73 from paid-in capital for share issue and placement expenses;

c. Increase capital from US\$ 206,514,382.75, divided into 769,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 406,514,382.75, divided into 1,128,353,401 single-series shares with no par value.

The Company will increase capital by US\$ 200,000,000 by issuing 358,835,149 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by January 30, 2012.

B) In an Extraordinary General Shareholders Meeting held August 18, 2009, shareholders agreed to the following:

a. Ratify each and every one of the agreements related to the Company's capital adopted by shareholders at the Extraordinary Shareholders' Meeting on January 30, 2009;

b. To nullify the 46,835,149 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held January 30, 2009, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 351,559,949.56, divided into 1,081,518,252 single-series shares with no par value;

c. To subtract US\$ 52,918.18 from paid-in capital for share issue and placement expenses so that the balance of this account is US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value;

d. Increase capital from US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value.

The Company will increase capital by US\$ 300,000,000 by issuing 530,091,529 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by August 18, 2012.

The share price will be Ch\$ 327 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations.

e. To eliminate the second transitory article as it is no longer in effect; and

f. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

C) In an Extraordinary General Shareholders' Meeting held December 18, 2009, shareholders agreed to the following:

a. To leave record that no placement discount has been generated from the partial placement of shares made to date and charged to the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 and, therefore, no decision needs to be made with respect to deducting this placement discount;

b. To maintain in full force the portion of the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 that is pending placement;

c. To leave record that, in conformity with Official Form Letter 1,370 of 1998 and its amendments, the share issue and placement costs for the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 may not be deducted from paid-in capital but instead should be deducted from the account "Premium on sale of own shares" that arose as a result of the capital increase;

d. To increase capital from US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value, of which US\$ 587,315,364.90 are fully subscribed and paid and the balance of US\$ 64,191,666.48 will be subscribed and paid by no later than August 18, 2012, to US\$ 1,011,507,031.38, divided into 1,929,995,861 single-series shares with no par value;

The Company will increase capital by US\$ 360,000,000 by issuing 318,386,080 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by December 18, 2010;

The share price will be US\$ 1.1307027 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations;

e. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

## 2.) Letter from CEO dated March 13, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency of the following Material Event that occurred today: Compañía Sudamericana de Vapores S.A. ("CSAV") has granted an exclusive mandate to HSH Corporate Finance GmbH ("HSH CF"), member of the HSH Norbank AG, Hamburg group – the bank with the largest assets and market share in the global shipping business – for advisory services and assistance in executing a new business plan which will allow the Company to better address the difficult conditions of the shipping market.

The fundamental tasks to be carried out with the assistance of HSH CF include: evaluating different services, their profitability and short and long-term prospects; evaluating the suitability of sale or disposal of the Company's non-essential assets; evaluating other assets and contract renegotiations, among other measures to help the Company significantly reduce costs.

Although there is no assurance that these efforts will produce the desired outcomes and be reflected in the Company's short-term results, if successful, these efforts together with the capital increase in progress and other measures put forth by the Company's Board of Directors and management would be a very important step towards resolving the profitability problems currently facing CSAV.

## 3.) Letter from CEO dated April 13, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter "CSAV"), agreed to communicate the following as a Material Event: Conversations were held recently among various vessel leasing companies and banks that finance these vessels, with respect to a financing strengthening program for CSAV totaling approximately US\$ 750,000,000 (seven hundred fifty million US dollars).

If this program were approved, it would be carried out as follows:

(a) With subscription and payment of approximately US\$ 130,000,000 (one hundred thirty million US dollars) that corresponds to the capital increase currently in process;

(b) With a new capital increase that will occur after letter (a), of approximately US\$ 220,000,000 (two hundred twenty million US dollars); and

(c) With a contribution from ship owners with charter party agreements with CSAV or its subsidiaries, equivalent to US\$ 400,000,000 (four hundred million US dollars), part of which will be capitalized.

Although these conversations are in advanced stages, no agreements have been signed and there is no guarantee they will be signed. Nevertheless, the Board of Directors agreed to communicate this matter as a Material Event, in an aim to provide maximum market transparency and considering the fact that the program has received positive verbal feedback from the ship owners and the banks that finance ship construction and purchases.

If the program is approved, we will inform you of the respective agreements and their contents in a timely manner.

CSAV is also currently in conversation with shipyards to review its ship construction contracts.

#### 4.) Letter from CEO dated May 28, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), agreed to communicate the following as a Material Event:

With respect to the Material Events communicated March 13, 2009 and April 13, 2009, within the framework of the financial restructuring plan that CSAV is carrying out with its financial advisor HSH Corporate Finance GmbH, today an agreement was signed with the ship owners coordinated from the city of Hamburg (the “Contract”) with which CSAV and its subsidiaries have entered into charter party contracts that states, essentially, that CSAV, after having successfully completed both the capital increase for approximately US\$ 130,000,000 that is currently in process and whose right of refusal period begins May 29, 2009, as well as the subsequent capital increase for approximately US\$ 220,000,000 mentioned in the Material Event from April 13, 2009, will carry out a third capital increase of US\$ 360,000,000 at a price per share equal to the lesser between: i) US\$ 1.1307027 and, ii) double the placement price of the second capital increase, converted to US dollars at an exchange rate of Ch\$ 577.8 per US\$ . The ship owners that signed the agreement undertake to subscribe and pay for, at the stated price, the entire amount of the third capital increase that CSAV shareholders do not subscribe, up to the aforementioned limit of US\$ 360,000,000.

The agreement provides that CSAV shall pay US\$ 360,000,000 to the aforementioned ship owners, which partially corresponds to the leases agreed to in the charter party agreements that will have accrued as of the date of the third increase, and partially to the charters being paid in advance in conformity with these agreements.

#### 5.) Letter from CEO dated June 3, 2009

As requested by the Superintendency in Ordinary Ruling No. 11,804 dated June 2, 2009, I hereby inform the Superintendency of the following Material Event regarding Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), pursuant to articles 9 and 10-2 of the Securities Market Law 18,045:

1. The agreement informed on May 28, 2009 was signed (hereinafter, the “Agreement”) by CSAV and close to 80 entities. For added clarity, a list of each of these entities is included as Appendix 1 to this letter.

2. Notwithstanding the Agreement, CSAV has effectively held conversations with four other ship owners that are at various degrees of development and it is not possible to determine what the result of these conversations will be.

3. To date, the final percentage that the ship owners with which CSAV signed the Agreement will obtain cannot be feasibly determined for the following reasons:

(a) As you know, and as we informed this Superintendency in our last communication on May 28, the Agreement establishes that CSAV will carry out three successive capital increases: the first for US\$ 130,000,000 whose right of first refusal period is in progress, the second for US\$ 220,000,000 once the first has been completed and the third for US\$ 360,000,000, in which the ship owners that entered the Agreement may participate.

(b) Given that the placement price of the second capital increase has not been established, it is impossible to determine what percentage of share capital the third capital increase will represent.

(c) With respect to these three capital increases, CSAV's current shareholders will have the right of first refusal granted them by law. If all of the shareholders exercise their preferential right with respect to the third capital increase, the ship owners that are party to the Agreement will receive payments of US\$ 360,000,000, in conformity with their charter agreements, but will not subscribe any of the Company's shares. If only a portion of the shareholders exercise their preferential right, the ship owners that signed the Agreement will only subscribe part of this capital increase.

We hope that this information helps to clarify the scope of the transaction informed on May 28, 2009.

#### APPENDIX 1

1. Vierundzwanzigste KG "NRS" Norddeutsche Reederei H. Schuldt GmbH & Co.
2. Vierzehnte KG "NRS" Norddeutsche Reederei H. Schulte GmbH & Co.
3. Beteiligungs-Kommanditgesellschaft "MS Northern Grandour" Schiffahrtsgesellschaft GmbH & Co.
4. Zweiundzwanzigste KG "NRS" Norddeutsche Reederei H. Schuldt GmbH & Co.
5. Dreiundzwanzigste KG "NRS" Norddeutsche Reederei H. Schuldt GmbH & Co.
6. Siebenundzwanzigste KG "NRS" Norddeutsche Reederei H. Schuldt GmbH & Co.
7. Achtundzwanzigste KG "NRS" Norddeutsche Reederei H. Schuldt GmbH & Co.
8. Beteiligungs-Kommanditgesellschaft "MS Pugwash" Schiffahrtsgesellschaft MbH & Co.
9. Beteiligungs-Kommanditgesellschaft "MS Pohang" Schiffahrtsgesellschaft mbH & Co.
10. Beteiligungs-Kommanditgesellschaft "MS Portugal" Schiffahrtsgesellschaft mbH & Co.
11. Hermann Buss GmbH & Co. MS "Jümme Trader".
12. Helgoland Shipping & Trading Ltd. St. John's and Hermann Buss GmbH & Co. KG MS "Helgoland Trader".
13. Harald S Shipping Company Limited and MS "Harald 5" H+H Schepers Schiffahrtsgesellschaft mbH & Co. KG.
14. MS "Wieland" Reederei Tamke GmbH & Co. KG
15. Anke Maritime Company Limited, Monrovia.
16. MS "Thea 5" Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG.
17. Europa II Schiffsfonds GmbH & Co. KG.
18. Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG. MS "Louis 5".
19. Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG. MS "Katharina 5"
20. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
21. Capitalships "CS Katjana" GmbH & Co. KG.
22. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
23. MS "JPO Gemini" Schiffahrtsgesellschaft GmbH & Co. KG.
24. MS "Jula 5" H + H Schepers Reederei GmbH & Co. KG.
25. Blue Shipping & Trading Co. Ltd., St. John's, Antigua and Hermann Buss KG MS "Borkum Trader" GmbH & Co.
26. Europa I Schiffsfonds GmbH & Co. KG.
27. Hammonia Chartering and Ships GmbH & Co. KG.
28. Hammonia Chartering and Ships GmbH & Co. KG.
29. MS "ALENA" Schiffahrtsgesellschaft MbH & Co. KG.
30. MS "ADDA" Schiffahrtsgesellschaft MbH & Co. KG.
31. Limari Shipping Ltd., Majuro, Marshall Islands.
32. MS "ARIBA" Schiffahrtsgesellschaft MbH & Co. KG.
33. Longavi Shipping Ltd., Majuro, Marshall Islands.
34. MS "ANGUILA" Schiffahrtsgesellschaft MbH & Co. KG.
35. Chacabuco Shipping Ltd., Majuro, Marshall Islands.
36. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
37. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
38. Peter Döhle Schiffsbeteiligungs-KG (GmbH & Co.).
39. MS "TABEA" Schiffahrtsgesellschaft MbH & Co. KG.
40. MS "TAMINA" Schiffahrtsgesellschaft MbH & Co. KG.
41. MS "TABEA" Schiffahrtsgesellschaft MbH & Co. KG.
42. MS "TESSA" Schiffahrtsgesellschaft MbH & Co. KG.

43. MS "HAMMONIA CALABRIA" Schiffahrtsgesellschaft MbH & Co. KG.
44. MS "HAMMONIA GRENADA" Schiffahrtsgesellschaft MbH & Co. KG.
45. MS "Elisabeth-S" GmbH & Co. KG.
46. MS "Jules Vernes" GmbH & Co. KG (ehemals Sechszwanzigste RKS Shipping GmbH & Co. KG).
47. MS "Joseph Conrad" GmbH & Co. KG (ehemals Siebenundzwanzigste RKS Shipping GmbH & Co. KG).
48. MS "Mare Phoenicium" Schiffahrtsgesellschaft MbH & Co. KG.
49. MS "Mare Lycium" Schiffahrtsgesellschaft MbH & Co. KG.
50. Schiffahrts-Gesellschaft MS "Penelope" MbH -GmbH & Co.KG.
51. Westerland Shipping GmbH & Co. KG.
52. Seasure Shipping Ltd., Limassol, Cyprus.
53. Oyster Bay Shipping Enterprise Limited.
54. Oxbow Bay Shipping Enterprise Limited.
55. Kommanditgesellschaft MS "San Aurelio" Offen Reederei GmbH & Co.
56. Kommanditgesellschaft MS "San Alessio" Offen Reederei GmbH & Co.
57. Container-Schiffahrt GmbH & Co. MS "Frisia Helsinki" KG.
58. Container-Schiffahrt GmbH & Co. MS "Frisia Wismar" KG.
59. Container-Schiffahrt GmbH & Co. MS "Frisia Rostock" KG.
60. "Rio Cadiz" Schiffahrtsgesellschaft MbH & CO. KG.
61. "Rio Charleston" Schiffahrtsgesellschaft MM & Co. KG.
62. MS "Choapa Trader" Schiffahrts GmbH & Co. KG.
63. Cyperia Shipping Co. Ltd. and MS "Sonche Trader" Schiffahrts GmbH & Co. KG.
64. Lomito Shipping Co. Ltd. and MS "Amazonas Trader" Schiffahrts GmbH & Co. KG.
65. Zemio Shipping Co. Ltd. and MS "Vargas Trader" Schiffahrts GmbH & Co. KG.
66. Schiffahrts-Gesellschaft "Hansa Constitution" MbH & Co.KG.
67. Schiffahrts-Gesellschaft "Hansa Century" MbH & Co.KG.
68. Schulau Shipping Company Limited, Majuro, Marshall Islands.
69. SBT Wamow Shipping Company Limited, Majuro, Marshall Islands.
70. SBT Bille Shipping Company Limited, Majuro, Marshall Islands.
71. "Passat Breeze" Navigation GmbH & Co. KG.
72. Nordatlantic Marine Shipping Co. Ltd., Limassol, Cyprus and Schiffahrtsgesellschaft MS "Nordatlantic" MbH & Co. KG.
73. MS "Etha Rickmers" Schiffsbeteiligungsgesellschaft MbH & Co. KG.
74. MS "Christa Rickmers" Schiffsbeteiligungsgesellschaft MbH & Co. KG.
75. Second Koala Shipping Ltd., Monrovia, Liberia.
76. Gloria Shipping Company Limited, St. John's.
77. CH2 Audacia Schiffahrtsgesellschaft MbH & Co. KG.
78. Cape Mahon Shipping Company Ltd., Limassol, Cyprus.
79. Cape Mayor Shipping Company Ltd., Limassol, Cyprus.

6.) Letter from CEO dated August 18, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter "CSAV"), agreed to communicate the following as a Material Event:

Today, the Board of Directors of CSAV approved the restructuring and financing terms for the vessel construction program, detailed as follows:

1. CSAV has contracted construction of four 12,600 TEU vessels from shipyard Samsung Heavy Industries in South Korea. These vessels will cost approximately US\$ 161 million each, with a total cost of around US\$ 644 million. These vessels are to be delivered in 2010 and 2011.

The parties have agreed to modify and delay construction of the vessels contained in this contract. Instead of four 12,600 TEU vessels, five 8,000 TEU vessels will be constructed and delivered towards the middle of 2011 and the beginning of 2012 at a price of US\$ 125 million each, for a total cost of US\$ 625 million.

2. CSAV is currently working on the financing needed for these vessels, although no agreements have been signed. The Company has agreed on terms with a syndicate led by BNP Paribas for the five 8,000 TEU vessels and two 6,600 TEU vessels, which are outlined below:

a) The banks have agreed to finance 70% of the value of the five 8,000 TEU vessels at an interest rate of LIBOR plus 350 basis points, over a term of 12 years.

b) Regarding financing for the three 6,600 TEU vessels currently under construction at the shipyard CSBC Corporation in Taiwan, which will cost approximately US\$ 85.5 million each and are set to be delivered between April 2010 and April 2011, including an approximate seven-month delay already agreed upon with CSAV, the Company has reached an agreement with the banks to finance 70% of the value of the first two vessels at an interest rate of LIBOR plus 350 basis points, over a term of 10 years.

The banks have agreed to finance 65% of the value of the third 6,600 TEU vessel at an interest rate of LIBOR plus 350 basis points, over a term of 5 years.

7.) Letter from CEO dated December 18, 2009

Pursuant to article 147 of Law 18,046, second paragraph, letter b), we hereby inform you that, in a meeting on December 18, 2009, the Board of Directors authorized management to directly enter into contracts for services or products within the Company's line of business with the following related parties. The amounts of these contracts for the month of January are indicated below:

<b>Company</b>	<b>Value in US\$</b>	<b>Value in UF</b>
Cía. de Petróleos de Chile Copec S.A.	30,720	732
Soc. Anónima Viña Santa Rita	28,848	687
Aserraderos Arauco S.A.	227,195	5,413
Molduras Trupan S.A.	72,750	1,733
Celulosa Arauco y Constitución S.A.	119,280	2,842
Paneles Arauco S.A.	113,190	2,697
Corpesca S.A.	70,500	1,680
Empresas Carozzi S.A.	242,503	5,777
Quimetal Industrial S.A.	51,100	1,217
Cía. Electrometalúrgica S.A.	124,000	2,954
Watt's S.A.	12,000	286
Pesquera San José S.A.	25,050	597
Cristalerías de Chile S.A.	21,500	512
Celfin Capital*		

\*Currency purchases, as required. These are spot purchases for varying amounts. We will engage in transactions with Celfin as long as the exchange rate they offer does not exceed other quotes.



Company	Contract	Value in US\$
Southern Shipmanagement (Chile) Ltda.	Administrative Services	830
Norasia Container Lines Ltd.	Advisory Services	1530
San Antonio Terminal Internacional S.A.	Port Services	
	Southern Cone	133,940
	Andex	455,800
	South Andean	60,012
	New Americas	207,749
	Mediterranean	99,317
	Euroandes	383,759
	Autos Greater America	28,185
	Autos Nasa	15,763
	Reefer	52,281
San Vicente Terminal Internacional S.A.	Southern Cone	57,767
	Andex	271,313
	South Andean	20,583
	New Americas	168,696
	Cenco Mty	506
Iquique Terminal Internacional S.A.	Andex	298,843
	Mediterranean	14,666
	Autos Greater America	31,409
	Autos Nasa	33,553
	Cenco Mty	28,336
Antofagasta Terminal Internacional S.A.	Southern Cone	125,813
	Andex	549,200
	Mediterranean	103,852
Southern Shipmanagement (Chile) Ltda	Adm. Vessels and Rental of P. Pack Equipment	269,837
Compañía Libra de Navegación –Brasil	Vessel, Space and Container Lease	5,259,688
Compañía Libra de Navegación –Uruguay	International Freight Services, Space Lease	7,790,915
CSAV Sudamericana de Vapores S.A-	International Freight Services, Space Lease	796,976
Compañía Chilena de Navegación Interoceánica S.A.	International Freight Services, Space Lease	855,730
SAAM. S.A.	Sale of Containers, Coasters, Real Estate Lease	649,566
Norasia Container Lines Ltd.	Vessel, Space and Container Lease, Administrative Services	8,379,104
CSAV Inversiones Navieras S.A.	Administrative Services	54,000
Antofagasta Terminal Internacional S.A.	Port Services	1,529,743
Iquique Terminal Internacional S.A.	Port Services	850,484
San Antonio Terminal Internacional S.A.	Port Services	1,817,329
San Vicente Terminal Internacional S.A.	Port Services	630,959
Tollo Shipping	Administrative Services	4,500
Odffjell Y Vapores S.A.	Administrative Services	9,000
Inversiones Plan Futuro S.A.	Administrative Services	450
Inversiones Nuevo Tiempo S.A.	Administrative Services	450
Corvina Shipping Co. S.A.	Administrative Services	5,400
Southern Shipmanagement (Chile) Ltda	Real Estate Lease, Commissions	
Cía de Petróleos de Chile Copec S.A.	Marine Fuel	1,467,478
Csav Sudamericana de Vapores S.A.	International Freight Services, Space Lease	340,977
Compañía Libra de Navegación –Brasil	International Freight Services, Space Lease	1,971,188
Compañía Libra de Navegación-Uruguay	International Freight Services, Space Lease	10,427,948
Compañía Chilena de Navegación Interoceánica S.A.	International Freight Services, Space Lease	3,203,514
Sudamericana Ag. Aéreas y Marítimas S.A.	Agencying Services	2,694,467
Norasia Container Lines Ltd.	Space and Vessel Lease	2,750,524
CSAV Inversiones Navieras S.A.	Administrative Services	43,893

These transactions are for:

- Port services
- Administrative contracts and shipping services
- Equipment leases
- Vessel and space leases
- Real estate leases
- Container sales
- Administrative services
- Financial commissions
- Fuel and lubricant purchases

The Directors' Committee was put in charge of periodically reviewing the amounts of these contracts.







## Individual Financial Statements

As of December 31, 2009

With the exception of the financial statements and their corresponding notes, all other information contained in this annual report has not been audited.

2009



## INDIVIDUAL BALANCE SHEETS

ASSETS	At December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CURRENT ASSETS</b>		
Cash and banks	13,097	3,677
Time deposits	45,921	48,263
Trade accounts receivable (net)	36,508	34,044
Notes receivable (net)	6,736	4,458
Sundry debtors (net)	13,105	12,494
Notes and accounts receivable from related companies	184,527	59,625
Inventories (net)	52	1,599
Recoverable taxes	5,561	20,210
Prepaid expenses	109,352	97,471
Deferred taxes	8,672	7,246
Other current assets	1,994	2,827
<b>Total Current Assets</b>	<b>425,525</b>	<b>291,914</b>
<b>FIXED ASSETS</b>		
Land	2,142	2,142
Buildings and infrastructure	19,898	19,898
Machinery and equipment	26,445	45,958
Other fixed assets	1,170	1,248
Depreciation	(19,397)	(32,968)
<b>Total Fixed Assets</b>	<b>30,258</b>	<b>36,278</b>
Investments in related companies	835,931	1,014,252
Investments in other companies	183	172
Negative goodwill	(843)	(1,406)
Long-term receivables	704	885
Long-term notes and accounts receivable from related companies	1,026	1,095
Long-term deferred taxes	60,668	
Other	5,544	3,774
<b>Total Other Assets</b>	<b>903,213</b>	<b>1,018,772</b>
<b>TOTAL ASSETS</b>	<b>1,358,996</b>	<b>1,346,964</b>

The attached notes 1-30 are an integral part of these financial statements.

<b>LIABILITIES</b>	At December 31,	
	2009 ThUS\$	2008 ThUS\$
<b>CURRENT LIABILITIES</b>		
Current portion of long-term loans from financial institutions	1,172	1,257
Current portion bonds payable	6,932	5,730
Dividends payable	382	379
Accounts payable	132,243	148,727
Sundry creditors	119,728	223
Notes and accounts payable to related companies	113,740	190,084
Provisions	189,636	22,486
Withholdings	1,094	639
Income tax	202	299
Unearned revenue	126,379	75,832
Other current liabilities		6,513
<b>Total Current Liabilities</b>	<b>691,508</b>	<b>452,169</b>
<b>LONG-TERM LIABILITIES</b>		
Loans from financial institutions	7,215	8,335
Long-term bonds payable	69,029	61,033
Long-term sundry creditors	603	421
Long-term provisions		156
Long-term deferred taxes		545
<b>Total Long-Term Liabilities</b>	<b>76,847</b>	<b>70,490</b>
<b>Minority Interest</b>		
<b>SHAREHOLDERS' EQUITY</b>		
Paid-in capital	587,315	206,559
Premium on sale of shares	32,059	
Other reserves	38,814	16,430
Retained earnings	(67,547)	601,316
Reserve for future dividends	28,347	28,347
Accumulated earnings	572,969	611,586
Net loss for the year	(668,863)	(38,617)
<b>Total Shareholders' Equity</b>	<b>590,641</b>	<b>824,305</b>
<b>TOTAL LIABILITIES</b>	<b>1,358,996</b>	<b>1,1,346,964</b>

The attached notes 1-30 are an integral part of these financial statements.

## INDIVIDUAL STATEMENTS OF INCOME

	For the years ended December 31,	
	2009 ThUS\$	2008 ThUS\$
Operating revenues	1,800,803	2,683,551
Operating expenses	(2,049,345)	(2,557,092)
Operating margin	(248,542)	126,459
Sales and administration expenses	(125,081)	(167,617)
<b>Operating loss</b>	<b>(373,623)</b>	<b>(41,158)</b>
Financial income	152	5,055
Profits from investments in related companies	62,026	82,297
Other non-operating income	8,063	7,402
Losses from investment in related companies	(406,666)	(75,246)
Financial expenses	(4,814)	(12,414)
Other non-operating expenses	(1,224)	(528)
Foreign currency translation	(15,825)	(5,292)
<b>Non-operating (loss) income</b>	<b>(358,288)</b>	<b>1,274</b>
Loss before income taxes and extraordinary items	(731,911)	(39,884)
Income tax	62,486	705
Net loss before minority interest	(669,425)	(39,179)
<b>Net loss</b>	<b>(669,425)</b>	<b>(39,179)</b>
Amortization of negative goodwill	562	562
<b>Net loss for the year</b>	<b>(668,863)</b>	<b>(38,617)</b>

The attached notes 1-30 are an integral part of these financial statements.

## STATEMENTS OF CASH FLOWS (Indirect)

	For the years ended December 31,	
	2009	2008
	ThUS\$	ThUS\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the year	(668,863)	(38,617)
Gain from sale of fixed assets	(2,431)	341
<b>Charges (Credits) to income not affecting cash flows</b>		
Depreciation for the period	2,108	2,582
Write-offs and provisions	(972)	(241)
Earnings accrued on investments in related companies	(62,026)	(82,297)
Loss accrued on investments in related companies	406,666	75,246
Amortization of negative goodwill	(562)	(562)
Foreign currency translation (net)	15,825	5,292
Other credits to income that do not represent cash flows	(5,644)	(4,024)
Other charges to income that do not represent cash flows	3,281	13,051
<b>Decrease (increase) in assets that affect cash flows</b>		
Trade accounts receivable	(3,404)	10,430
Inventories	1,547	(1,015)
Other assets	(113,235)	58,127
<b>Increase (decrease) in liabilities that affect cash flows</b>		
Accounts payable related to operations	61,707	14,675
Interest payable	249	(1,214)
Income tax payable (net)	(45,406)	(10,938)
VAT and other similar payable taxes (net)	975	(4,244)
<b>Net cash flows from operating activities</b>	<b>(410,185)</b>	<b>36,592</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Placement of shares	413,031	36,559
Documented loans from related companies	11,500	
Dividends paid	(85)	(34,833)
Loans paid	(1,120)	(1,120)
Bonds paid	(5,000)	
Payment of documented loans from related companies (less)	(3,479)	
Expenses paid for issue and placement of shares	(3,618)	(45)
Other financing disbursements	(137)	(186)
<b>Cash flows from financing activities</b>	<b>411,092</b>	<b>375</b>

The attached notes 1-30 are an integral part of these financial statements.

# **STATEMENTS OF CASH FLOWS (Indirect)**

	For the years ended December 31,	
	2009	2008
	ThUS\$	ThUS\$
<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
Sale of fixed assets	6,455	1,902
Collection of loans guaranteed to related companies	10,088	645
Purchases of fixed assets	(211)	(1,609)
Acquisition of businesses		(650)
Loans guaranteed to related companies	(11,243)	
<b>Net cash flows from investment activities</b>	<b>5,089</b>	<b>288</b>
<b>Total net cash flows for the year</b>	<b>5,996</b>	<b>37,255</b>
<b>Effect of inflation on cash and cash equivalents</b>		
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>5,996</b>	<b>37,255</b>
<b>Initial balance of cash and cash equivalents</b>	<b>53,022</b>	<b>15,767</b>
<b>Final balance of cash and cash equivalents</b>	<b>59,018</b>	<b>53,022</b>

The attached notes 1-30 are an integral part of these financial statements.



## **NOTES TO THE INDIVIDUAL FINANCIAL STATEMENTS**

**(In thousands of US dollars)**

**For the years ended December 31, 2009 and 2008**

### **1. Registration in the Securities Registry**

Compañía Sud Americana de Vapores S.A. (the Company), Taxpayer ID Number 90.160.000-7, is a publicly-held corporation whose authorized, subscribed and paid-in capital amounts to ThUS\$ 587,315, represented by 1,498,184,919 non-par value shares distributed among 3,403 shareholders. It is registered in the Securities Register under number 76 and is subject to the supervision of the Superintendency of Securities and Insurance (SVS).

### **2. Accounting Principles Applied**

#### **a) Accounting period**

These individual financial statements cover the twelve-month period from January 1 to December 31, 2009 and are compared with the same period in 2008.

#### **b) Preparation guidelines**

These individual financial statements have been prepared pursuant to accounting principles generally accepted in Chile and the regulations of the SVS. If any difference exists among the aforementioned regulations, the latter will prevail.

Investments in subsidiaries have been recorded in only one line of the balance sheet using the equity method; therefore, they have not been consolidated on a line-by-line basis, which differs from generally accepted accounting principles in Chile. This accounting treatment does not affect the Company's net income (loss) for the period or shareholders' equity.

These financial statements have been issued only for individual analysis purposes of the Company, and therefore, they have to be read in conjunction with the Company's consolidated financial statements as required by generally accepted accounting principles in Chile.

In accordance with instructions in Official Form Letter No. 427, issued by the SVS on December 28, 2007, related to the process of adopting International Accounting Standards and International Financial Reporting Standards (IFRS), which complements instructions contained in Official Form Letter No. 384 from February 6, 2007, beginning in 2009, Compañía Sud Americana de Vapores should issue its financial statements in accordance with IFRS as issued by the International Accounting Standards Board (IASB). The preliminary effects of this change on the Company's financial statements have been quantified and communicated to the SVS in accordance with the instructions contained in Official Form Letter No. 457 from June 20, 2008.

#### **c) Basis of presentation**

For presentation and comparison purposes, certain minor reclassifications have been made to the individual financial statements as of December 31, 2008.

#### **d) Price-level restatement**

Effective January 1, 1984, the Company was authorized to keep its accounting records in United States dollars and, consequently, price-level restatement standards are not applied.

**e) Basis of conversion**

Transactions carried out in a currency other than the US dollar are controlled in their currency of origin and converted to US dollars at the prevailing exchange rate as of the date of the respective transaction. As of the financial statement close, balances derived from such transactions are converted to US dollars according to the prevailing exchange rate of each currency as of that date, and any gain or loss generated by differences in exchange rates between those dates are recorded in foreign currency translation, except for fixed assets, shareholders' equity and income statement accounts, which are valued in US dollars in accordance with the prevailing exchange rate of each currency as of the date of each transaction.

The exchange rate of the Chilean peso to the US dollar was Ch\$ 507.10 and Ch\$ 636.45 as of December 31, 2009 and 2008, respectively.

**f) Time deposits**

Time deposits are shown at investment value plus accrued interest.

**g) Inventory**

Inventory is stated at acquisition cost, which does not exceed net realizable value.

**h) Allowance for doubtful accounts**

The Company records an allowance for doubtful accounts for accounts receivable that are probably not collectable, based on their age and a case-by-case evaluation.

**i) Other current assets**

This item includes spare-parts for containers, valued at replacement cost, and repurchase agreement (See Note (n)).

**j) Fixed assets**

Fixed assets are stated at acquisition cost. As of December 31, 2009, even with current market volatility, the Company estimates there to be no indications of impairment losses on its fixed assets that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 33 issued by the Chilean Institute of Accountants.

**k) Fixed asset depreciation**

Depreciation has been calculated using the straight-line method over the estimated useful life of the assets.

**l) Investments in related companies**

Investments in related companies, both Chilean and foreign investments that are considered permanent, are accounted for using the proportional equity method of accounting for those investments acquired before January 1, 2004, and the equity method of accounting for those investments acquired after that date, as set forth in Technical Bulletins Nos. 64 and 72 of the Chilean Institute of Accountants. Investments in Chilean subsidiaries that maintain their accounting in Chilean pesos are controlled in that currency and converted to US dollars at period end, and any valuation difference not from recorded income or losses is reflected in other reserves.

In order to apply the proportional equity method of accounting, investments in direct foreign subsidiaries are controlled in US dollars (except for the investment in CSAV GmbH, controlled in Euros), and investments in subsidiaries and their associates are expressed in US dollars, when applicable.

Unrealized gains or losses between related parties are eliminated and recognized in income statement accounts once realized.

As of December 31, 2009, even with current market volatility, the Company estimates there to be no indications of impairment losses on its investments that differ from the results of the analysis performed as of December 31, 2008, pursuant to Technical Bulletin No. 72 issued by the Chilean Institute of Accountants.

**m) Negative goodwill**

The difference between the cost of investments at acquisition date and their book equity at that date are recorded in the negative goodwill account, and amortized with a charge to income over a period of no more than 10 years.

**n) Operations with resale/repurchase agreements**

Financial instruments acquired under resale and/or repurchase agreements are recorded at acquisition value plus the difference between the acquisition cost and the respective resale/repurchase price, and are classified under other current assets.

**o) Bonds payable**

Obligations from issuing bonds are presented in liabilities at the bond's face value. The difference between the face value and placement value plus the related issuance costs are deferred and amortized over the terms of the bonds to recognize the real interest originated in the transaction, and are presented under Other assets – Other.

**p) Income tax and deferred taxes**

Income tax is charged to income considering the net taxable income determined for tax purposes.

The effects of deferred taxes arising from temporary differences between tax and book balances are recorded based on the effective tax rate on the expected date of reversal of these temporary differences, pursuant to Technical Bulletin No. 60 issued by the Chilean Institute of Accountants. The effect of unrecorded deferred taxes originating from temporary differences existing before the implementation of Technical Bulletin No. 60 are recognized in income only when the temporary differences are reserved.

**q) Severance indemnity**

Until January 2008, provisions were established to comply with the obligations derived from this benefit, using the accrued cost present value method, as set forth in Technical Bulletin No. 8 of the Chilean Institute of Accountants. For these purposes, the Company used an annual discount rate of 6% and an average employment period of 15 years.

The Company came to an agreement with its employees to settle this benefit in advance and paid it during January 2008.

**r) Operating income**

The Company uses the completed-voyage basis to determine operating results. Income and expenses of in-transit voyages at period-end are deferred and recorded as unearned revenue or prepaid expenses, as appropriate. An allowance for potential losses is recorded with a charge to income.

**s) Derivatives contracts**

Until March 2009, the Company had forward contracts that operated as foreign exchange insurance to hedge the fluctuation in the US dollar with respect to the UF and Chilean peso.

These contracts were recorded and classified in the financial statements pursuant to Technical Bulletin No. 57 of the Chilean Institute of Accountants.

As of December 31, 2009, the Company holds swap contracts to cover the risk of fluctuations in fuel prices.

**t) Software**

Software recorded as part of fixed assets represents certain software suites and packages, which are amortized with a charge to income over a period of 3 years.

**u) Research and development expenses**

These expenses are charged to income as incurred.

**v) Cash flow statement**

In order to prepare the cash flow statement pursuant to Technical Bulletin No. 50 issued by the Chilean Institute of Accountants, and as set out in Circular No. 1501 of the SVS, the Company has defined cash equivalents as investments in fixed income mutual funds, investments under agreements to repurchase classified as part of Other current assets, and time deposits with maturities of less than 3 months.

Cash flows from operating activities include all business-related cash flows, interest paid, financial income earned, dividends received and all others cash flows not defined as from investing or financing activities.

**w) Sundry creditors**

This account includes loans that have gradually accumulated from the group of ship owners that signed the Hamburg Agreement in May 2009 (See Material Events from May 28 and June 3).

**x) Financial strengthening plan**

The parent company is carrying out a financial strengthening plan, which is described in detail in the Relevant Events notes of these financial statements. Essentially, the plan consists of CSAV increasing its capital by ThUS\$ 710 million, through two capital increases totaling ThUS\$ 350,000 and a third capital increase of ThUS\$ 360,000 from a group of ship owners.

Regarding the two capital increases totaling ThUS\$ 350,000, the first already took place, raising ThUS\$ 145,046, and the second of ThUS\$ 235,808 (see note 17 to these financial statements), will raise at least the remainder of the intended amount: Both capital increases have been duly authorized by the Company's shareholders and the SVS. The offer of first refusal period for this new capital increase will begin within the next few weeks.

Regarding the capital increase of ThUS\$ 360,000 committed by the ship owners, as of financial statement close loans have been granted related to this capital increase: ThUS\$ 119,721 (as described in the note on short-term sundry creditors) from third party ship owners; and ThUS\$ 33,455 from related company ship owners.

### 3. Accounting Changes

There are no accounting changes in relation to the prior period which could significantly affect the interpretation of these financial statements.

### 4. Short and Long-term Receivables

ITEM	Up to 90 days		CURRENT Over 90 days up to 1 year		Subtotal	Total Current (net)		Long-term	
	12/31/2009	12/31/2008	12/31/2009	12/31/2008		12/31/2009	12/31/2008	12/31/2009	12/31/2008
Trade accounts receivable	44,113	42,655			44,113	36,508	34,044	0	0
Allowance for doubtful accounts					7,605				
Notes receivable	6,892	4,598			6,892	6,736	4,458	0	0
Allowance for doubtful accounts					156				
Sundry debtors	13,677	13,048			13,677	13,105	12,494	704	885
Allowance for doubtful accounts					572				
<b>Total long-term receivables</b>								<b>704</b>	<b>885</b>

### 5. Balances and Transactions with Related Companies

Balances with related companies include:

#### Short-term

Short-term transactions with related companies include business-related operations carried out at arms' length in terms of price and payment terms, and also include:

Loan received in July 2009 from Sudamericana Agencias Aéreas y Marítimas S.A. for ThUS\$ 10,000, maturing in July 2010. As of December 31, 2009, ThUS\$ 7,500 has been amortized.

Loan received in April from CSAV Inversiones Navieras S.A. for ThUS\$ 8,500 with an average LIBOR rate of 3.2%. As of December 31, 2009, ThUS\$ 2,979 has been amortized.

Loan granted in January 2009 to Compañía Naviera Rio Blanco S.A. for ThUS\$ 11,243. As of December 31, 2009, ThUS\$ 9,970 has been amortized, with a LIBOR rate of 1.52%.

#### Long-term

1) Loan granted to Southern Shipmanagement (Chile) Limitada in UF, bearing annual interest at 5% and amortized monthly.

The Company's materiality policy is to disclose all significant balances and transactions with related companies.

## Notes and Accounts Receivable from Related Companies

Taxpayer ID Number	Company	Short-term		Long-term	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
0-E	ASERRADEROS ARAUCO S.A.	70			
93458000-1	CELULOSA ARAUCO Y CONSTITUCION S.A.	117			
0-E	CHACABUCO SHIPPING LTD.	431			
0-E	CNP HOLDING S.A.	1,042	136		
0-E	COMPANHIA LIBRA DE NAVEGACAO (BRASIL) S.A.		6,934		
0-E	COMPANHIA LIBRA DE NAVEGACION (URUGUAY) S.A.	671			
90596000-8	COMPAÑIA CHILENA DE NAVEGACIÓN INTEROCÉANICA S.A.		4,606		
86712100-5	COMPAÑIA DE SERVICIOS DE MOVILIZACIÓN S.A.		7		
96838090-7	COMPAÑIA NAVIERA RÍO BLANCO S.A.	2,283	11,972		
0-E	COMPAÑIA SUDAMERICANA DE VAPORES GMBH	143	64		
90331000-6	CRISTALERÍAS DE CHILE S.A.	10	14		
0-E	CSAV AGENCIES (MALAYSIA) SDN BHD		10		
0-E	CSAV AGENCIES FRANCE S.A.S. (LE HARVE)	3,282	291		
0-E	CSAV AGENCY (COSTA RICA) S.A.		282		
0-E	CSAV DENIZCILIK ACENTASI A.S.		64		
0-E	CSAV GROUP ( INDIA ) PRIVATE LTD.		68		
0-E	CSAV GROUP ( HONG KONG ) LTD.	15			
0-E	CSAV GROUP AGENCIES ( INDIA ) PRIVATE LTD.	240			
0-E	CSAV GROUP AGENCIES BELGIUM N.V.	733	772		
0-E	CSAV GROUP AGENCIES BRAZIL AGENCIAMIENTO DE TRANSPORTE LTDA.	559			
0-E	CSAV GROUP AGENCIES PUERTO RICO INC.	20	110		
0-E	CSAV GROUP AGENCY NETHERLANDS B.V.		2,062		
0-E	CSAV SHIPS (PANAMA) S.A.	303			
0-E	CSAV SUDAMERICANA DE VAPORES S.A.	630			
0-E	CSBC HULL 896 LTD	161			
76344250-0	DISTRIBUIDORA SANTA RITA LIMITADA	32	37		
89602300-4	EMPRESA DE TRANSPORTE SUDAMERICANA AUSTRAL LTDA.	73	45	888	928
96591040-9	EMPRESAS CAROZZI S.A.	112	211		
96838110-5	EUROATLANTIC CONTAINER LINE S.A.	15	10		
0-E	HULL 1794 CO. LTD	18			
0-E	HULL 1796 CO. LTD	18			
0-E	HULL 1798 CO. LTD	18			
0-E	HULL 1800 CO. LTD	18			
0-E	HULL 1906 CO. LTD	18			
96696270-4	INMOBILIARIA MARITIMA PORTUARIA S.A.	11			
0-E	INVERSIONES NUEVO TIEMPO S.A.	26			
0-E	LIMARI SHIPING LTD.		681		
0-E	LONE STAR SHIPPING CO S.A.	68			
0-E	LONGAVI SHIPPING LIMITED	59			
0-E	MARITIME SHIPPING & TRADING INTERNATIONAL INC.	5			
0-E	NORASIA CONTAINER LINES LTD.	25,889	8,610		
76028758-K	NORGISTICS CHILE S.A.	1			
0-E	PAINE SHIPPING LTD.	73			
0-E	PALENA SHIPPING LTD.	1			
96510970-6	PANELES ARAUCO S.A.	30			
0-E	PETER DOHLE SCHIFFFAHRTS GMBH		361		
0-E	PUELO SHIPPING LTD.	151			
0-E	RAHUE INVESTMENT CO. S.A.	146,497	21,063		
0-E	SERVICIOS DE PROCESAMIENTO NAVIERO S.R.L.		68		
87987300-2	SOUTHERN SHIPMANAGEMENT (CHILE) LTDA.	652	708	138	167
92048000-4	SUDAMERICANA AGENCIAS AEREAS Y MARITIMAS S.A.		391		
0-E	TRAMARSA		48		
92236000-6	WATT'S S.A.	32			
<b>TOTAL</b>		<b>184,527</b>	<b>59,625</b>	<b>1,026</b>	<b>1,095</b>

## Notes and Accounts Payable to Related Companies

Taxpayer ID Number	Company	Short-term		Long-term	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
0-E	AGENCIAS GRUPO CSAV (MEXICO) S.A. DE C.V.	3,473	1,389		
96566940-K	AGENCIAS UNIVERSALES S.A.		45		
99511240-K	ANTOFAGASTA TERMINAL INTERNACIONAL S.A.	2,317	837		
90596000-8	COMPAÑIA CHILENA DE NAVEGACIÓN INTEROCEANICA S.A.	946			
99520000-7	COMPAÑIA DE PETRÓLEOS DE CHILE COPEC S.A.	4,098	1,007		
0-E	COMPAÑIA LIBRA DE NAVEGACION (BRASIL) S.A.	2,985			
0-E	COMPAÑIA LIBRA DE NAVEGACION (URUGUAY) S.A.		2,540		
0-E	COMPAÑIA SUDAMERICANA DE VAPORES AGENCIA MARÍTIMA S.L.	543	78		
0-E	CONSORCIO NAVIERO PERUANO S.A.	3,894	1,827		
0-E	CSAV AGENCIES (MALAYSIA) SDN BHD.	83			
0-E	CSAV AGENCY (COSTA RICA) S.A.	143			
0-E	CSAV AGENCY ITALY S.P.A.	389	24		
0-E	CSAV AGENCY LLC.	1,697	1,076		
0-E	CSAV AGENCY LTD.		22		
0-E	CSAV ARGENTINA S.A.	2,098	1,414		
0-E	CSAV DENIZCILIK ACENTASI A.S	28			
0-E	CSAV GROUP ( INDIA ) PRIVATE LIMITED		187		
0-E	CSAV GROUP AGENCIES (INDIA) PRIVATE LIMITED	878			
0-E	CSAV GROUP AGENCIES (KOREA) CO. LTD.	1,776	578		
0-E	CSAV GROUP AGENCIES (TAIWAN) LIMITED	665	374		
0-E	CSAV GROUP (CHINA) SHIPPING CO. LTD.	12,187	4,673		
0-E	CSAV GROUP (HONG KONG) LTD.		21		
0-E	CSAV GROUP AGENCIES (GERMANY) GMBH	475	174		
0-E	CSAV GROUP AGENCIES (HONG KONG) LIMITED	1,598	10,605		
0-E	CSAV GROUP AGENCIES BRAZIL AGENCIAMIENTO DE TRANSPORTE LTDA.		3,405		
0-E	CSAV GROUP AGENCIES SOUTH AFRICA (PTY) LTD.	1,016	424		
0-E	CSAV GROUP AGENCIES UK LTD.	70	517		
0-E	CSAV GROUP AGENCIES URUGUAY S.A. (MONTEVIDEO)	438	121		
0-E	CSAV GROUP AGENCY COLOMBIA LTDA. (BOGOTA)	1,354	400		
0-E	CSAV GROUP AGENCY NETHERLANDS B.V.	94			
99588400-3	CSAV INVERSIONES NAVIERAS S.A.	5,640	1		
0-E	CSAV SUDAMERICANA DE VAPORES S.A.		37,018		
0-E	ECUAESTIBAS S.A.	768	225		
96539380-3	EDICIONES FINANCIERAS S.A.		1		
0-E	ELEQUIP S.A.	188	20		
0-E	FLORIDA INTERNATIONAL TERMINAL LLC.	1,778	459		
0-E	INARPI S.A.	221	232		
96915330-0	IQUIQUE TERMINAL INTERNACIONAL S.A.	1,811	594		
0-E	LENNOX OCEAN SHIPPING CO. S.A.	3,932	32,759		
0-E	LIMARI SHIPPING LTD.	2,890			
0-E	MARITIME SHIPPING & TRADING INTERNATIONAL INC.		5		
0-E	NORGISTICS (BRASIL) OPERADOR MULTIMODAL LTD.	306	107		
96840950-6	ODFJELL Y VAPORES S.A.		5		
0-E	PACIFIC RIDER SHIPPING CO. S.A.	1,948	585		
0-E	PALENA SHIPPING LTD.		70		
0-E	PETER DOHLE SCHIFFFAHRTS GMBH	33,946			
96798520-1	SAAM EXTRAPORTUARIO S.A.	22	30		
96908970-K	SAN ANTONIO TERMINAL INTERNACIONAL S.A.	4,278	1,441		
96908930-0	SAN VICENTE TERMINAL INTERNACIONAL S.A.	1,537	770		
0-E	SERVICIOS DE PROCESAMIENTO NAVIERO S.R.L.	103			
0-E	SOUTH TRADE SHIPPING CO. INC.	1,013	121		
0-E	SOUTHERN SHIPMANAGEMENT CO. S.A.	86	16		
92048000-4	SUDAMERICANA AGENCIAS AÉREAS Y MARÍTIMAS S.A.	7,748			
0-E	SUDAMERICANA AGENCIAS MARÍTIMAS DO BRAZIL LTDA.	1,115	329		
99567620-6	TERMINAL PUERTO ARICA S.A.	37	24		
0-E	TOLLO SHIPPING CO. S.A. (PANAMA)	683	83,529		
0-E	TRABAJOS MARÍTIMOS S.A.	440			
82074900-6	TRANSBORDADORA AUSTRAL BROOM Y CIA LTDA.	5	5		
<b>TOTAL</b>		<b>113,740</b>	<b>190,084</b>	<b>0</b>	<b>0</b>



## Transactions with Related Companies

Company	Taxpayer ID Number	Relationship	Transaction	12/31/2009		12/31/2008	
				Amount	Effect on income (charge)/credit	Amount	Effect on income (charge)/credit
AGENCIAS GRUPO CSAV (MÉXICO) S.A. DE C.V.	0-E	SUBSIDIARY	COMMISSIONS	2,650	(2,160)	3,043	(3,043)
ANTOPAGASTA TERMINAL INTERNACIONAL S.A.	99511240-K	ASSOCIATE	PORT SERVICES RECEIVED	8,401	(8,401)	6,642	(6,642)
ASERRADERO ARAUCO S.A.	96663560-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,109	1,109	4,594	4,594
CELULOSA ARAUCO Y CONSTITUCIÓN S.A.	93458000-1	ASSOCIATE	MARITIME SERVICES RENDERED	3,266	3,266	1,303	1,303
CNP HOLDING S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	1,817	1,817	1,669	1,525
COMPANHIA LIBRA NAVEGACAO S.A.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE	58,540	52,778	69,075	67,936
COMPANHIA LIBRA NAVEGACAO S.A.	0-E	SUBSIDIARY	CONTAINER LEASE	10,988	10,988	8,793	8,793
COMPANHIA LIBRA NAVEGACAO S.A.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE RECEIVED	37,793	(27,493)	54,308	(46,219)
COMPANHIA LIBRA NAVEGACAO S.A.	0-E	SUBSIDIARY	COMMISSIONS			388	(150)
COMPANHIA LIBRA NAVEGACAO S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	357	345		
COMPANHIA CHILENA DE NAVEGACIÓN INTEROCEÁNICA S.A.	90596000-8	ASSOCIATE	MARITIME SERVICES RENDERED	33,922	33,922	75,509	75,509
COMPANHIA CHILENA DE NAVEGACIÓN INTEROCEÁNICA S.A.	90596000-8	ASSOCIATE	MARITIME SERVICES RECEIVED	37,333	(37,333)	54,509	(54,509)
COMPANHIA DE PETRÓLEOS DE CHILE COPEC S.A.	99520000-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	351	351	386	386
COMPANHIA DE PETRÓLEOS DE CHILE COPEC S.A.	99520000-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	FUEL	11,848	(11,848)	27,839	(27,839)
COMPANHIA ELECTROMETALURGICA S.A.	90320000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	118	118	118	118
COMPANHIA LIBRA DE NAVEGACION (URUGUAY) S.A.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE	80,446	78,686	99,587	93,954
COMPANHIA LIBRA DE NAVEGACION (URUGUAY) S.A.	0-E	SUBSIDIARY	CONTAINER LEASE	9,663	9,663	19,320	19,320
COMPANHIA LIBRA DE NAVEGACION (URUGUAY) S.A.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE RECEIVED	86,350	(61,912)	67,918	(65,599)
COMPANHIA NAVIERA RÍO BLANCO S.A.	96838090-7	SUBSIDIARY	ADMINISTRATIVE SERVICES	36	36	36	36
COMPANHIA NAVIERA RÍO BLANCO S.A.	96838090-7	SUBSIDIARY	INTEREST	301	301		
COMPANHIA NAVIERA RÍO BLANCO S.A.	96838090-7	SUBSIDIARY	VESSEL LEASE RECEIVED			1,214	(765)
COMPANHIA SERVICIOS DE MOVILIZACION S.A.	86712100-5	SUBSIDIARY	ADVISORY SERVICES	14	14	13	13
COMPANHIA SUDAMERICANA DE VAPORES AGENCIA MARÍTIMA S.L.	0-E	SUBSIDIARY	COMMISSIONS	1,207	(1,207)	1,542	(1,542)
COMPANHIA SUDAMERICANA DE VAPORES GMBH	0-E	SUBSIDIARY	COMMISSIONS	10,345	(9,911)	14,184	(14,184)
CONSORCIO NAVIERO PERUANO S.A.	0-E	SUBSIDIARY	AGENCYING SERVICES	2,358	(2,358)	3,771	(3,771)
CORPESCA S.A.	96893820-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,725	1,725	773	773
CORVINA SHIPPING CO. S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	22	22	16	16
CRISTALERÍAS DE CHILE S.A.	90331000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	82	82	1,187	1,187
CSAV AGENCY LLC.	0-E	SUBSIDIARY	AGENCYING SERVICES	18,401	(18,175)	20,945	(20,945)
CSAV GROUP ( HONG KONG) LIMITED	0-E	SUBSIDIARY	COMMISSIONS	0	0	2,861	(2,861)
CSAV GROUP ( INDIA) PRIVATE LIMITED	0-E	SUBSIDIARY	COMMISSIONS	2,191	(2,191)	2,597	(2,597)
CSAV GROUP AGENCIES ( INDIA) PRIVATE LIMITED	0-E	SUBSIDIARY	COMMISSIONS	419	(405)	460	(460)
CSAV AGENCY FRANCE S.A.S.	0-E	SUBSIDIARY	COMMISSIONS	91	(91)	123	(123)
CSAV AGENCY ITALY S.P.A.	0-E	SUBSIDIARY	COMMISSIONS	1,041	(643)	1,391	(1,012)
CSAV AGENCY LTD. (VANCOUVER)	0-E	SUBSIDIARY	COMMISSIONS	16	(16)		
CSAV ARGENTINA S.A.	0-E	SUBSIDIARY	COMMISSIONS	364	(364)	2,202	(2,202)
CSAV ARGENTINA S.A.	0-E	SUBSIDIARY	ADVISORY SERVICES	114	114		
CSAV DENIZCILIK ACENTASI A.S.	0-E	SUBSIDIARY	COMMISSIONS	90	(90)	18	(18)
CSAV GROUP ( CHINA ) SHIPPING CO. LTD.	0-E	SUBSIDIARY	COMMISSIONS	4,276	(3,318)	3,324	(3,186)
CSAV GROUP AGENCIES (GERMANY) GMBH	0-E	SUBSIDIARY	COMMISSIONS	1,587	(1,548)	4,552	(4,552)
CSAV GROUP AGENCIES (HONG KONG) LTD.	0-E	SUBSIDIARY	COMMISSIONS	919	(919)	2,105	(1,757)
CSAV GROUP AGENCIES (KOREA) LTD.	0-E	SUBSIDIARY	COMMISSIONS	1,183	(1,056)	829	(829)
CSAV GROUP AGENCIES (MALAYSIA) SDN BHD	0-E	SUBSIDIARY	COMMISSIONS	69	(46)	94	(91)
CSAV GROUP AGENCIES (SOUTH AFRICA) PTY LTD.	0-E	SUBSIDIARY	COMMISSIONS	1,523	(1,369)	1,161	(1,161)
CSAV GROUP AGENCIES (UK) LTD.	0-E	SUBSIDIARY	COMMISSIONS	481	(481)	484	(484)
CSAV GROUP AGENCIES BELGIUM N.V.	0-E	SUBSIDIARY	COMMISSIONS	1,253	(1,253)	2,053	(2,053)
CSAV GROUP AGENCIES BRAZIL AGENCIAMIENTO DE TRANSPORTES LTDA	0-E	SUBSIDIARY	COMMISSIONS	4,328	(3,965)	8,115	(6,339)
CSAV GROUP AGENCIES COLOMBIA LTDA.	0-E	SUBSIDIARY	COMMISSIONS	4,702	(4,702)		
CSAV GROUP AGENCIES NETHERLANDS B.V.	0-E	SUBSIDIARY	COMMISSIONS	2,040	(2,040)	2,699	(2,699)
CSAV GROUP AGENCIES URUGUAY S.A.	0-E	SUBSIDIARY	COMMISSIONS	322	(322)	96	(96)
CSAV GROUP AGENCY ( COSTA RICA ) S.A.	0-E	SUBSIDIARY	COMMISSIONS	780	(780)	311	(311)
CSAV INVERSIONES NAVIERAS S.A.	99588400-3	SUBSIDIARY	ADMINISTRATIVE SERVICES	54	54	60	54
CSAV SUDAMERICANA DE VAPORES S.A. (PANAMA)	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	2,952	2,952	2,952	2,952
CSAV SUDAMERICANA DE VAPORES S.A. (PANAMA)	0-E	SUBSIDIARY	CONTAINER SERVICES	4,400	4,400	4,495	4,495
CSAV SUDAMERICANA DE VAPORES S.A. (PANAMA)	0-E	SUBSIDIARY	MARITIME SERVICES RENDERED	1,384	1,384	1,611	1,611
CSAV SUDAMERICANA DE VAPORES S.A. (PANAMA)	0-E	SUBSIDIARY	COMMISSIONS	20,733	(20,677)	10,766	(10,697)
CSAV SUDAMERICANA DE VAPORES S.A. (PANAMA)	0-E	SUBSIDIARY	MARITIME SERVICES RECEIVED	5,988	(2,419)	8,571	(8,307)
DISTRIBUIDORA SANTA RITA LIMITADA	76344250-0	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	209	209	191	191
ECUAESTIBAS S.A.	0-E	SUBSIDIARY	AGENCYING SERVICES	2,080	(2,080)	3,277	(3,277)
EDICIONES FINANCIERAS S.A.	96539380-3	SHAREHOLDER AND/OR DIRECTOR IN COMMON	ADVERTISING	19	(19)	16	(16)
ELEQUIP S.A.	0-E	ASSOCIATE	AGENCYING SERVICES	1,367	(1,367)	144	(144)
EMPRESAS CAROZZI S.A.	96591040-9	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	1,866	1,866	2,004	2,004
ENVASES CMF S.A.	86881400-4	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED			3	3
FLORIDA INTERNATIONAL TERMINAL LLC.	0-E	SHAREHOLDER AND/OR DIRECTOR IN COMMON	PORT SERVICES RECEIVED	4,865	(4,865)	4,404	(4,404)
INARPI S.A.	0-E	SUBSIDIARY	AGENCYING SERVICES	624	(624)	1,878	(1,878)
INMOBILIARIA MARITIMA PORTUARIA LIMITADA	96696270-4	SUBSIDIARY	REAL ESTATE LEASE	102	102	109	109
INVERSIONES NUEVO TIEMPO S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	2	2	2	2
INVERSIONES PLAN FUTURO S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	2	2	2	2
IQUIQUE TERMINAL INTERNACIONAL S.A.	96915330-0	SUBSIDIARY	PORT SERVICES RECEIVED	5,534	(5,534)	5,726	(5,726)
LENNOX OCEAN SHIPPING CO. S.A.	0-E	SUBSIDIARY	CONTAINER LEASE	10,814	(9,413)	10,223	(8,284)
LENNOX OCEAN SHIPPING CO. S.A.	0-E	SUBSIDIARY	SALE OF CONTAINERS	56	56	581	581
LIMARI SHIPPING LTD.	0-E	SUBSIDIARY	VESSEL LEASE RECEIVED	8,353	(8,343)		
LONE STAR SHIPPING CO.	0-E	SUBSIDIARY	VESSEL LEASE RENDERED			657	657
LONE STAR SHIPPING CO.	0-E	SUBSIDIARY	VESSEL LEASE RECEIVED			3,128	(3,128)
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	ADMINISTRATIVE SERVICES	106	106	99	99
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	CAPITAL SUBSCRIPTION	187,191			

Company	Taxpayer ID Number	Relationship	Transaction	12/31/2009		12/31/2008	
				Amount	Effect on income (charge)/credit	Amount	Effect on income (charge)/credit
MARÍTIMA DE INVERSIONES S.A.	94660000-8	MAJORITY SHAREHOLDER	DIVIDEND PAYMENTS			12,889	
NORASIA CONTAINER LINES LTD.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE	48,596	48,596	150,283	148,264
NORASIA CONTAINER LINES LTD.	0-E	SUBSIDIARY	CONTAINER LEASE	60,607	60,607	56,550	56,550
NORASIA CONTAINER LINES LTD.	0-E	SUBSIDIARY	ADVISORY SERVICES	4,638	4,638	7,624	6,924
NORASIA CONTAINER LINES LTD.	0-E	SUBSIDIARY	VESSEL AND SPACE LEASE RECEIVED	18,427	(12,474)	15,723	(15,722)
NORGISTICS BRASIL OPERADOR MULTIMODAL LTDA.	0-E	SUBSIDIARY	CONTAINER LEASE	1,818	1,818	2,201	2,201
NORGISTICS BRASIL OPERADOR MULTIMODAL LTDA.	0-E	SUBSIDIARY	MARITIME SERVICES RENDERED	45	42	18	16
ODFJELL Y VAPORES S.A.	96840950-6	SUBSIDIARY	ADMINISTRATIVE SERVICES	45	45	72	72
PACIFIC RIDER SHIPPING CO. S.A.	0-E	SUBSIDIARY	VESSEL LEASE	1,816	(1,816)	584	(584)
PANELES ARAUCO S.A.	96510970-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	867	867	2,416	2,416
PESQUERA SAN JOSÉ S.A.	93065000-5	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	307	307		
PETER DOEHLE SCHIFFFAHRTS- KG ( GMBH + CO )	0-E	INDIRECTA	VESSEL LEASE RECEIVED	102,950	(102,950)	140,044	(140,044)
QUIMETAL INDUSTRIAL S.A.	87001500-3	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	441	441	478	478
SAAM EXTRAPORTUARIO S.A.	96798520-1	SUBSIDIARY	ADVISORY SERVICES	26	26	23	23
SAAM EXTRAPORTUARIO S.A.	96798520-1	SUBSIDIARY	MARITIME SERVICES RECEIVED	186	(186)	330	(330)
SAN ANTONIO TERMINAL INTERNACIONAL S.A.	96908970-K	ASSOCIATE	CONTAINER SERVICES	50	50	6	6
SAN ANTONIO TERMINAL INTERNACIONAL S.A.	96908970-K	ASSOCIATE	PORT SERVICES RECEIVED	14,756	(14,756)	13,515	(13,515)
SAN VICENTE TERMINAL INTERNACIONAL S.A.	96908930-0	ASSOCIATE	PORT SERVICES RECEIVED	5,333	(5,333)	6,578	(6,578)
SAN VICENTE TERMINAL INTERNACIONAL S.A.	96908930-0	ASSOCIATE	ADMINISTRATIVE SERVICES	13	13		
SERVICIOS DE CONSULTORÍA HENDAYA S.A.	83032100-4	SHAREHOLDER AND/OR DIRECTOR IN COMMON	DIVIDEND PAYMENTS			549	
SERVICIOS DE PROCESAMIENTO NAVIERO S.R.L.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	1,203	(1,203)	1,068	(1,068)
SERVICIOS PORTUARIOS RELONCAVÍ LTDA.	78353000-7	ASSOCIATE	SERVICES RENDERED			1	1
SOCIEDAD ANÓNIMA VIÑA SANTA RITA S.A.	86547900-K	SHAREHOLDER AND/OR DIRECTOR IN COMMON	PURCHASE OF PRODUCTS	7	(7)	8	(8)
SOUTH TRADE SHIPPING CO. INC.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES			18	18
SOUTH TRADE SHIPPING CO. INC.	0-E	SUBSIDIARY	VESSEL LEASE RECEIVED	5,124	(5,124)	5,536	(5,536)
SOUTHERN SHIPMANAGEMENT (CHILE) LTDA.	87987300-2	SUBSIDIARY	INTEREST	548	548	2,797	2,797
SOUTHERN SHIPMANAGEMENT (CHILE) LTDA.	87987300-2	SUBSIDIARY	SHIPBUILDING SERVICES	9,717	(9,531)	11,942	(11,942)
SOUTHERN SHIPMANAGEMENT CO. S.A.	0-E	ASSOCIATE	MARITIME SERVICES RENDERED	217	217	144	144
SOUTHERN SHIPMANAGEMENT CO. S.A.	0-E	ASSOCIATE	MISCELLANEOUS SERVICES RECEIVED	505	(505)	1,552	(1,552)
SOUTHPACIFIC KÖRP S.A.	96929960-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	18	18	90	90
SUDAMERICANA AGENCIAS MARÍTIMAS DO BRAZIL	0-E	SUBSIDIARY	AGENCYING SERVICES	5,149	(5,149)	4,282	(4,282)
SUDAMERICANA, AGENCIAS AÉREAS Y MARÍTIMAS S.A.	92048000-4	SUBSIDIARY	CONTAINER SERVICES AND ADVISORY SERVICES	7,172	7,172	6,764	6,764
SUDAMERICANA, AGENCIAS AÉREAS Y MARÍTIMAS S.A.	92048000-4	SUBSIDIARY	AGENCYING SERVICES	39,181	(2,957)	21,071	(4,036)
TERMINAL PUERTO ARICA S.A.	99567620-6	ASSOCIATE	AGENCYING SERVICES	183	(183)	82	(82)
TOLLO SHIPPING CO. S.A.	0-E	SUBSIDIARY	ADMINISTRATIVE SERVICES	18	18	16	(16)
TRANSBORDADORA AUSTRAL BROOM S.A	82074900-6	ASSOCIATE	AGENCYING SERVICES	70	(70)	48	(48)
TRANSPORTES MARÍTIMOS S.A.	0-E	ASSOCIATE	SERVICES RENDERED	283	283	63	63
TRANSPORTES MARÍTIMOS S.A.	0-E	ASSOCIATE	AGENCYING SERVICES	1,955	(1,955)	2,050	(2,050)
WATT'S S.A.	92236000-6	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	68	68		
AGENCIAS UNIVERSALES S.A.	96566940-K	ASSOCIATE	PORT SERVICES RECEIVED	0	0	191	(191)
CLARO Y COMPAÑÍA	79753810-8	SHAREHOLDER AND/OR DIRECTOR IN COMMON	LEGAL ADVISORY SERVICES	0	0	81	(81)
MOLDURAS TRUPAN S.A.	99550470-7	SHAREHOLDER AND/OR DIRECTOR IN COMMON	MARITIME SERVICES RENDERED	0	0	759	759

## 6. Deferred Taxes and Income Tax

a) In Chile, income taxes on income from investments in foreign companies are levied in the year they are received. Although the Company's direct foreign subsidiaries have distributed dividends of ThUS\$ 2,000 during the current period, since tax losses exist as of December 31, 2009, the Company has not established an income tax provision.

Net accumulated losses from foreign subsidiaries as of December 31, 2009, amount to ThUS\$ 36,337 (earnings of ThUS\$ 349,878 in 2008).

b) Regarding tax assessments 153 through 156, totaling Ch\$ 131,581,581 (historic): On November 16, 2009, the Tax Court of the Chilean Internal Revenue Service (SII) of Valparaíso rejected the claims for tax assessments 155 and 156 and ruled partially in favor of the Company on tax assessments 153 and 154.

On December 2, 2009, CSAV filed motions for reversal with subsidiary appeal as the findings for tax assessments 155 and 156 are detrimental to its interests.

On November 25, 2009, the Company lost the suit with respect to tax assessments 168 through 174, totaling Ch\$ 8,040,916,137 (historic), as the Chilean Internal Revenue Service of Valparaíso rejected the claim.

On December 4, 2009, CSAV filed a motion of appeal, as the verdict is detrimental to the Company's interests.

c) On December 27, 2005, the Company was notified by the Chilean Internal Revenue Service that it objected to the Company's treatment of earnings from certain foreign subsidiaries in its determination of net taxable income for tax years 2003, 2004 and 2005.

On April 18, 2006, assessments 121 and 122 amounting to Ch\$ 62,744,890 (historic) were received from the Chilean Internal Revenue Service and were protested by the Company within the allowed term.

On November 26, 2009 the Tax Court of the Chilean Internal Revenue Service of Valparaíso, rejected the Company's claims for the aforementioned tax assessments.

On December 3, 2009, CSAV filed a motion of appeal, as the verdict is detrimental to the Company's interests.

d) During the 2009 period, the Company recorded a provision of ThUS\$ 147 (ThUS\$ 255 in 2008) for article 21 unique tax.

As of December 31, 2009, the Company has not established an income tax provision because it has tax losses of ThUS\$ 376,370 (ThUS\$ 5,648 in 2008).

e) As of December 31, 2009 and 2008, the Company recorded no accumulated earnings and profits.

## Deferred Taxes

Item	12/31/2009				12/31/2008			
	Deferred Tax Asset		Deferred Tax Liability		Deferred Tax Asset		Deferred Tax Liability	
	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term
Temporary Differences								
Allowance for doubtful accounts	1,417				1,582			
Unearned revenue								
Vacation allowance	378				364			
Amortization of intangibles								
Leased assets								
Manufacturing expenses								
Depreciation of fixed assets				143				787
Severance indemnity								
Other events					130			
Provision cargo claims	1,638				1,495			
Provision for plating	58				173			
Provision for vessels with losses	4,159				2,480			
Provision container expenses	1,022				1,022			
UF bond placement expenses				72				77
Tax loss		60,811				282		
Deferred income on sale of asset		190				158		
Complementary accounts - net of amortization		118				121		
Valuation allowance					0	0		
<b>Total</b>	<b>8,672</b>	<b>60,883</b>		<b>215</b>	<b>7,246</b>	<b>319</b>		<b>864</b>

## Income Tax

Item	12/31/2009	12/31/2008
Current tax expense (tax provision)	(147)	(255)
Tax expense adjustment (prior period)	(7)	(5)
Effect of deferred tax assets or liabilities for the period	2,107	929
Tax benefit from tax losses	60,529	282
Effect of amortizing deferred assets and liabilities complementary accounts	4	(246)
<b>Total</b>	<b>62,486</b>	<b>705</b>

## 7. Other Current Assets

Item	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Projects	19	17
UF bond issuance expenses	150	150
Container inventory	1,825	1,578
Securities with repurchase agreements	-	1,082
<b>Total</b>	<b>1,994</b>	<b>2,827</b>

## 8. Fixed Assets

2009	Book Value	Accumulated Depreciation	Net Fixed Assets	Depreciation for the Period (1)	Deferred (Accrued) Depreciation (2)
	ThUS\$	ThUS\$	ThUS\$	ThUS\$	ThUS\$
Land	2,142		2,142		
Buildings and infrastructure	19,898	(2,776)	17,122	(213)	
Machinery and equipment	26,445	(16,621)	9,824	(1,895)	(99)
Other fixed assets	1,170		1,170		
<b>Total</b>	<b>49,655</b>	<b>(19,397)</b>	<b>30,258</b>	<b>(2,108)</b>	<b>(99)</b>

2008	Book Value	Accumulated Depreciation	Net Fixed Assets	Depreciation for the Period (1)	Deferred (Accrued) Depreciation (2)
	ThUS\$	ThUS\$	ThUS\$	ThUS\$	ThUS\$
Land	2,142		2,142		
Buildings and infrastructure	19,898	(2,564)	17,334	(322)	
Machinery and equipment	45,958	(30,404)	15,554	(2,260)	105
Other fixed assets	1,248		1,248		
<b>Total</b>	<b>69,246</b>	<b>(32,968)</b>	<b>36,278</b>	<b>(2,582)</b>	<b>105</b>

(1) For 2009, depreciation for the period presented in operating expenses amounted to ThUS\$ 1,334 (ThUS\$ 1,777 in 2008) and in sales and administration expenses amounted to ThUS\$ 774 (ThUS\$ 805 in 2008).

(2) Deferred / (accrued) depreciation refers to the adjustment of depreciation for the vessels with voyages in transit at the end of the period.

## 9. Investments in Related Companies

a) The Company's investment in Compañía Chilena de Navegación Interoceánica S.A. is included since the Company has representation on its Board of Directors.

In addition, both companies carry out joint operations.

On May 20, 2008, the Company participated in the capital increase of this company, subscribing and paying ThUS\$ 650 for shares.

Moreover, Logística Integral S.A., Inversiones San Marco Ltda. and Inmobiliaria San Marco Ltda. are included, because the Company's direct and indirect ownership in these entities exceeds 20%.

### b) Unrealized income (loss)

The equity method value of Sudamericana, Agencias Aéreas y Marítimas S.A. has been adjusted for deferred gains in the sale of an asset.

### c) Information on investments abroad

#### c.1 Potentially remittable profits from investments in foreign related companies.

No potentially remittable profits are foreseen, given the continued investments made in foreign businesses by the Company and its subsidiaries.

#### c.2 There are no liabilities specifically identified and accounted for as foreign investment hedges.

### d) Dividends received

On October 1, 2008, the Company received a dividend of ThUS\$ 103 from its subsidiary Norgistics China Limited.

On November 19, 2008, the Company received a dividend of ThUS\$ 4,400 from its subsidiary CSAV Agency North America LLC.

On December 22, 2008, the Company received a dividend of ThUS\$ 15,000 from its subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (S.A.A.M.).

On December 26, 2008, the Company received a dividend of ThUS\$ 2,637 from its subsidiary CSAV Group (China) Shipping Co. Ltda.

On February 25, 2009, the Company received a dividend of ThUS\$ 1,000 from its subsidiary CSAV Agency LLC.

On April 13, 2009, the Company received a dividend of ThUS\$ 1,000 from its subsidiary CSAV Agency LLC.

On December 31, 2009, the Company received a dividend of ThUS\$ 24,000 from its subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. (SAAM).

### e) Negative shareholders' equity - subsidiaries

As of December 31, 2008, the subsidiaries Inversiones Nuevo Tiempo S.A., Empresa de Transportes Sudamericana Austral Ltda. and Logística Integral S.A. recorded negative shareholders' equity. As of December 31, 2009, the subsidiaries Inversiones Nuevo Tiempo S.A., Logística Integral S.A., Norgistic Holding S.A., Empresa de Transporte Sudamericana Austral Ltda. and Tollo Shipping Co. S.A. recorded negative shareholders' equity, which are presented within short-term provisions (Note 15).

Taxpayer	Company	Country	Currency	Number of Shares	Percentage Holding	Equity of Investee		Net income (loss) for the period		Accrued Earnings		EV / PEV		Unrealized Results		Book Value of Investment	
						12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008	12/31/2009	12/31/2008
90596000-8	COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A.	CHILE	DOLLAR	38,650,484	10.69920	13.00798	46,038	65,523	(40,642)	646	(4,348)	84	4,926	8,523	0	4,926	8,523
0-E	COMPAÑIA SUD AMERICANA DE VAPORES GMBH	GERMANY	DOLLAR	0	100.00000	100.00000	1,144	1,015	110	131	110	131	1,144	1,015	0	1,144	1,015
0-E	CORVINA SHIPPING CO. S.A.	PANAMA	DOLLAR	40,599	99.99800	99.99800	260,292	248,413	11,879	5,933	11,879	5,933	260,297	248,407	0	260,297	248,407
0-E	CSAV AGENCY LLC.	UNITED STATES	DOLLAR	10,000	100.00000	99.99700	8,960	8,107	2,852	3,038	2,852	3,038	8,956	8,105	0	8,956	8,105
0-E	CSAV GROUP (CHINA) SHIPPING CO. LTD.	CHINA	DOLLAR	0	99.00000	99.00000	4,958	3,193	2,214	377	2,191	374	4,908	3,161	0	4,908	3,161
99588400-3	CSAV INVERSIONES NAVIERAS S.A.	CHILE	DOLLAR	698,980	99.99700	99.99700	15,950	16,407	(583)	4,744	(582)	4,744	15,949	16,406	0	15,949	16,406
89602300-4	EMPRESA DE TRANSPORTE SUDAMERICANA AUSTRAL LTDA.	CHILE	DOLLAR	0	99.00000	99.00000	(1,346)	(1,655)	313	(2,469)	310	(2,465)	0	0	0	0	0
7670840-K	INMOBILIARIA SAN MARCO LTDA.	CHILE	PESOS	0	1.00000	1.00000	84,466	66,503	2,919	2,190	29	22	845	665	0	845	665
0-E	INVERSIONES NUEVO TIEMPO S.A.	PANAMA	DOLLAR	99	99.00000	99.99000	(5,220)	(3,033)	(2,185)	(2,665)	(2,173)	(2,665)	0	0	0	0	0
0-E	INVERSIONES PLAN FUTURO S.A.	PANAMA	DOLLAR	37,499	99.99000	99.99700	41,565	41,570	(6)	3	(6)	3	41,561	41,569	0	41,561	41,569
9673020-7	INVERSIONES SAN MARCO LTDA.	CHILE	PESOS	0	1.00000	1.00000	277	252	25	72	0	1	3	3	0	3	3
95503000-1	LOGISTICA INTEGRAL S.A.	CHILE	PESOS	1	0.01000	0.01000	(25)	0	139	0	0	0	0	0	0	0	0
0-E	NORGSTIC (CHINA) LIMITED	CHINA	DOLLAR	0	99.00000	99.00000	1,331	1,293	37	63	37	62	1,318	1,280	0	1,318	1,280
9684950-6	ODFELL Y VAPORES S.A.	CHILE	DOLLAR	510,000	51.00000	51.00000	13,169	13,976	(808)	3,199	(412)	1,631	6,716	7,128		6,716	7,128
92048000-4	SUDAMERICANA AGENCIAS AEREAS Y MARITIMAS S.A.	CHILE	DOLLAR	70,737,318	99.99950	99.99950	490,437	444,670	44,616	66,274	44,616	66,274	490,434	444,668	1,116	928	490,318
0-E	TOLLO SHIPPING CO. S.A.	PANAMA	DOLLAR	91,839	99.99000	99.99900	(164,095)	234,253	(399,148)	(70,150)	(399,144)	(70,149)	0	234,250	0	0	234,250
TOTAL													857,047	1,015,580	1,116	928	855,931

## 10. Negative Goodwill

Taxpayer ID Number	Company	12/31/2009		12/31/2008	
		Amount amortized in the period	Negative goodwill balance	Amount amortized in the period	Negative goodwill balance
90596000-8	COMPAÑIA CHILENA DE NAVEGACION INTEROCEANICA S.A.	562	843	562	1,406
<b>TOTAL</b>		<b>562</b>	<b>843</b>	<b>562</b>	<b>1,406</b>

## 11. Other Assets

Item	12/31/2009	12/31/2008
	ThUS\$	ThUS\$
Costs of positioning containers	3,820	1,902
Costs of issuing UF bonds	1,724	1,872
<b>Total</b>	<b>5,544</b>	<b>3,774</b>

## 12. Short-term Loans from Financial Institutions

### Current portion of long-term loans

Current portion of long-term loans		CURRENCY OR ADJUSTMENT INDEX													
Taxpayer ID Number	Bank or Financial Institution	Dollars		Euros		Yen		Other foreign currencies		UF		Non-indexed Ch\$		TOTAL	
		31/12/2009	12/31/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008
0-E	Long-term - Current portion 5.21.10.20 DEUTSCHE SCHIFFSBANK	1,172	1,257											1,172	1,257
TOTAL		1,172	1,257											1,172	1,257
Principal owed		1,120	1,120											1,120	1,120

CURRENCY OR ADJUSTMENT INDEX														
	Dollars		Euros		Yen		Other foreign currencies		UF		Non-indexed Ch\$		TOTAL	
	31/12/2009	12/31/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Average annual interest rate	2.24		2.24											

Liabilities Foreign Currency (%) 100.0000  
Liabilities Chilean Currency (%) 0.0000

### 13. Long-term Loans from Financial Institutions

Taxpayer ID Number	Bank or Financial Institution	Currency or restatement unit	Years to maturity					Period-end 2009 Total long-term at period-end	Average annual interest rate	Period-end 2008 Total long-term at period-end
			More than 1 up to 2	More than 2 up to 3	More than 3 up to 5	More than 5 up to 10	More than 10 years			
0-E	DEUTSCHE SCHIFFSBANK	Dollars	1,120	1,120	2,240	2,735		7,215	2.24	8,335
TOTAL			1,120	1,120	2,240	2,735		7,215		8,335
Liabilities Foreign Currency (%)			100.0000							
Liabilities Chilean Currency (%)			0.0000							

### 14. Short-term and Long-term Bonds Payable

#### Bonds

Refers to dematerialized, indexed bearer bonds denominated in UF and placed in Chile.

	Series A 1	Series A 2
Number of bonds issued	190	100
Face value of each bond	UF 5,000	UF 10,000
Face value of the series	UF 950,000	UF 1,000,000
Placement value (100% of issue)	UF 908,096	UF 955,891
Date of issue	10/01/2001	
Date of placement	11/14/2001 (100% placed)	
Annual interest rate	6.40%	
Interest payments	Semi-annually at period-end	
Initial date of interest accrual	10/01/2001	
Maturity	10/01/2022	
Amortization of principal	Semi-annual payment starting on 04/01/2009	
Rating:		
Registration	SVS No 274 of 10/12/2001	
Rating Agency	A+ Clasificadora de Riesgo Humphreys Ltda. A+ Fitch Chile Clasificadora de Riesgo Ltda.	
Underwriters	Salomon Smith Barney S.A., Corredores de Bolsa	
Bondholders' representative	Banco de Chile	
Use of funds	Payment of liabilities maturing in 2002 and 2003 and funding of future investment in or financing of companies whose line of business is related to the Company's line of business.	

As of December 31, 2009, the bonds have the following ratings:

A- Clasificadora de Riesgo Humphreys Ltda.  
BBB Fitch Chile Clasificadora de Riesgo Ltda.  
BBB ICR Clasificadora de Riesgo.

Instrument	Series	Nominal amount placed outstanding	Indexation unit	Interest rate	Final maturity	Periodicity Interest Payment	Amortization payment	Par Value 12/31/2009	12/31/2008	Placement in Chile or abroad
Long-term bonds-short term portion										
274	A-1	882,143	UF	6.4	10/01/2022	SEMESTER	SEMESTER	3,377	2,792	CHILE
274	A-2	928,571	UF	6.4	10/01/2022	SEMESTER	SEMESTER	3,555	2,938	CHILE
<b>Total short-term portion</b>								<b>6,932</b>	<b>5,730</b>	
Long-term bonds										
274	A-1	882,143	UF	6.4	10/01/2022	SEMESTER	SEMESTER	33,630	29,734	CHILE
274	A-2	928,571	UF	6.4	10/01/2022	SEMESTER	SEMESTER	35,399	31,299	CHILE
<b>Total long-term</b>								<b>61,033</b>	<b>77,007</b>	



## 15. Provisions and Write-offs

Short-term Provisions	12/31/2009	12/31/2008
	ThUS\$	ThUS\$
Cargo claims	9,634	8,792
Plating	364	870
Vacation	2,225	2,141
Negative shareholders' equity - subsidiaries	171,402	4,672
Container logistics	6,011	6,011
<b>Total</b>	<b>189,636</b>	<b>22,486</b>

Long-term provisions	12/31/2009	12/31/2008
	ThUS\$	ThUS\$
Plating	-	156
<b>Total</b>	<b>-</b>	<b>156</b>

As of December 31, 2009, ThUS\$ 75 (ThUS\$ 241 in 2008) in trade accounts receivable was written-off.

## 16. Severance Indemnity

As indicated in Note 2(q), the Company came to an agreement with its employees to settle this benefit in advance and paid it on January 31, 2008.

## 17. Changes in Shareholders' Equity

### a) Dividends

The corporate by-laws contain no restrictions regarding dividend payments, which are paid in Chilean pesos.

### b) Capital increase agreements

D) In an Extraordinary General Shareholders' Meeting held January 30, 2009, shareholders agreed to the following:

a. To nullify the 80,098,707 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held April 25, 2008, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 206,559,229.48, divided into 769,518,252 single-series shares with no par value;

b. To subtract US\$ 44,846.73 from paid-in capital for share issue and placement expenses;

c. Increase capital from US\$ 206,514,382.75, divided into 769,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 406,514,382.75, divided into 1,128,353,401 single-series shares with no par value.

The Company will increase capital by US\$ 200,000,000 by issuing 358,835,149 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by January 30, 2012.

II) In an Extraordinary General Shareholders' Meeting held August 18, 2009, shareholders agreed to the following:

a. Ratify each and every one of the agreements related to the Company's capital adopted by shareholders at the Extraordinary Shareholders' Meeting on January 30, 2009;

b. To nullify the 46,835,149 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held January 30, 2009, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 351,559,949.56, divided into 1,081,518,252 single-series shares with no par value;

c. To subtract US\$ 52,918.18 from paid-in capital for share issue and placement expenses so that the balance of this account is US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value;

d. Increase capital from US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value.

The Company will increase capital by US\$ 300,000,000 by issuing 530,091,529 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by August 18, 2012.

The share price will be Ch\$ 327 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations.

e. To eliminate the second transitory article as it is no longer in effect; and

f. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

III) In an Extraordinary General Shareholders' Meeting held December 18, 2009, shareholders agreed to the following:

a. To leave record that no placement discount has been generated from the partial placement of shares made to date and charged to the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 and, therefore, no decision needs to be made with respect to deducting this placement discount;

b. To maintain in full force the portion of the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 that is pending placement;

c. To leave record that, in conformity with Official Form Letter 1,370 of 1998 and its amendments, the share issue and placement costs for the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 may not be deducted from paid-in capital but instead should be deducted from the account "Premium on sale of own shares" that arose as a result of the capital increase;

d. To increase capital from US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value, of which US\$ 587,315,364.90 are fully subscribed and paid and the balance of US\$ 64,191,666.48 will be subscribed and paid by no later than August 18, 2012, to US\$ 1,011,507,031.38, divided into 1,929,995,861 single-series shares with no par value;

The Company will increase capital by US\$ 360,000,000 by issuing 318,386,080 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by December 18, 2010;

The share price will be US\$ 1.1307027 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations;

e. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

c) First share issue

On May 14, 2009, the issue of 312,000,000 single-series shares with no par value was registered in the SVS Securities Registry (No. 871) for US\$ 173,896,008.16 with a charge to the aforementioned capital increase.

This issue was offered to the Company's shareholders, who had the right to subscribe 0.4054484727 new shares for each share registered in the Shareholders' Registry as of May 23, 2009. These shares were offered for 250 pesos per share and fully paid upon subscription in cash, cashier's check, electronic transfer or any other such instrument payable on demand.

The ordinary period for exercising the right of first refusal on these shares was from May 29, 2009 to June 27, 2009.

All shares not subscribed and paid during this period and fractions of shares remaining after prorating shares among shareholders were offered only to those shareholders that previously expressed their desire to subscribe additional shares. This additional period began on July 1, 2009 and ended on July 7, 2009.

As of December 31, 2009, 312,000,000 shares had been subscribed and paid, equivalent to US\$ 145,045,551.59. As a result, paid-in capital amounts to 1,081,518,252 subscribed and fully paid shares, equivalent to US\$ 351,507,016.16 (including the capitalization of share issue expenses, which was approved at the Extraordinary General Shareholders' Meeting held August 18, 2009).

d) Second share issue

On October 30, 2009, the issue of 416,666,667 single-series shares with no par value was registered in the SVS Securities Registry (No. 888) for US\$ 235,808,334.00 with a charge to the aforementioned capital increase.

This issue was offered to the Company's shareholders, who had the right to subscribe 0.385260874 new shares for each share registered in the Shareholders' Registry as of November 5, 2009. These shares were offered for 327 pesos per share and fully paid upon subscription in cash, cashier's check, electronic transfer or any other such instrument payable on demand.

The ordinary period for exercising the right of first refusal on these shares was from November 11, 2009 to December 10, 2009.

A total of 22,576,006 shares that were either not subscribed and paid during this period or resulted from fractions of shares remaining after prorating shares among shareholders, were auctioned on the Santiago Stock Exchange on December 16, 2009.

As of December 31, 2009, 416,666,667 shares had been subscribed and paid, equivalent to US\$ 267,985,785.93, of which US\$ 32,177,452.41 corresponds to the share premium, which resulted principally from variations in the US dollar between the date on which the placement value in pesos was set and the date the shares were actually purchased.

As a result, as of December 31, 2009 paid-in capital amounts to 1,498,184,919 subscribed and fully paid shares, equivalent to US\$ 587,315,349.68 plus the share premium of US\$ 32,058,964.55 (net of share issue and placement expenses of US\$ 118,487.86).

e) Other reserves

As of December 31, 2009, the difference resulting from applying the proportional equity method to account for investments in subsidiaries that keep their accounting in a currency other than the US dollar has been adjusted with a credit to other reserves. This adjustment generated a credit of ThUS\$ 25,786 (charge of ThUS\$ 18,550 in 2008), which corresponds mostly to the investment held in the subsidiary Sudamericana, Agencias Aéreas y Marítimas S.A. The cumulative translation adjustment and share issue expenses are detailed further below in this note.

f) Share issue costs

As of December 31, 2009, share issue costs recorded within Other Reserves include ThUS\$ 3,248 for financial advisory services and ThUS\$ 199 for legal advisory services and expenses.

Movements	12/31/2009							12/31/2008						
	Paid-in capital	Price-level restatement reserve	Premium on sale of shares	Other reserves	Future dividend reserve	Retained earnings	Net Income/ (Loss)	Paid-in capital	Price-level restatement reserve	Premium on sale of shares	Other reserves	Future dividend reserve	Retained earnings	Net Income/ (Loss)
Initial balance	206,559			16,430	28,347	611,586	(38,617)	170,000			35,025	28,347	529,607	116,862
Income distribution prior year						(38,617)	38,617						116,862	(116,862)
Final dividend prior year													(34,883)	
Capital increase with share issue	380,853		32,059					36,559						
Capitalization of reserves and/or net income	0			0										
Accumulated deficit in development stage	0													
Capitalization of share issue expenses 2008	(44)			44										
Adjustment from investment				25,787							(18,550)			
Future final dividend														
Capitalization of share issue expenses June 2009	(53)			0							(45)			
Share issue expenses	0	0		(3,447)										
Price-level restatement of paid-in capital														
Net income (loss) for the period							(668,863)							(38,617)
Interim dividends														
<b>Final balance</b>	<b>587,315</b>		<b>32,059</b>	<b>38,814</b>	<b>28,347</b>	<b>572,969</b>	<b>(668,863)</b>	<b>206,559</b>			<b>16,430</b>	<b>28,347</b>	<b>611,586</b>	<b>(38,617)</b>
Restated balances								206,559			16,430	28,347	611,586	(38,617)

Number of shares

Series	No. of subscribed shares	No. of paid shares	No. of voting shares
SINGLE	1,498,184,919	1,498,184,919	1,498,184,919

Capital

Series	Subscribed capital	Paid-in capital
SINGLE	587,315	587,315

## 17. Other Reserves

Detail	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Initial balance – other reserves	16,430	35,025
Translation adjustments:		
Sudamericana, Agencias Aéreas y Marítimas S.A.	26,034	(17,882)
Compañía Chilena de Navegación Interoceánica S.A.	751	-
Share issue and placement expenses	(3,447)	-
Capitalization of share issue and placement expenses 2008	45	(45)
Other	(999)	(668)
<b>Accumulated Total</b>	<b>38,814</b>	<b>16,430</b>

## 18. Other Non-Operating Income and Non-Operating Expenses

Other Non-Operating Income	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Amortization of deferred results on sale of vessel and vessel construction contracts	-	21
Gain on sales of fixed assets	1,885	81
Gain on sale of other assets	1,169	492
Income from absorption of tax losses	3,657	3,976
Income from leased real estate	363	432
Readjustments	25	759
Gain on derivative contracts	-	711
Shipbuilding services	236	194
Power pack lease	350	388
Other	378	348
<b>Total</b>	<b>8,063</b>	<b>7,402</b>

Other Non-Operating Expenses	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Loss on sale of other assets	-	(15)
Loss on sale of fixed assets	(934)	(423)
Indexation adjustments	(289)	(89)
Other	(1)	(1)
<b>Total</b>	<b>(1,224)</b>	<b>(528)</b>

## 19. Foreign Currency Translation

ASSETS (CHARGE) / CREDIT	Currency	12/31/2009	12/31/2008
CASH AND BANKS	CHILEAN PESO	814	(802)
CASH AND BANKS	EURO	(113)	300
CASH AND BANKS	YEN	7	37
CASH AND BANKS	BRAZILIAN REAL		7
CASH AND BANKS	HONG KONG DOLLAR		0
CASH AND BANKS	POUND STERLING		(196)
CASH AND BANKS	OTHER CURRENCIES	84	(204)
TIME DEPOSITS	CHILEAN PESO	2,083	(13,768)
TRADE ACCOUNTS RECEIVABLE	CHILEAN PESO	735	(618)
TRADE ACCOUNTS RECEIVABLE	EURO	189	(1,151)
TRADE ACCOUNTS RECEIVABLE	YEN	34	210
TRADE ACCOUNTS RECEIVABLE	BRAZILIAN REAL	1,103	(4,465)
TRADE ACCOUNTS RECEIVABLE	MEXICAN PESO	(16)	(22)
TRADE ACCOUNTS RECEIVABLE	HONG KONG DOLLAR		0
TRADE ACCOUNTS RECEIVABLE	COLOMBIAN PESO	1,776	
TRADE ACCOUNTS RECEIVABLE	POUND STERLING		(465)
TRADE ACCOUNTS RECEIVABLE	OTHER CURRENCIES	759	(1,690)
NOTES RECEIVABLE	CHILEAN PESO	2	(3)
NOTES RECEIVABLE	EURO	(6)	5
SUNDRY DEBTORS	CHILEAN PESO	287	(496)
SUNDRY DEBTORS	EURO	322	(1,152)
SUNDRY DEBTORS	YEN	(20)	29
SUNDRY DEBTORS	BRAZILIAN REAL	188	(333)
SUNDRY DEBTORS	MEXICAN PESO	89	(96)
SUNDRY DEBTORS	POUND STERLING		(80)
SUNDRY DEBTORS	COLOMBIAN PESO	63	
SUNDRY DEBTORS	OTHER CURRENCIES	37	444
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO	486	(879)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	EURO	97	(2,259)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	BRAZILIAN REAL	(91)	(194)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	MEXICAN PESO	9	(41)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	POUND STERLING		(21)
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	COLOMBIAN PESO	(400)	
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	OTHER CURRENCIES	11	(37)
RECOVERABLE TAXES	CHILEAN PESO	546	(765)
RECOVERABLE TAXES	OTHER CURRENCIES	18	(17)
OTHER CURRENT ASSETS	CHILEAN PESO	(860)	
INVESTMENTS IN RELATED COMPANIES	CHILEAN PESO	(233)	252
LONG-TERM SUNDRY DEBTORS	CHILEAN PESO		137
OTHER ASSETS	CHILEAN PESO		(75)
<b>Total (Charge) Credit</b>		<b>8,000</b>	<b>(28,408)</b>
<b>LIABILITIES (CHARGE) / CREDIT</b>			
LIABILITIES (CHARGE) / CREDIT			
DIVIDENDS PAYABLE	CHILEAN PESO	(87)	1,093
ACCOUNTS PAYABLE	CHILEAN PESO	(3,572)	3,526
ACCOUNTS PAYABLE	EURO	190	1,558
ACCOUNTS PAYABLE	YEN	97	(148)
ACCOUNTS PAYABLE	MEXICAN PESO	(299)	151
ACCOUNTS PAYABLE	BRAZILIAN REAL	(3,626)	6,584
ACCOUNTS PAYABLE	POUND STERLING		301
ACCOUNTS PAYABLE	COLOMBIAN PESO	(1,407)	
ACCOUNTS PAYABLE	OTHER CURRENCIES	(1,547)	809
SUNDRY CREDITORS	CHILEAN PESO	(48)	(204)
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO	(33)	13
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	EURO	167	(71)
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	MEXICAN PESO	(16)	13
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	BRAZILIAN REAL	(117)	64
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	COLOMBIAN PESO	7	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	OTHER CURRENCIES	33	(46)
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	POUND STERLING		9
PROVISIONS	CHILEAN PESO	(478)	(705)
PROVISIONS	EURO		(1)
PROVISIONS	BRAZILIAN REAL	3	(4)
PROVISIONS	OTHER CURRENCIES	1	(2)
WITHHOLDINGS	CHILEAN PESO	(110)	13
LONG-TERM BONDS PAYABLE	CHILEAN PESO	(12,983)	10,163
LONG-TERM PROVISIONS	CHILEAN PESO		0
<b>Total (charge) credit</b>		<b>(23,825)</b>	<b>23,116</b>
Loss for foreign currency translation		(15,825)	(5,292)

## 20. Statement of Cash Flows

In accordance with SVS Circular No. 1501, the main financing activities which may commit future cash flows for the Company are as follows:

Financing activities

Some prior-period dividend payments available to shareholders have not been claimed (ThUS\$ 382). If not collected within a 5-year period, these shall be granted to the Chilean Fire Brigade, pursuant to Art. 85 of Law 18.046.

Final cash and cash equivalents are composed as follows:

	2009 ThUS\$	2008 ThUS\$
Cash and banks	13,097	3,677
Time deposits	45,921	48,263
Investments under agreement to resell	-	1,082
<b>Total</b>	<b>59,018</b>	<b>53,022</b>

## 21. Derivative Contracts

Type of derivative	Type of contract	Description of the contracts						Value of hedged item	Account affected			
		Contract value	Maturity	Specific item	Buy/Sell Position	Hedged item or transaction	Amount		Asset / Liability	Effect on income		
										Realized	Unrealized	
S	CCTE	234	I 2010	SWAP 122	C	FUEL PURCHASE	234	234	PREPAID EXPENSES	240		(6)
S	CCTE	238	III 2010	SWAP 123	C	FUEL PURCHASE	238	238	PREPAID EXPENSES	241		(3)
S	CCTE	241	IV 2010	SWAP 124	C	FUEL PURCHASE	241	241	PREPAID EXPENSES	243		(2)
S	CCTE	1,953	IV 2012	SWAP 125	C	FUEL PURCHASE	1,953	1,953	PREPAID EXPENSES	1,947		6
S	CCTE	2,435	IV 2012	SWAP 125	C	FUEL PURCHASE	2,435	2,435	PREPAID EXPENSES	2,417		18
S	CCTE	2,700	IV 2012	SWAP 125	C	FUEL PURCHASE	2,700	2,700	PREPAID EXPENSES	2,682		18

## 22. Contingencies and Restrictions

A) Compañía Sud Americana de Vapores S.A.

a.1) Guarantees Granted

a.1.1) Deutsche Schiffsbank - Loan M/V Mapocho

On February 14, 2003, the Company entered into a loan agreement with Deutsche Schiffsbank for ThUS\$ 15,615, which was disbursed in full on that date, intended to finance the acquisition of the vessel M/V Mapocho. As of December 31, 2009, the outstanding amount is ThUS\$ 8,335. The book value of the vessel as of December 31, 2009 is ThUS\$ 8,457.

Under the terms of the loan agreement, the vessel served as collateral for the loan with Deutsche Schiffsbank for up to ThUS\$ 15,615. Additionally, the Company issued a promissory note in which it conditionally transferred certain income streams and insurance contracts related to the vessel to the bank and the Company also established a commercial pledge on certain rights, loans, accounts receivable and income streams related to the vessel.



#### a.1.2) American Family Life Assurance Company of Columbus (AFLAC)

On August 1, 2003, the Company became guarantor and joint debtor of its subsidiary Tollo Shipping Co. S.A. of Panama, in a loan agreement with the Japanese agency of American Family Life Assurance Company of Columbus (AFLAC) for JPY 24,000,000,000 (twenty four billion yen), equivalent to US\$ 201,850,294 (two hundred one million, eight hundred fifty thousand, two hundred ninety-four dollars). This loan was used to pay outstanding debts and fund public investments and projects that complemented the businesses of the Company and its subsidiaries. The 30-year obligation will be fully paid upon maturity in yen and interest will be paid in US dollars on a semi-annual basis. The loan can be paid in advance, either fully or in part, starting in the fifteenth year, at each date on which interest payments are due.

On July 18, 2003, the Company became guarantor and joint debtor of its subsidiary Tollo Shipping Co. S.A. of Panama, by entering into several contracts with Goldman Sachs & Co. to hedge fluctuations in the exchange rate between the yen and US dollar during the term of the loan described in the previous paragraph in the event that the yen appreciates with regard to its current spot rate up to an agreed margin. It will be paid using an annual rate, with semi-annual payments on the dates on which interest payments are due. The interest and the cost of the foreign exchange hedge for this loan are 6.3% per annum.

#### a.1.3) Scotiabank – Stand-by Letter of Credit

On September 24, 2009, the Company furnished a guarantee in favor of Petróleo Brasileiro S.A. (Petrobras) Río de Janeiro, Brazil, through Scotiabank Chile, to guarantee its oil purchases in Brazil. The guarantee is for ThUS\$ 3,000, expiring on March 26, 2010.

#### a.1.4) Banco Security - Stand-by Letter of Credit

On September 7, 2009, the Company furnished a bank guarantee in favor of the Board of County Commissioners, through Banco Security, to guarantee its port operations in Miami. The guarantee is for ThUS\$ 100 and expires on September 7, 2010.

#### a.1.5) Vessels in joint ventures with Peter Döhle Schiffahrts KG

On May 31, 2005, the second 4,050 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Limari”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 5,650 as of December 31, 2009.

On May 10, 2006, the fourth 4,050 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Longavi”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 6,403 as of December 31, 2009.

On July 7, 2006, the sixth 5,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Chacabuco”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 8,408 as of December 31, 2009.

On August 11, 2006, the first 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Pucón”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,138 as of December 31, 2009.

On November 7, 2006, the second 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Puelo”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,138 as of December 31, 2009.

On December 18, 2006, the fifth 6,500 TEU vessel ordered by the Company was delivered and incorporated by a joint venture among subsidiaries of the Company and Peter Döhle Schiffahrts KG, and given the name “Palena”. For this vessel, the Company granted a bond in favor of HSH Nordbank amounting to ThUS\$ 11,170 as of December 31, 2009.

#### a.1.6) Construction program for 8,000 TEU vessels

As announced in the shareholders meeting on August 18, 2009, the construction program for four 12,000 TEU vessels with shipyard Hyundai Heavy Industries has been modified to five 8,000 TEU vessels. Financing for these vessels has been agreed upon with BNP Paribas S.A. (Mandated Lead Arranger) and the Export-Import Bank of Korea and Crédit Industriel et Commercial (Co-Arrangers) and has already taken effect.

The Company guaranteed the payments on this loan, used to make partial payments for vessel construction, with bonds and joint assumption of debt of up to ThUS\$ 31,050.

#### a.1.7) Construction program for 6,600 TEU vessels

As announced in the shareholders meeting on August 18, 2009, delivery of three 6,600 TEU vessels ordered from shipyard CSBC Corporation of Taiwan has been delayed. Financing has been agreed upon with a syndicate led by French bank BNP Paribas and has already taken effect.

The Company guaranteed the payments on this loan, used to make partial payments for construction of one of the three 6,600 TEU vessels, with bonds and joint assumption of debt of up to ThUS\$ 4,278.

#### a.1.8) Revolving Line of Credit

All remaining revolving lines of credit in effect until June 2009 that were not used in this construction program have been cancelled.

#### a.2) Guarantee Notes

As of December 31, 2009 and 2008, the Company has no guarantee notes.

There are other minor guarantees whose disclosure is not necessary for the interpretation of these financial statements.

a.3) Other legal contingencies

The Company is a defendant in certain lawsuits and arbitration claims relating to cargo transport and compensation for damages, for which the Company has insurance policies to cover contingent losses. Provisions are sufficient to cover all amounts below the respective deductibles.

In connection with outstanding loans with private banks, both in local and foreign currency, the Company is subject to commitments and obligations considered standard for this kind of transaction.

a.4) Operational restrictions and financial indicators

a.4.1) Indexed bonds for UF 1,950,000 - a) maintain assets free from any kind of encumbrances equivalent to at least 1.3 times the unpaid principal amount of the total financial unguaranteed liabilities. b) Maintain individual leverage with a total debt/equity ratio no greater than 1.0. Similarly, maintain consolidated leverage with a ratio of consolidated financial debt to (total equity + minority interest) no greater than 1.2. c) Maintain minimum individual and consolidated equity of ThUS\$ 350,000.

a.4.2) Loan contract with AFLAC for ThUS\$ 201,850 - a) Maintain financial expense coverage (EBITDA / Net Interest) no less than 2.5. b) Maintain a debt/equity ratio no greater than 1.0. c) Maintain a minimum balance of ThUS\$ 50,000 for cash and banks, time deposits and marketable securities.

a.4.3) Loan contract for two 6,600 TEU vessels for ThUS\$ 119,700 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011.

a.4.4) Loan contract for one 6,600 TEU vessel for ThUS\$ 55,600 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011. d) Maintain a ratio of net debt to EBITDA less than or equal to 12 in the second quarter of 2011, less than or equal to 6 in the third quarter of 2011 and of 3.5 beginning in the last quarter of 2011.

a.4.5) Loan contract for the 8,000 TEU vessels for ThUS\$ 437,500 - a) Maintain minimum liquidity of ThUS\$ 100,000 until the last quarter of 2010 and ThUS\$ 150,000 beginning in the first quarter of 2011. b) Maintain a capital to asset ratio greater than or equal to 25% until the last quarter of 2010 and 30% beginning in the first quarter of 2011. c) Maintain a cash to interest expense ratio greater than or equal to 1.25 between the first and last quarters of 2010. This ratio should be greater than or equal to 1.35 beginning in the first quarter of 2011.

Furthermore, loan contracts and bonds oblige the Company to comply with certain positive restrictions, such as complying with the law, paying taxes, maintaining insurance, and other similar matters, and also to obey certain negative restrictions, such as not furnishing chattel mortgages, except those authorized by the contract, not undergoing corporate mergers, except those authorized, or not selling fixed assets.

As of December 31, 2009, the Company has complied with all applicable restrictions or covenants except for financial expense coverage in the loan contract with American Family Life Assurance Company of Columbus (AFLAC). This ratio was -24.02 for the period being measured. However, the contract establishes a grace period of 24 months.

## Direct Guarantees

Guarantee creditor	Debtor		Guarantee type	Committed assets		Unpaid balances as of period-end		Guarantee release					
	Name	Relationship		Type	Book Value	12/31/2009	12/31/2008	12/31/2010	Assets	12/31/2011	Assets	12/31/2012	Assets
DEUTSCHE SCHIFFSBANK	COMPAÑÍA SUD AMERICANA DE VAPORES S.A.	NONE	SHIP MORTGAGE	VESSEL	8,457	7,215	9,455	1,120	VESSEL	1,120	VESSEL	1,120	VESSEL

## Indirect Guarantees

Guarantee creditor	Debtor		Guarantee type	Committed assets		Unpaid balances as of period-end		Guarantee release					
	Name	Relationship		Type	Book Value	12/31/2009	12/31/2008	12/31/2010	Assets	12/31/2011	Assets	12/31/2012	Assets
AMERICAN FAMILY LIFE													
ASSURANCE COMPANY OF COLUMBUS	TOLLO SHIPPING CO. S.A.	SUBSIDIARY	SURETY BOND		0	259,572	265,869						
HSN NORDBANK AG	LIMARI SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	31,482	5,650	6,403	753		753		753	
HSN NORDBANK AG	LONGAVI SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	34,095	6,403	7,156	753		753		753	
HSN NORDBANK AG	CHACABUCO SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	42,611	8,408	9,342	934		934		934	
HSN NORDBANK AG	PAINE SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	57,189	11,138	12,375	1,238		1,238		1,238	
HSN NORDBANK AG	PUELO SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	58,020	11,138	12,375	1,238		1,238		1,238	
HSN NORDBANK AG	PALENA SHIPPING LIMITED	ASSOCIATE	MORTGAGE	VESSEL	58,377	11,170	12,411	1,241		1,241		1,241	

## 22. Operational Restrictions and Financial Indicators

Financial Entity	Name	Condition	Dec/09	Dec/08
Banco de Chile	Indebtedness Ratio (Individual)	No greater than 1	0.14	0.10
	Indebtedness Ratio (Consolidated)	No greater than 1.2	0.90	0.63
	Assets free of encumbrances (Individual)	Greater than 1.3	16.01	16.10
	Equity (Net)	Minimum of ThUS\$ 350,000	ThUS\$ 590,641	ThUS\$ 824,305

## 23. Guarantees Obtained From Third Parties

During 2009 and 2008, the Company has not received any guarantees from third parties.

## 24. Chilean and Foreign Currencies

### Assets

Item	Currency	Amount 12/31/2009	Amount 12/31/2008
<b>Current assets</b>			
CASH AND BANKS	CHILEAN PESO	1,672	292
CASH AND BANKS	US DOLLAR	5,691	2,826
CASH AND BANKS	EURO	2,733	245
CASH AND BANKS	YEN	253	168
CASH AND BANKS	OTHER CURRENCIES	2,748	146
TIME DEPOSITS	CHILEAN PESO	45,387	42,537
TIME DEPOSITS	US DOLLAR	534	5,726
TRADE ACCOUNTS RECEIVABLE	CHILEAN PESO	2,651	3,522
TRADE ACCOUNTS RECEIVABLE	US DOLLAR	17,287	17,143
TRADE ACCOUNTS RECEIVABLE	EURO	5,663	11,422
TRADE ACCOUNTS RECEIVABLE	YEN	343	187
TRADE ACCOUNTS RECEIVABLE	OTHER CURRENCIES	10,564	1,770
NOTES RECEIVABLE	CHILEAN PESO	27	163
NOTES RECEIVABLE	US DOLLAR	6,653	4,151
NOTES RECEIVABLE	EURO	56	144
SUNDRY DEBTORS	CHILEAN PESO	1,116	1,311
SUNDRY DEBTORS	US DOLLAR	8,226	4,671
SUNDRY DEBTORS	EURO	1,981	2,673
SUNDRY DEBTORS	YEN	58	131
SUNDRY DEBTORS	OTHER CURRENCIES	1,724	3,708
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO	5,170	6,730
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	US DOLLAR	141,397	48,425
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	EURO	35,528	3,028
NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	OTHER CURRENCIES	2,432	1,442
INVENTORY	US DOLLAR	52	1,599
RECOVERABLE TAXES	CHILEAN PESO	5,483	20,210
RECOVERABLE TAXES	US DOLLAR	78	
PREPAID EXPENSES	CHILEAN PESO	10,009	11,333
PREPAID EXPENSES	US DOLLAR	47,811	86,138
PREPAID EXPENSES	EURO	51,532	0
DEFERRED TAXES	CHILEAN PESO	8,672	7,246
OTHER CURRENT ASSETS	CHILEAN PESO	1,994	1,249
OTHER CURRENT ASSETS	US DOLLAR		1,578
<b>Fixed assets</b>			
LAND	US DOLLAR	2,142	2,142
BUILDINGS AND INFRASTRUCTURE	US DOLLAR	19,898	19,898
MACHINERY AND EQUIPMENT	US DOLLAR	26,444	45,958
OTHER FIXED ASSETS	CHILEAN PESO	4	
OTHER FIXED ASSETS	US DOLLAR	1,167	1,248
DEPRECIATION	US DOLLAR	(19,397)	(32,968)
<b>Other assets</b>			
INVESTMENTS IN RELATED COMPANIES	US DOLLAR	835,931	1,014,129
INVESTMENTS IN OTHER COMPANIES	US DOLLAR	183	172
NEGATIVE GOODWILL	US DOLLAR	(843)	(1,406)
LONG-TERM RECEIVABLES	CHILEAN PESO	187	885
LONG-TERM RECEIVABLES	US DOLLAR	517	
LONG-TERM NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	CHILEAN PESO	138	167
LONG-TERM NOTES AND ACCOUNTS RECEIVABLE FROM RELATED COMPANIES	US DOLLAR	888	928
LONG-TERM DEFERRED TAXES	US DOLLAR	60,668	
OTHER	US DOLLAR	5,544	3,774
INVESTMENTS IN RELATED COMPANIES	EURO		123
<b>Total Assets</b>			
	CHILEAN PESO	82,510	95,645
	US DOLLAR	1,160,871	1,226,132
	EURO	97,493	17,635
	YEN	654	486
	OTHER CURRENCIES	17,468	7,066

## Current Liabilities

ITEM	Currency	Up to 90 days		90 days to 1 year	
		12/31/2009	12/31/2008	12/31/2009	12/31/2008
		Amount	Average annual interest rate	Amount	Average annual interest rate
CURRENT PORTION OF LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	1,172		1,257	2.24
CURRENT PORTION OF BONDS PAYABLE	UF	6,932		5,730	6.4
DIVIDENDS PAYABLE	CHILEAN PESO	382		379	
ACCOUNTS PAYABLE	CHILEAN PESO	3,785		11,769	
ACCOUNTS PAYABLE	US DOLLAR	97,274		67,249	
ACCOUNTS PAYABLE	EURO	11,977		28,121	
ACCOUNTS PAYABLE	YEN	1,720		1,672	
ACCOUNTS PAYABLE	OTHER CURRENCIES	17,487		39,916	
SUNDRY CREDITORS	CHILEAN PESO	7		223	
SUNDRY CREDITORS	US DOLLAR	86,266			
SUNDRY CREDITORS	EURO	33,455			
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	CHILEAN PESO	11,935		3,826	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	US DOLLAR	91,735		172,421	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	EURO	4,312		3,657	
NOTES AND ACCOUNTS PAYABLE TO RELATED COMPANIES	OTHER CURRENCIES	5,758		10,180	
PROVISIONS	CHILEAN PESO	2,055		0	
PROVISIONS	US DOLLAR	187,581		22,486	
WITHHOLDINGS	CHILEAN PESO	1,094		639	
INCOME TAX	CHILEAN PESO	202		299	
UNEARNED REVENUE	US DOLLAR	126,379		54,778	
UNEARNED REVENUE	CHILEAN PESO			1,082	
UNEARNED REVENUE	EURO			13,218	
UNEARNED REVENUE	YEN			296	
UNEARNED REVENUE	OTHER CURRENCIES			6,458	
OTHER CURRENT LIABILITIES	UF			6,513	
<b>TOTAL CURRENT LIABILITIES</b>					
	US DOLLAR	590,407		318,191	
	UF	6,932		12,243	
	CHILEAN PESO	19,460		18,217	
	EURO	49,744		44,996	
	YEN	1,720		1,968	
	OTHER CURRENCIES	23,245		56,554	

## Long-term Liabilities as of December 31, 2009

ITEM	Currency	1 to 3 years		3 to 5 years		5 to 10 years		Over 10 years	
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
LOANS FROM FINANCIAL INSTITUTIONS	US DOLLAR	2,240		2,240		2,735			
BONDS PAYABLE	UF	12,551	6.4	12,551	6.4	31,376	6.4	12,551	
LONG-TERM SUNDRY CREDITORS	CHILEAN PESO	221							
LONG-TERM SUNDRY CREDITORS	US DOLLAR	382							
<b>TOTAL LONG-TERM LIABILITIES</b>									
	US DOLLAR	2,622		2,240		2,735		0	
	UF	12,551		12,551		31,376		12,551	
	CHILEAN PESO	221		0		0		0	

## Long-term Liabilities as of December 31, 2008

ITEM	Currency	1 to 3 years		3 to 5 years		5 to 10 years		Over 10 years	
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
		Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate	Amount	Average annual interest rate
LOANS FROM FINANCIAL INSTITUTIONS	CHILEAN PESO	2,240	2.24	2,240	2.24	3,855	2.24		
BONDS PAYABLE	UF	10,724	6.4	10,724	6.4	26,810	6.4	12,775	6.4
LONG-TERM SUNDRY CREDITORS	CHILEAN PESO	137							
LONG-TERM SUNDRY CREDITORS	US DOLLAR	284							
LONG-TERM PROVISIONS	US DOLLAR	156							
OTHER LONG-TERM LIABILITIES	CHILEAN PESO	545							
<b>TOTAL LONG-TERM LIABILITIES</b>									
	CHILEAN PESO	2,922		2,240		3,855		0	
	UF	10,724		10,724		26,810		12,775	
	US DOLLAR	440		0		0		0	

## 25. Sanctions

During the years ended December 31, 2009 and 2008, neither the Company and its subsidiaries nor its Directors or managers have been sanctioned by the SVS. The Company and its subsidiaries have also not received any significant sanctions from other regulatory bodies.

## 26. Subsequent Events

Regarding the same lawsuits for which the Supreme Court and the Constitutional Court accepted motions for dismissal for unconstitutionality in 2006 and on which the Court of Appeals of Valparaíso ruled in 2007 by annulling all prior decisions (including asset seizures notified at that time), in January 2010 the Chilean Internal Revenue Service and the Chilean Treasury initiated new administrative actions to collect on the same tax assessments from 2003, 2004 and 2006 involved in these lawsuits.

As part of this new process, on February 24, 2010, the Regional Treasury of Valparaíso took advantage of the court-wide holidays and once again proceeded to seize certain vehicles and properties belonging to the Company valued at Ch\$ 8,570,100,374.

Both management and its tax advisors believe that the arguments presented by tax authorities are inadmissible in both substance and form and reaffirm the position the Company has upheld during the past eight years. Therefore, they will respond to these legal actions on March 10, 2010.

Other than the aforementioned event, between December 31, 2009 and the presentation date of these financial statements, there are no other events that could have a significant impact on the appropriate presentation and/or interpretation of the Company's individual financial statements.

## 27. Environment

Due to the nature of its services, the Company has not incurred any expenses related to improving and/or investing in production processes, verification and compliance with regulations on industrial processes and facilities or any other matter that could directly or indirectly impact environmental protection efforts.

## 28. Accounts Payable

	12/31/2009	12/31/2008
Item	ThUS\$	ThUS\$
Joint services and slots	10,834	58,097
Vessel operating expenses	77,764	63,027
Containers	34,563	17,915
Administrative	6,991	8,545
Other	2,091	1,143
<b>Total</b>	<b>132,243</b>	<b>148,727</b>



## 29. Sundry Creditors

As of December 31, 2009, this account includes loans totaling ThUS\$ 119,721 (ThUS\$ 0 in 2008) that have gradually accumulated from the group of ship owners that signed the Hamburg Agreement in May 2009 (See Material Events from May 28 and June 3). These amounts will be repaid to the ship owners with the resources they contribute on the same date that the capital increase of ThUS\$ 360 million already agreed upon with the ship owners is subscribed and paid.

## 30. Prepaid Expenses

Detail	12/31/2009 ThUS\$	12/31/2008 ThUS\$
Fuel inventories aboard vessels	51,614	41,353
Insurance	531	889
Vessel leases	46,802	38,162
Positioning of vessels and containers	1,265	925
In-transit operating expenses	9,012	15,423
Other	128	719
<b>Total</b>	<b>109,352</b>	<b>97,471</b>

Carlos Perfetti A.  
Chief Accountant

Juan Antonio Alvarez A.  
General Manager

Rafael Ferrada M.  
Administration and Finance Manager



KPMG Auditores Consultores Ltda.  
Av. Isidora Goyenechea 3520, Piso 13  
Las Condes, Santiago - Chile

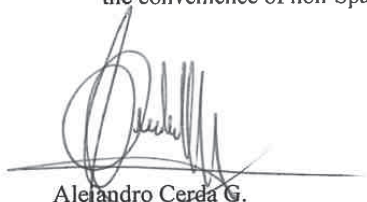
Teléfono +56 (2) 798 1000  
Fax +56 (2) 798 1001  
[www.kpmg.cl](http://www.kpmg.cl)

**External Auditors' Report on the  
Financial Statements as of December 31, 2009 and 2008**

To the Board of Directors and Shareholders  
Compañía Sud Americana de Vapores S.A.:

1. We have audited the accompanying balance sheets of Compañía Sud Americana de Vapores S.A. as of December 31, 2009 and 2008, and the related statements of income and cash flows for the years then ended. The preparation of these financial statements (including the accompanying notes) is the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of some related companies, which as a result of the application of the equity method, represent a total investment of ThUS\$93,175 and ThUS\$106,678 as of December 31, 2009 and 2008, and a total net equity in earnings of ThUS\$8,034 and ThUS\$16,614 for the years then ended, respectively. The financial statements of those companies were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for such related companies, is based solely on the reports of the other auditors. The accompanying Analysis of the Balance Sheet and Relevant Events are not an integral part of these financial statements and, accordingly, this auditors report does not extend to them.
2. We conducted our audits in accordance with generally accepted auditing standards in Chile. Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of the other auditors provide a reasonable basis for our opinion.
3. The abovementioned financial statements have been prepared to reflect the individual financial position of Compañía Sud Americana de Vapores S.A., based on the criteria described in Note 2 to the financial statements, before consolidating the financial statements of the subsidiaries line by line, as discussed in Note 9 to the financial statements. Therefore, in order for these individual financial statements to be properly understood, they should be read and analyzed together with the consolidated financial statements of Compañía Sud Americana de Vapores S.A. and Subsidiaries, which are required by generally accepted accounting principles in Chile.
4. In our opinion, based on our audits and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of Compañía Sud Americana de Vapores S.A. as of December 31, 2009 and 2008, and the results of its operations and its cash flows for the years then ended, in conformity with generally accepted accounting principles in Chile.

5. The financial statements as of December 31, 2009 have been prepared assuming that the Company will continue as a going concern. As discussed in the financial statements, the Company has sustained recurring operating losses and presents a negative working capital as of December 31, 2009, mainly resulting from the global economic crisis that is negatively affecting the shipping industry worldwide. This situation raises substantial doubt about the Company's ability to continue as a going concern. In order to handle the current situation, the Company's management is in the process of completing the financial strengthening plan described in note 2(x) to the financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.
6. As discussed in Note 2(b) to the financial statements and as required by circular No.427 issued by the Superintendencia de Valores y Seguros (Chilean regulator), the Company will file its consolidated pro-forma financial statements as of December 31, 2009, in relation to the process of adopting International Financial Reporting Standards (IFRS).
7. The above translation of the auditors' report is provided as a free translation from the original version in Spanish language, which is the official and binding version. Such translation has been made solely for the convenience of non-Spanish readers.



Alejandro Cerda G.

KPMG Ltda.

Santiago, February 25, 2010

## REASONED ANALYSIS

### 1. Analysis of the Individual Financial Statements

#### BALANCE SHEET

As of December 31, 2009, total assets increased by ThUS\$ 12,032 compared to December 31, 2008, giving a balance of ThUS\$ 1,358,996. Fixed assets and other assets decreased by ThUS\$ 6,020 and ThUS\$ 115,559, respectively, while current assets increased by ThUS\$ 133,611.

The increase in current assets is due principally to rises in notes receivable from related companies, prepaid expenses and cash and banks of ThUS\$ 124,902, ThUS\$ 11,881 and ThUS\$ 9,420, respectively, offset by a decrease of ThUS\$ 14,649 in recoverable taxes.

Fixed assets decreased by ThUS\$ 6,020, due to the sale of the vessels Río Enco during the second quarter of 2009 and Pacific Winner during the last quarter of 2009, which translated into decreases in machinery and equipment, net of the decrease in depreciation.

Other assets decreased principally because of losses from investments in related companies, partially offset by an increase in deferred taxes of ThUS\$ 60,668 as a result of accumulated tax losses in 2008 and 2009.

Current liabilities increased by ThUS\$ 239,339, which can be principally explained by increases in provisions (principally because of negative shareholders' equity from some subsidiaries), sundry creditors and unearned income of ThUS\$ 167,150, ThUS\$ 119,505 and ThUS\$ 50,547, respectively, offset by decreases in notes and accounts payable to related companies of ThUS\$ 76,344 and accounts payable of ThUS\$ 16,484.

Long-term liabilities increased by ThUS\$ 6,357 primarily because of an increase of ThUS\$ 7,996 in long-term bonds payable because of the effect of the variation in the dollar exchange rate and reclassification of ThUS\$ 7,652 into the short term due to principal payments, net of a decrease in loans with financial institutions of ThUS\$ 1,120, also due to principal payments.

Shareholders' equity decreased by ThUS\$ 233,664 compared to December 2008, as a result of a net loss of ThUS\$ 668,863 recorded for the year, partially offset by a capital increase of ThUS\$ 380,756 by placing shares during the second and fourth quarters of 2009.

#### STATEMENT OF INCOME

The Company recorded a net loss of ThUS\$ 668,863 for the period ended December 31, 2009, compared to a net loss of ThUS\$ 38,617, recorded in December 2008.

Revenue for the period amounted to ThUS\$ 1,800,803, which represents a decrease of 32.9% compared to the same period in 2008. This significant drop in sales can be fully explained by the global financial crisis, which has translated into: (i) a significant decrease in transported volume resulting from the sharp contraction in demand for transport services and (ii) a significant drop in average freight prices resulting from the industry's growing oversupply of capacity.

Thus, when comparing results accumulated as of December 2009 with the same period from the prior year, one should keep in mind the strong impact of current global economic conditions.

This crisis has significantly reduced world trade and, for the cargo transport industry, has reached a magnitude only comparable to last century's Great Depression. CSAV, as with the entire container cargo transport industry, has been severely affected. Average freight prices dropped sharply and have only been partially offset by decreases in fuel costs observed during the first half of the year. During the period, the Company's transported volume reached 1.79 million TEU, which represents a significant fall of 18% over volumes transported in 2008, while the average price per TEU also decreased sharply by 26% over the prior year.

While shipping routes operated by CSAV from the West Coast of South America to Asia, Europe and North America showed a moderate drop in transported volume, they experienced a significant reduction in average freight prices compared to the prior year. Routes from the East Coast of South America to the Atlantic Coast of North America, Europe, Africa and Asia experienced significant decreases in both transported volume and average freight prices. Transported volumes of automobiles and solid products in bulk decreased, but this area managed to adjust to the crisis thanks to its focus on profitable niche markets and its operational flexibility.

Operating expenses for the period fell by ThUS\$ 507,747, or 19.9%, over December 2008. This decrease in costs is mainly explained by the Company's decreased activity, a drop in fuel prices—which only partially offset the significant decrease in average freight prices—and improvements in operating efficiency achieved by the Company.

Sales and administration expenses amounted to ThUS\$ 125,081, which represents a decrease of ThUS\$ 42,536 as compared to December 2008. This decrease is mainly due to reorganization and efficiency processes implemented by the Company over the last few months, as well as less sales commissions paid to agencies.

Accordingly, the Company recorded a net operating loss of ThUS\$ 373,623 for the period ended December 31, 2009 in comparison to a loss of ThUS\$ 41,158 recorded in December 2008.

It is important to mention that operating results should be analyzed in conjunction with the sections Market Situation and Analysis of Market Risk.

The Company recorded a non-operating loss of ThUS\$ 358,288, which is a decrease of ThUS\$ 359,562 with respect to 2008. This decrease is principally attributable to a decrease in net income from related companies of ThUS\$ 351,691.

As of December 31, 2009, the Company's principal indicators have performed as follows:

#### LIQUIDITY INDICATORS

Current Liquidity Ratio: This ratio is less than in December 2008 because of a decrease in current assets and an increase in current liabilities.

Acid Ratio: This ratio is less than in December 2008 because of a decrease in available resources and an increase in current liabilities.

#### INDEBTEDNESS INDICATORS

- Indebtedness: This ratio is greater than in December 2008 because of an increase in total liabilities and a decrease in shareholders' equity.

- Short-term indebtedness: This ratio is greater than in December 2008 because the increase in total debt was smaller than the increase in short-term debt.

- Long-term indebtedness: This ratio is less than in December 2008 because the increase in total debt was greater than the increase in long-term debt.

- Financial expense coverage: This ratio is lower than in December 2008 because the Company recorded a loss before income taxes.

## PROFITABILITY INDICATORS

- Return on Equity: This ratio has decreased with respect to December 2008 because the Company recorded a net loss for the year.
- Return on Assets: This ratio has decreased with respect to December 2008 because the Company recorded a net loss for the year.
- Return on Operating Assets: This ratio has decreased with respect to December 2008 because the Company recorded a greater net operating loss for the period.
- Dividend Yield (amounts in US\$ ): The value is zero as of December 2009 because no dividends have been distributed during the previous twelve months.
- Earnings per Share (amounts in US\$ ): It is lower than in December 2008 because the Company recorded a net loss.
- Market Value of Shares (amounts in Ch\$): The value per share decreased by Ch\$ 44.82 compared to December 2008. As of December 2009, the value was Ch\$ 370.18.

## 2. Difference between Commercial and Book Values of Assets

The financial statements as of December 31, 2009, have been prepared in conformity with generally accepted accounting principles and general and specific standards issued by the Superintendency of Securities and Insurance, the regulatory agency that supervises the Company. Given the magnitude of the shipping industry crisis, it is difficult to determine the true relationship between the book and commercial values of the Company's principal assets given the lack of liquidity (scarce number of transactions) in the ship-buying market. Although the commercial value of some types of vessels are showing downward trends, the lack of liquidity makes these transactions not very representative and, therefore, they do not necessarily reflect the real value of the vessels, nor medium or long-term trends.

## 3. Market Situation

In 2009, the global economy experienced the worst crisis seen in recent decades. Although we have seen some positive signs that the economy is on the mend, our key business will recover more slowly than the global economy in general because of the oversupply of vessels in operation and under construction that existed when the crisis began.

This crisis strongly impacted world trade, and consequently affected CSAV's main business-container transport. This year, for the first time in the history of container transport, industry activity has decreased. The impact of this decline is particularly strong in a business that had been growing for decades at an average annual rate of almost 10%. In recent months, CSAV's transported volumes have begun to improve, as demonstrated by figures published monthly on our web page. However, it is still premature to conclude that the crisis in our business has ended.

As we mentioned, recovery of the container transport business will lag behind the world economy because demand problems are exacerbated by supply problems that will be difficult to solve in the short term. In effect, ship construction decisions are long-term and the crisis hit with current construction orders at close to 60% of installed capacity. Given that new container ships have recently been delivered and no new orders have been placed in the last few months, this figure has dropped but continues to be substantial, especially given the fact that there is idle capacity at this time. Companies are negotiating to delay, cancel or modify some outstanding construction orders, more vessels are being scrapped and no new construction orders are being placed, which at least partially improves the industry's prospects. In the immediate term, detaining ships currently not in operation also helps to restore short-term balance, but this is obviously temporary.

The combination of declining demand and excess supply translated into decreases in volume and rates, which contributed significantly to the Company's decreased operating income in 2009. These same factors also resulted in reduced use of ships in operation, making it difficult to lower costs.

A summary-level analysis of the Company's most important figures reveals, upon comparing 2009 to 2008, a drop in operating income of approximately US\$ 1,860 million offset by a fall in costs of approximately US\$ 1,400 million (including operating costs and administrative and sales expenses). Because of this, operating income deteriorated by approximately US\$ 460 million over the prior year.

In other words, we experienced a massive fall in income that enormous cost-cutting efforts were unable to offset. While we must acknowledge that an important part of the decrease in costs is due to falling oil prices, it is worth mentioning that over 60% of the US\$ 1,400 million reduction was for other reasons.

In our financial statements as of September 30, 2009, we stated that the most likely outcome is for significant losses to continue not only in the fourth quarter of 2009 but also throughout 2010. Our forecasts for 2010 have become slightly more favorable, but given the significant uncertainty still present in our market, this positive trend could take a turn for the worse.

This favorable change in expectations can be attributed to both stronger demand for transport and a considerable adjustment in supply, coupled with improved internal efficiency. Therefore, although still far from fact, the Company may possibly break even in 2010.

In effect, demand for container transport is beginning to recover. Some markets have attained or are approaching pre-crisis volumes. Added to the increase in volume, and as a result of this increase, rates have gradually improved, although they are still insufficient and considerably far from pre-crisis levels. However, different viewpoints and uncertainty exist as to whether this upturn in volume is a temporary phenomenon due to inventory repositioning that will subsequently decline or if it is more permanent and attributable to a quicker and more sustained recovery of both the economy in general and global demand.

On the supply side, instead of orders for 60% of installed capacity, the current figure is around 40%. Also, these ships will be delivered over a period greater than that stipulated in the original contracts. Likewise, the latent supply of detained vessels, which peaked at close to 600 ships, is currently at approximately 500 and the trend—at least for now—is to continue falling. For the first time in many months, the capacity of detained vessels comprises slightly less than 10% of the fleet. Cancelling construction orders, delaying delivery dates, scrapping and converting orders for container ships to other types of vessels have all played a significant role in decreasing excess supply, much greater than predicted by industry analysts just a short time ago. However, steps by shipping companies to decrease vessel speed probably had the greatest impact. Reducing speed has energy efficiency and environmental advantages and, logically, decreases the oversupply of ships.

The most important characteristic of the current scenario is uncertainty. Should the trends described above persist and become stronger, the Company could break even in 2010. However, these trends could certainly regress, in which case our previous forecasts would once again be applicable.

Operations of our subsidiary SAAM are much less exposed to changes in global demand for transport, although it has also been impacted by the crisis. Despite reporting good results in 2009, they were significantly lower than the prior year.

#### 4. Analysis of Cash Flows

In the period ended December 31, 2009, the Company generated negative net cash flows from operating activities of ThUS\$ 410,185, in comparison to the positive net cash flows of ThUS\$ 36,592 recorded in December 2008. This decreased flow is explained principally by the Company's net loss for the period, partially offset by a loss in investments in related companies.



Financing activities varied from positive net cash flows of ThUS\$ 375 for the period ended December 31, 2008 to positive net cash flows of ThUS\$ 411,092 for the period ended December 31, 2009, because of share placements.

Investment activities generated a positive net flow of ThUS\$ 5,089 for the period ended December 31, 2009, compared with a positive net flow of ThUS\$ 288 in 2008.

## **5. Analysis of Market Risk**

As explained in the section Market Situation, the principal risk that the Company faces stems from the possibility of deteriorating demand for container transport, exacerbated by the excess supply of ships that still persists, and the resulting effects on revenue and financial results in general.

Oil prices rose consistently between January 2007 and July 2008. The price of WTI, although not the actual fuel used by the Company, increased from 50 USD/barrel to 145 USD/barrel during that period. From its peak in July 2008, the price of oil plummeted to between 45-50 USD/barrel at the end of the first quarter of 2009 and recently rose again to 80 USD/barrel. The principal risk surrounding oil stems from its enormous price volatility, demonstrated by these fluctuations. In an attempt to moderate volatility, CSAV has hedges, which have generated gains in previous years but generated significant losses in 2009 (see Derivate Contracts), which is the principal factor explaining the Company's non-operating losses (it should be noted that most losses occurred in the first quarter).

In relation to interest rate risks, the Company has mainly invested in bonds and secured loans from financial institutions at fixed interest rates.

Regarding exchange rate risks, most of the Company's operating revenues and expenses are in US dollars and, to a lesser extent, in Chilean pesos, Brazilian real and Euros, among other currencies. These currencies have been very volatile since the last quarter of 2008.

Assets and liabilities are generally expressed in United States dollars. However, the Company has assets and liabilities in other currencies, detailed in Note 23 Chilean and Foreign Currencies.

## REASONED ANALYSIS

Financial Indicators from the Individual Balance Sheet 12/31/2009

	As of:	Dec/09	Dec/08
Current Liquidity	= $\frac{\text{Current Assets}}{\text{Current Liabilities}}$	0.615	0.646
Acid Test	= $\frac{\text{Available Resources}}{\text{Current Liabilities}}$	0.085	0.115
Debt	= $\frac{\text{Short-term (+) Long-term Liabilities}}{\text{Shareholders' Equity}}$	1.301	0.634
	= $\frac{\text{Short-term Debt}}{\text{Total Debt}}$	0.900	0.865
	= $\frac{\text{Long-term Debt}}{\text{Total Debt}}$	0.100	0.135
Financial Expense Coverage	= $\frac{\text{Income Before Taxes and Interest}}{\text{Financial Expenses}}$	(151.038)	(2.213)
Net Return on Equity	= $\frac{\text{Net Income/(Loss)}}{\text{Average Shareholders' Equity}}$	(0.945)	(0.045)
Return on Assets	= $\frac{\text{Net Income/(Loss)}}{\text{Average Assets}}$	(0.494)	(0.028)
Return on Operating Assets	= $\frac{\text{Operating Income/Loss for the Period}}{\text{Average Operating Assets (1)}}$	(9.987)	(0.790)
Dividend Yield (in US\$ )	= $\frac{\text{Dividends Paid in Last 12 Months}}{\text{Market Value of Shares}}$	0.000	0.000
Earnings per Share (in US\$ )	= $\frac{\text{Net Income/(Loss)}}{\text{Number of Shares}}$	(44.645)	(5.018)
Market Value of Shares (in Ch\$)		370.18	415.00

( 1 ) Machinery and equipment, and other fixed assets are considered operating assets

<b>Total Assets</b> (US\$ million)	<b>As of:</b>	<b>Dec/09</b>	<b>Dec/08</b>
Current		425,525	291,914
Fixed		30,258	36,278
Other Assets		903,213	1,018,772
<b>Total Assets</b>		<b>1,358,996</b>	<b>1,346,964</b>

<b>Increases/Decreases</b>	<b>From January to:</b>	<b>Dec/09</b>	<b>Dec/08</b>
Fixed Assets			
Purchases		211	1,609
Sales		6,455	1,902
Investment in Subsidiaries			
Investments		0	650
Net Income/Loss		(344,640)	7,051
Thousands of paying tons carried		13,745	15,483

#### **Statement of Income**

(US\$ million)

Operating Revenues		
Line services	1,604,444	2,356,414
Special services	186,164	315,255
Other	10,195	11,882
Operating Costs		
Line services	(1,868,255)	(2,285,933)
Special services	(181,090)	(271,159)
Costs		
Administrative Costs	(125,081)	(167,617)
Financial Costs	(4,814)	(12,414)
Result		
Operating	(373,623)	(41,158)
Non-operating	(358,288)	1,274
EBITDA (2)	(724,989)	24,888
Income Tax	62,486	0,705
Net income (loss)	(668,863)	(38,617)

(2) Income before taxes, interest, depreciation, amortization and extraordinary items

## RELEVANT EVENTS

### 1.) Capital increase agreements

A) In an Extraordinary General Shareholders Meeting held January 30, 2009, shareholders agreed to the following:

a. To nullify the 80,098,707 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held April 25, 2008, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 206,559,229.48, divided into 769,518,252 single-series shares with no par value;

b. To subtract US\$ 44,846.73 from paid-in capital for share issue and placement expenses;

c. Increase capital from US\$ 206,514,382.75, divided into 769,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 406,514,382.75, divided into 1,128,353,401 single-series shares with no par value.

The Company will increase capital by US\$ 200,000,000 by issuing 358,835,149 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by January 30, 2012.

B) In an Extraordinary General Shareholders Meeting held August 18, 2009, shareholders agreed to the following:

a. Ratify each and every one of the agreements related to the Company's capital adopted by shareholders at the Extraordinary Shareholders' Meeting on January 30, 2009;

b. To nullify the 46,835,149 shares pending placement that were part of the capital increase approved in the Extraordinary General Shareholders' Meeting held January 30, 2009, thus leaving the Company's capital at the amount effectively subscribed and paid of US\$ 351,559,949.56, divided into 1,081,518,252 single-series shares with no par value;

c. To subtract US\$ 52,918.18 from paid-in capital for share issue and placement expenses so that the balance of this account is US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value;

d. Increase capital from US\$ 351,507,031.38, divided into 1,081,518,252 single-series shares with no par value, fully subscribed and paid, to US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value.

The Company will increase capital by US\$ 300,000,000 by issuing 530,091,529 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by August 18, 2012.

The share price will be Ch\$ 327 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations.

e. To eliminate the second transitory article as it is no longer in effect; and

f. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

C) In an Extraordinary General Shareholders' Meeting held December 18, 2009, shareholders agreed to the following:

- a. To leave record that no placement discount has been generated from the partial placement of shares made to date and charged to the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 and, therefore, no decision needs to be made with respect to deducting this placement discount;
- b. To maintain in full force the portion of the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 that is pending placement;
- c. To leave record that, in conformity with Official Form Letter 1,370 of 1998 and its amendments, the share issue and placement costs for the capital increase approved at the Extraordinary Shareholders' Meeting on August 18, 2009 may not be deducted from paid-in capital but instead should be deducted from the account "Premium on sale of own shares" that arose as a result of the capital increase;
- d. To increase capital from US\$ 651,507,031.38, divided into 1,611,609,781 single-series shares with no par value, of which US\$ 587,315,364.90 are fully subscribed and paid and the balance of US\$ 64,191,666.48 will be subscribed and paid by no later than August 18, 2012, to US\$ 1,011,507,031.38, divided into 1,929,995,861 single-series shares with no par value;

The Company will increase capital by US\$ 360,000,000 by issuing 318,386,080 shares. These shares can be issued and placed by the Board of Directors all at once or in groups, as decided by the Board itself. They must be issued, subscribed and paid by December 18, 2010;

The share price will be US\$ 1.1307027 per share. However, the Board of Directors is authorized by the shareholders to set the final price for this share placement, pursuant to paragraph 2, article 28 of the Corporate Regulations;

- e. To adopt the reforms to the Company's by-laws and any other agreements that are necessary or appropriate in order to carry out any of the decisions made by shareholders.

## 2.) Letter from CEO dated March 13, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency of the following Material Event that occurred today: Compañía Sudamericana de Vapores S.A. ("CSAV") has granted an exclusive mandate to HSH Corporate Finance GmbH ("HSH CF"), member of the HSH Norbank AG, Hamburg group – the bank with the largest assets and market share in the global shipping business – for advisory services and assistance in executing a new business plan which will allow the Company to better address the difficult conditions of the shipping market.

The fundamental tasks to be carried out with the assistance of HSH CF include: evaluating different services, their profitability and short and long-term prospects; evaluating the suitability of sale or disposal of the Company's non-essential assets; evaluating other assets and contract renegotiations, among other measures to help the Company significantly reduce costs.

Although there is no assurance that these efforts will produce the desired outcomes and be reflected in the Company's short-term results, if successful, these efforts together with the capital increase in progress and other measures put forth by the Company's Board of Directors and management would be a very important step towards resolving the profitability problems currently facing CSAV.

### 3.) Letter from CEO dated April 13, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), agreed to communicate the following as a Material Event: Conversations were held recently among various vessel leasing companies and banks that finance these vessels, with respect to a financing strengthening program for CSAV totaling approximately US\$ 750,000,000 (seven hundred fifty million US dollars).

If this program were approved, it would be carried out as follows:

- (a) With subscription and payment of approximately US\$ 130,000,000 (one hundred thirty million US dollars) that corresponds to the capital increase currently in process;
- (b) With a new capital increase that will occur after letter (a), of approximately US\$ 220,000,000 (two hundred twenty million US dollars); and
- (c) With a contribution from ship owners with charter party agreements with CSAV or its subsidiaries, equivalent to US\$ 400,000,000 (four hundred million US dollars), part of which will be capitalized.

Although these conversations are in advanced stages, no agreements have been signed and there is no guarantee they will be signed. Nevertheless, the Board of Directors agreed to communicate this matter as a Material Event, in an aim to provide maximum market transparency and considering the fact that the program has received positive verbal feedback from the ship owners and the banks that finance ship construction and purchases.

If the program is approved, we will inform you of the respective agreements and their contents in a timely manner.

CSAV is also currently in conversation with shipyards to review its ship construction contracts.

### 4.) Letter from CEO dated May 28, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), agreed to communicate the following as a Material Event:

With respect to the Material Events communicated March 13, 2009 and April 13, 2009, within the framework of the financial restructuring plan that CSAV is carrying out with its financial advisor HSH Corporate Finance GmbH, today an agreement was signed with the ship owners coordinated from the city of Hamburg (the “Contract”) with which CSAV and its subsidiaries have entered into charter party contracts that states, essentially, that CSAV, after having successfully completed both the capital increase for approximately US\$ 130,000,000 that is currently in process and whose right of refusal period begins May 29, 2009, as well as the subsequent capital increase for approximately US\$ 220,000,000 mentioned in the Material Event from April 13, 2009, will carry out a third capital increase of US\$ 360,000,000 at a price per share equal to the lesser between: i) US\$ 1.1307027 and, ii) double the placement price of the second capital increase, converted to US dollars at an exchange rate of Ch\$ 577.8 per US\$ . The ship owners that signed the agreement undertake to subscribe and pay for, at the stated price, the entire amount of the third capital increase that CSAV shareholders do not subscribe, up to the aforementioned limit of US\$ 360,000,000.

The agreement provides that CSAV shall pay US\$ 360,000,000 to the aforementioned ship owners, which partially corresponds to the leases agreed to in the charter party agreements that will have accrued as of the date of the third increase, and partially to the charters being paid in advance in conformity with these agreements.

5.) Letter from CEO dated June 3, 2009

As requested by the Superintendency in Ordinary Ruling No. 11,804 dated June 2, 2009, I hereby inform the Superintendency of the following Material Event regarding Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), pursuant to articles 9 and 10-2 of the Securities Market Law 18,045:

1. The agreement informed on May 28, 2009 was signed (hereinafter, the “Agreement”) by CSAV and close to 80 entities. For added clarity, a list of each of these entities is included as Appendix 1 to this letter.

2. Notwithstanding the Agreement, CSAV has effectively held conversations with four other ship owners that are at various degrees of development and it is not possible to determine what the result of these conversations will be.

3. To date, the final percentage that the ship owners with which CSAV signed the Agreement will obtain cannot be feasibly determined for the following reasons:

(a) As you know, and as we informed this Superintendency in our last communication on May 28, the Agreement establishes that CSAV will carry out three successive capital increases: the first for US\$ 130,000,000 whose right of first refusal period is in progress, the second for US\$ 220,000,000 once the first has been completed and the third for US\$ 360,000,000, in which the ship owners that entered the Agreement may participate.

(b) Given that the placement price of the second capital increase has not been established, it is impossible to determine what percentage of share capital the third capital increase will represent.

(c) With respect to these three capital increases, CSAV’s current shareholders will have the right of first refusal granted them by law. If all of the shareholders exercise their preferential right with respect to the third capital increase, the ship owners that are party to the Agreement will receive payments of US\$ 360,000,000, in conformity with their charter agreements, but will not subscribe any of the Company’s shares. If only a portion of the shareholders exercise their preferential right, the ship owners that signed the Agreement will only subscribe part of this capital increase.

We hope that this information helps to clarify the scope of the transaction informed on May 28, 2009.

APPENDIX 1

1. Vierundzwanzigste KG “NRS” Norddeutsche Reederei H. Schuldt GmbH & Co.
2. Vierzehnte KG “NRS” Norddeutsche Reederei H. Schulte GmbH & Co.
3. Beteiligungs-Kommanditgesellschaft “MS Northern Grandour” Schiffahrtsgesellschaft GmbH & Co.
4. Zweiundzwanzigste KG “NRS” Norddeutsche Reederei H. Schuldt GmbH & Co.
5. Dreiundzwanzigste KG “NRS” Norddeutsche Reederei H. Schuldt GmbH & Co.
6. Siebenundzwanzigste KG “NRS” Norddeutsche Reederei H. Schuldt GmbH & Co.
7. Achtundzwanzigste KG “NRS” Norddeutsche Reederei H. Schuldt GmbH & Co.
8. Beteiligungs-Kommanditgesellschaft “MS Pugwash” Schiffahrtsgesellschaft MbH & Co.
9. Beteiligungs-Kommanditgesellschaft “MS Pohang” Schiffahrtsgesellschaft mbH & Co.
10. Beteiligungs-Kommanditgesellschaft “MS Portugal” Schiffahrtsgesellschaft mbH & Co.
11. Hermann Buss GmbH & Co. MS “Jümme Trader”.
12. Helgoland Shipping & Trading Ltd. St. John’s and Hermann Buss GmbH & Co. KG MS “Helgoland Trader”.
13. Harald S Shipping Company Limited and MS “Harald 5” H+H Schepers Schiffahrtsgesellschaft mbH & Co. KG.
14. MS “Wieland” Reederei Tamke GmbH & Co. KG
15. Anke Maritime Company Limited, Monrovia.
16. MS “Thea 5” Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG.
17. Europa II Schiffsfonds GmbH & Co. KG.
18. Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG. MS “Louis 5”.
19. Rudolf Schepers Schiffahrtsgesellschaft mbH & Co. KG. MS “Katharina 5”
20. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
21. Capitalships “CS Katjana” GmbH & Co. KG.
22. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
23. MS “JPO Gemini” Schiffahrtsgesellschaft GmbH & Co. KG.
24. MS “Jula 5” H + H Schepers Reederei GmbH & Co. KG.



25. Blue Shipping & Trading Co. Ltd., St. John's, Antigua and Hermann Buss KG MS "Borkum Trader" GmbH & Co.
26. Europa I Schiffsfonds GmbH & Co. KG.
27. Hammonia Chartering and Ships GmbH & Co.KG.
28. Hammonia Chartering and Ships GmbH & Co.KG.
29. MS "ALENA" Schiffahrtsgesellschaft MbH & Co. KG.
30. MS "ADDA" Schiffahrtsgesellschaft MbH & Co. KG.
31. Limari Shipping Ltd., Majuro, Marshall Islands.
32. MS "ARIBA" Schiffahrtsgesellschaft MbH & Co. KG.
33. Longavi Shipping Ltd., Majuro, Marshall Islands.
34. MS "ANGUILA" Schiffahrtsgesellschaft MbH & Co. KG.
35. Chacabuco Shipping Ltd., Majuro, Marshall Islands.
36. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
37. Peter Dohle Schiffsbeteiligungs-KG (GmbH & Co.).
38. Peter Döhle Schiffsbeteiligungs-KG (GmbH & Co.).
39. MS "TABEA" Schiffahrtsgesellschaft MbH & Co. KG.
40. MS "TAMINA" Schiffahrtsgesellschaft MbH & Co. KG.
41. MS "TABEA" Schiffahrtsgesellschaft MbH & Co. KG.
42. MS "TESSA" Schiffahrtsgesellschaft MbH & Co. KG.
43. MS "HAMMONIA CALABRIA" Schiffahrtsgesellschaft MbH & Co. KG.
44. MS "HAMMONIA GRENADA" Schiffahrtsgesellschaft MbH & Co. KG.
45. MS "Elisabeth-S" GmbH & Co. KG.
46. MS "Jules Verne" GmbH & Co. KG (ehemals Sechszwanzigste RKS Shipping GmbH & Co. KG).
47. MS "Joseph Conrad" GmbH & Co. KG (ehemals Siebenundzwanzigste RKS Shipping GmbH & Co. KG).
48. MS "Mare Phoenicium" Schiffahrtsgesellschaft MbH & Co. KG.
49. MS "Mare Lycium" Schiffahrtsgesellschaft MbH & Co. KG.
50. Schiffahrts-Gesellschaft MS "Penelope" MbH -GmbH & Co.KG.
51. Westerland Shipping GmbH & Co. KG.
52. Seasure Shipping Ltd., Limassol, Cyprus.
53. Oyster Bay Shipping Enterprise Limited.
54. Oxbow Bay Shipping Enterprise Limited.
55. Kommanditgesellschaft MS "San Aurelio" Offen Reederei GmbH & Co.
56. Kommanditgesellschaft MS "San Alessio" Offen Reederei GmbH & Co.
57. Container-Schiffahrt GmbH & Co. MS "Frisia Helsinki" KG.
58. Container-Schiffahrt GmbH & Co. MS "Frisia Wismar" KG.
59. Container-Schiffahrt GmbH & Co. MS "Frisia Rostock" KG.
60. "Rio Cadiz" Schiffahrtsgesellschaft MbH & Co. KG.
61. "Rio Charleston" Schiffahrtsgesellschaft MM & Co. KG.
62. MS "Choapa Trader" Schiffahrts GmbH & Co. KG.
63. Cyperia Shipping Co. Ltd. and MS "Sonche Trader" Schiffahrts GmbH & Co. KG.
64. Lomito Shipping Co. Ltd. and MS "Amazonas Trader" Schiffahrts GmbH & Co. KG.
65. Zemio Shipping Co. Ltd. and MS "Vargas Trader" Schiffahrts GmbH & Co. KG.
66. Schiffahrts-Gesellschaft "Hansa Constitution" MbH & Co.KG.
67. Schiffahrts-Gesellschaft "Hansa Century" MbH & Co.KG.
68. Schulau Shipping Company Limited, Majuro, Marshall Islands.
69. SBT Wamow Shipping Company Limited, Majuro, Marshall Islands.
70. SBT Bille Shipping Company Limited, Majuro, Marshall Islands.
71. "Passat Breeze" Navigation GmbH & Co. KG.
72. Nordatlantic Marine Shipping Co. Ltd., Limassol, Cyprus and Schiffahrtsgesellschaft MS "Nordatlantic" MbH & Co. KG.
73. MS "Etha Rickmers" Schiffsbeteiligungsgesellschaft MbH & Co. KG.
74. MS "Christa Rickmers" Schiffsbeteiligungsgesellschaft MbH & Co. KG.
75. Second Koala Shipping Ltd., Monrovia, Liberia.
76. Gloria Shipping Company Limited, St. John's.
77. CH2 Audacia Schiffahrtsgesellschaft MbH & Co. KG.
78. Cape Mahon Shipping Company Ltd., Limassol, Cyprus.
79. Cape Mayor Shipping Company Ltd., Limassol, Cyprus.

6.) Letter from CEO dated August 18, 2009

Pursuant to articles 9 and 10-2 of the Securities Market Law 18,045, I hereby inform the Superintendency that on this date the Board of Directors of Compañía Sudamericana de Vapores S.A., (hereinafter “CSAV”), agreed to communicate the following as a Material Event:

Today, the Board of Directors of CSAV approved the restructuring and financing terms for the vessel construction program, detailed as follows:

1. CSAV has contracted construction of four 12,600 TEU vessels from shipyard Samsung Heavy Industries in South Korea. These vessels will cost approximately US\$ 161 million each, with a total cost of around US\$ 644 million. These vessels are to be delivered in 2010 and 2011.

The parties have agreed to modify and delay construction of the vessels contained in this contract. Instead of four 12,600 TEU vessels, five 8,000 TEU vessels will be constructed and delivered towards the middle of 2011 and the beginning of 2012 at a price of US\$ 125 million each, for a total cost of US\$ 625 million.

2. CSAV is currently working on the financing needed for these vessels, although no agreements have been signed. The Company has agreed on terms with a syndicate led by BNP Paribas for the five 8,000 TEU vessels and two 6,600 TEU vessels, which are outlined below:

a) The banks have agreed to finance 70% of the value of the five 8,000 TEU vessels at an interest rate of LIBOR plus 350 basis points, over a term of 12 years.

b) Regarding financing for the three 6,600 TEU vessels currently under construction at the shipyard CSBC Corporation in Taiwan, which will cost approximately US\$ 85.5 million each and are set to be delivered between April 2010 and April 2011, including an approximate seven-month delay already agreed upon with CSAV, the Company has reached an agreement with the banks to finance 70% of the value of the first two vessels at an interest rate of LIBOR plus 350 basis points, over a term of 10 years.

The banks have agreed to finance 65% of the value of the third 6,600 TEU vessel at an interest rate of LIBOR plus 350 basis points, over a term of 5 years.

7.) Letter from CEO dated December 18, 2009

Pursuant to article 147 of Law 18,046, second paragraph, letter b), we hereby inform you that, in a meeting on December 18, 2009, the Board of Directors authorized management to directly enter into contracts for services or products within the Company’s line of business with the following related parties. The amounts of these contracts for the month of January are indicated below:

Company	Value in US\$	Value in UF
Cía. de Petróleos de Chile Copec S.A.	30,720	732
Soc. Anónima Viña Santa Rita	28,848	687
Aserraderos Arauco S.A.	227,195	5,413
Molduras Trupan S.A.	72,750	1,733
Celulosa Arauco y Constitución S.A.	119,280	2,842
Paneles Arauco S.A.	113,190	2,697
Corpesca S.A.	70,500	1,680
Empresas Carozzi S.A.	242,503	5,777
Quimetal Industrial S.A.	51,100	1,217
Cía. Electrometalúrgica S.A.	124,000	2,954
Watt’s S.A.	12,000	286
Pesquera San José S.A.	25,050	597
Cristalerías de Chile S.A.	21,500	512
Celfin Capital*		

\*Currency purchases, as required. These are spot purchases for varying amounts. We will engage in transactions with Celfin as long as the exchange rate they offer does not exceed other quotes.

Company	Contract	Value in US\$
Southern Shipmanagement (Chile) Ltda.	Administrative Services	830
Norasia Container Lines Ltd	Advisory Services	1530
San Antonio Terminal Internacional S.A.	Port Services	
	Southern Cone	133,940
	Index	455,800
	South Andean	60,012
	New Americas	207,749
	Mediterranean	99,317
	Euroandes	383,759
	Autos Greater America	28,185
	Autos Nasa	15,763
	Reefer	52,281
San Vicente Terminal Internacional S.A.	Southern Cone	57,767
	Index	271,313
	South Andean	20,583
	New Americas	168,696
Iquique Terminal Internacional S.A.	Cenco Mty	506
	Index	298,843
	Mediterranean	14,666
	Autos Greater America	31,409
	Autos Nasa	33,553
	Cenco Mty	28,336
Antofagasta Terminal Internacional S.A.	Southern Cone	125,813
	Index	549,200
	Mediterranean	103,852
Southern Shipmanagement (Chile) Ltda	Adm. Vessels and Rental of P. Pack Equipment	269,837
Compañía Libra de Navegación -Brazil	Vessel, Space and Container Lease	5,259,688
Compañía Libra de Navegación -Uruguay	International Freight Services, Space Lease	7,790,915
CSAV Sudamericana de Vapores S.A-	International Freight Services, Space Lease	796,976
Compañía Chilena de Navegación Interoceánica S.A.	International Freight Services, Space Lease	855,730
SAAM. S.A.	Sale of Containers, Coasters, Real Estate Lease	649,566
Norasia Container Lines Ltd.	Vessel, Space and Container Lease, Administrative Services	8,379,104
CSAV Inversiones Navieras S.A.	Administrative Services	54,000
Antofagasta Terminal Internacional S.A.	Port Services	1,529,743
Iquique Terminal Internacional S.A.	Port Services	850,484
San Antonio Terminal Internacional S.A.	Port Services	1,817,329
San Vicente Terminal Internacional S.A.	Port Services	630,959
Tollo Shipping	Administrative Services	4,500
Odfjell Y Vapores S.A.	Administrative Services	9,000
Inversiones Plan Futuro S.A.	Administrative Services	450
Inversiones Nuevo Tiempo S.A.	Administrative Services	450
Corvina Shipping Co. S.A.	Administrative Services	5,400
Southern Shipmanagement (Chile) Ltda	Real Estate Lease, Commissions	
Cía de Petróleos de Chile Copec S.A.	Marine Fuel	1,467,478
Csav Sudamericana de Vapores S.A.	International Freight Services, Space Lease	340,977
Compañía Libra de Navegación -Brazil	International Freight Services, Space Lease	1,971,188
Compañía Libra de Navegación-Uruguay	International Freight Services, Space Lease	10,427,948
Compañía Chilena de Navegación Interoceánica S.A.	International Freight Services, Space Lease	3,203,514
Sudamericana Ag. Aéreas y Marítimas SA.	Agencying Services	2,694,467
Norasia Container Lines Ltd.	Space and Vessel Lease	2,750,524
CSAV Inversiones Navieras S.A.	Administrative Services	43,893

These transactions are for:

- Port services
- Administrative contracts and shipping services
- Equipment leases
- Vessel and space leases
- Real estate leases
- Container sales
- Administrative services
- Financial commissions
- Fuel and lubricant purchases

The Directors' Committee was put in charge of periodically reviewing the amounts of these contracts.





## **Summary Financial Statements Subsidiary Companies**

2009

As of December 31, 2009

With the exception of the Consolidated Financial Statements and their corresponding notes, the other information contained in this Annual Report has not been audited.



## Summary of General Balances of Subsidiaries

As of December 31, 2009 and 2008

	SUDAMERICANA, AGENCIAS AEREAS Y MARITIMAS S.A. AND SUBSIDIARIES (Chile)		EMPRESA DE TRANSPORTE SUDAMERICANA AUSTRAL LTDA. AND SUBSIDIARIES (Chile)		CSAV INVERSIONES NAVIERA S.A. AND SUBSIDIARIES (Chile)		ODFJELL Y VAPORES S.A. (Chile)		CORVINA SHIPPING CO. S.A. AND SUBSIDIARIES (Republic of Panama)	
	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$
<b>ASSETS</b>										
Current assets	133,272	108,590	1,787	11,033	83,800	63,907	14,092	13,936	229,696	230,343
Fixed assets	302,779	259,815	0	2,128	3,470	4,542	1,213	2,940	838	2,786
Other current asset	227,124	229,947	111	81	2,724	3,180	0	0	39,219	33,523
<b>Total assets</b>	<b>663,175</b>	<b>598,352</b>	<b>1,898</b>	<b>13,242</b>	<b>89,994</b>	<b>71,629</b>	<b>15,305</b>	<b>16,876</b>	<b>269,753</b>	<b>266,652</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>										
Current liabilities	60,792	53,096	2,967	14,482	67,862	50,580	1,926	2,381	9,290	12,100
Long-term liabilities	99,921	90,225	888	1,266	1,188	661	211	519	138	6,127
Minority interest	12,025	10,234	(608)	(851)	4,994	3,982	0	0	31	12
Capital and reserves	445,878	378,465	(1,597)	814	16,533	11,662	13,976	10,777	248,413	242,480
Net income (loss) for the year	44,559	66,332	248	(2,469)	(583)	4,744	(808)	3,199	11,881	5,933
Interim dividends										
<b>Total liabilities and shareholders' equity</b>	<b>663,175</b>	<b>598,352</b>	<b>1,898</b>	<b>13,242</b>	<b>89,994</b>	<b>71,629</b>	<b>15,305</b>	<b>16,876</b>	<b>269,753</b>	<b>266,652</b>

## Summary Results of Subsidiaries Companies

As of December 31, 2009 and 2008

<b>OPERATING INCOME</b>										
Operating revenues	277,615	311,981	682	1,071	104,893	150,197	7,433	10,375	39,821	69,041
Less: Operating expenses	(199,766)	(227,696)	(189)	(6,982)	(23,070)	(58,932)	(8,149)	(10,771)	(35,963)	(63,172)
Operating margin	77,849	84,285	493	(5,911)	81,823	91,265	(716)	(396)	3,858	5,869
Less: Sales and administration expenses	(37,335)	(38,047)	(73)	(83)	(66,935)	(73,241)	(339)	(395)	(1,241)	(2,858)
<b>Total operating income</b>	<b>40,514</b>	<b>46,238</b>	<b>420</b>	<b>(5,994)</b>	<b>14,888</b>	<b>18,024</b>	<b>(1,055)</b>	<b>(791)</b>	<b>2,617</b>	<b>3,011</b>
<b>NON-OPERATING INCOME</b>										
Non-operating income	28,892	46,251	928	93	1,424	2,130	49	4,517	9,642	5,398
Less: Non-operating expenses	(7,434)	(6,580)	(490)	(180)	(2,932)	(1,969)	(2)	(7)	(342)	(2,426)
Exchange differences	(1,406)	(5,254)	11	182	(3,994)	(2,081)	5	198	(8)	115
Price-level restatement	102	126	0	0	0	0	0	0	0	0
<b>Total non-operating income</b>	<b>20,154</b>	<b>34,543</b>	<b>449</b>	<b>95</b>	<b>(5,502)</b>	<b>(1,920)</b>	<b>52</b>	<b>4,708</b>	<b>9,292</b>	<b>3,087</b>
Income before income tax	60,668	80,781	869	(5,899)	9,386	16,104	(1,003)	3,917	11,909	6,098
Income tax	(12,942)	(9,597)	(442)	1,011	(6,155)	(5,798)	195	(718)	(18)	(79)
<b>Consolidated net income (less)</b>	<b>47,726</b>	<b>71,184</b>	<b>427</b>	<b>(4,888)</b>	<b>3,231</b>	<b>10,306</b>	<b>(808)</b>	<b>3,199</b>	<b>11,891</b>	<b>6,019</b>
Minority Interest	(3,167)	(4,852)	(179)	2,419	(3,814)	(5,562)	0	0	(10)	(86)
Amortization of negative goodwill	0	0	0	0	0	0	0	0	0	0
<b>Net income (loss) for the year</b>	<b>44,559</b>	<b>66,332</b>	<b>248</b>	<b>(2,469)</b>	<b>(583)</b>	<b>4,744</b>	<b>(808)</b>	<b>3,199</b>	<b>11,881</b>	<b>5,933</b>

TOLLO SHIPPING CO. S.A. AND SUBSIDIARIES (Republic of Panama)		CSAV AGENCY, LLC AND SUBSIDIARY (USA)		COMPAÑIA SUDAMERICANA DE VAPORES GMBH (Republic of Germany)		INVERSIONES PLAN FUTURO S.A. (Republic of Panama)		INVERSIONES NUEVO TIEMPO S.A. (Republic of Panama )		CSAV GROUP (CHINA) SHIPPING CO. LTD. (China)		NORGISTICS (CHINA) LTD. (China)	
2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MEUR	2008 MEUR	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MYUAN	2008 MYUAN	2009 MYUAN	2008 MYUAN
397,548	496,614	11,141	11,911	927	1,243	367	372	40	1	507,351	321,560	9,803	9,812
325,874	304,625	654	962	250	336	0	0	0	0	4,152	6,031	13	16
160,059	202,223	103	0	0	0	41,198	41,198	4,039	0	0	0	0	0
<b>883,481</b>	<b>1,003,462</b>	<b>11,898</b>	<b>12,873</b>	<b>1,177</b>	<b>1,579</b>	<b>41,565</b>	<b>41,570</b>	<b>4,079</b>	<b>1</b>	<b>511,503</b>	<b>327,591</b>	<b>9,816</b>	<b>9,828</b>
710,018	428,128	2,911	4,785	379	856	0	0	9,307	3,034	476,733	307,698	872	1,117
343,467	341,482	27	0	0	0	0	0	0	0	0	0	0	0
(5,109)	(401)	0	0	0	0	0	0	0	0	0	0	0	0
234,253	304,402	6,088	5,070	723	630	41,570	41,567	(3,033)	(368)	22,603	21,251	8,711	8,355
(399,148)	(70,149)	2,872	3,018	75	93	(5)	3	(2,195)	(2,665)	12,167	(1,358)	233	356
<b>883,481</b>	<b>1,003,462</b>	<b>11,898</b>	<b>12,873</b>	<b>1,177</b>	<b>1,579</b>	<b>41,565</b>	<b>41,570</b>	<b>4,079</b>	<b>1</b>	<b>511,503</b>	<b>327,591</b>	<b>9,816</b>	<b>9,828</b>
1,253,472	2,303,139	24,505	28,921	7,930	11,578	0	0	0	0	99,336	99,710	8,111	6,824
(1,453,385)	(2,332,918)	0	0	0	0	0	0	0	0	(20,302)	(30,286)	(6,968)	(5,433)
(199,913)	(29,779)	24,505	28,921	7,930	11,578	0	0	0	0	79,034	69,424	1,143	1,391
(90,136)	(126,962)	(21,435)	(25,980)	(7,827)	(11,461)	(5)	(5)	(6)	(5)	(60,994)	(70,298)	(858)	(700)
<b>(290,049)</b>	<b>(156,741)</b>	<b>3,070</b>	<b>2,941</b>	<b>103</b>	<b>117</b>	<b>(5)</b>	<b>(5)</b>	<b>(6)</b>	<b>(5)</b>	<b>18,040</b>	<b>(874)</b>	<b>285</b>	<b>691</b>
10,230	126,778	0	208	10	30	1	10	1	5	1,633	3,384	19	117
(123,937)	(27,413)	(114)	(121)	0	0	(1)	(2)	(2,189)	(2,665)	(606)	(411)	(13)	(16)
2,754	(9,817)	0	0	0	0	0	0	(1)	0	458	(3,435)	0	(358)
<b>(110,953)</b>	<b>89,548</b>	<b>(114)</b>	<b>87</b>	<b>10</b>	<b>30</b>	<b>0</b>	<b>8</b>	<b>(2,189)</b>	<b>(2,660)</b>	<b>1,485</b>	<b>(462)</b>	<b>6</b>	<b>(257)</b>
(401,002)	(67,193)	2,956	3,028	113	147	(5)	3	(2,195)	(2,665)	19,525	(1,336)	291	434
(2,113)	(3,676)	(84)	(10)	(38)	(54)	0	0	0	0	(4,648)	(22)	(58)	(78)
<b>(403,115)</b>	<b>(70,869)</b>	<b>2,872</b>	<b>3,018</b>	<b>75</b>	<b>93</b>	<b>(5)</b>	<b>3</b>	<b>(2,195)</b>	<b>(2,665)</b>	<b>14,877</b>	<b>(1,358)</b>	<b>233</b>	<b>356</b>
3,943	696	0	0	0	0	0	0	0	0	0	0	0	0
24	24	0	0	0	0	0	0	0	0	0	0	0	0
<b>(399,148)</b>	<b>(70,149)</b>	<b>2,872</b>	<b>3,018</b>	<b>75</b>	<b>93</b>	<b>(5)</b>	<b>3</b>	<b>(2,195)</b>	<b>(2,665)</b>	<b>14,877</b>	<b>(1,358)</b>	<b>233</b>	<b>356</b>



## Summarized Cash Flow of Subsidiaries Companies

As of December 31, 2009 and 2008

	SUDAMERICANA, AGENCIAS AEREAS Y MARITIMAS S.A. AND SUBSIDIARIES (Chile)		EMPRESA DE TRANSPORTE SUDAMERICANA AUSTRAL LTDA. AND SUBSIDIARIES (Chile)		CSAV INVERSIONES NAVIERA S.A. AND SUBSIDIARIES (Chile)		ODFJELL Y VAPORES S.A. (Chile)		CORVINA SHIPPING CO. S.A. AND SUBSIDIARIES (Republic of Panama)	
	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$
<b>NET CASH FLOW</b>										
Operating activities	46,436	45,021	(4,419)	(1,722)	8,267	14,348	626	6,149	(10,189)	(1,543)
Financing activities	(12,143)	(71,756)	1,107	0	(3,240)	(7,323)	0	0	(77)	(1,289)
Investment activities	(30,879)	(57,326)	(2,914)	(2)	(10,950)	(2,864)	0	0	6,415	4,091
<b>TOTAL CASH FLOW</b>	<b>3,414</b>	<b>(84,061)</b>	<b>(398)</b>	<b>(1,724)</b>	<b>(5,923)</b>	<b>4,161</b>	<b>626</b>	<b>6,149</b>	<b>(3,851)</b>	<b>1,259</b>
Inflation effect over cash and cash equivalents	2,272	(1,342)	0	0	0	375	0	0	0	0
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	<b>5,686</b>	<b>(85,403)</b>	<b>(398)</b>	<b>(1,724)</b>	<b>(5,923)</b>	<b>4,536</b>	<b>626</b>	<b>6,149</b>	<b>(3,851)</b>	<b>1,259</b>
Initial cash and cash equivalent	37,499	122,902	760	2,484	37,022	32,486	11,958	5,809	4,255	2,996
<b>CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD</b>	<b>43,185</b>	<b>37,499</b>	<b>362</b>	<b>760</b>	<b>31,099</b>	<b>37,022</b>	<b>12,584</b>	<b>11,958</b>	<b>404</b>	<b>4,255</b>

TOLLO SHIPPING CO. S.A. AND SUBSIDIARIES (Republic of Panama)		CSAV AGENCY, LLC AND SUBSIDIARIES (USA)		COMPAÑÍA SUDAMERICANA DE VAPORES GMBH (Republic of Germany)		INVERSIONES PLAN FUTURO S.A. (Republic of Panama)		INVERSIONES NUEVO TIEMPO S.A. (Republic of Panama)		CSAV GROUP (CHINA) SHIPPING CO. LTD. (China)		NORGISTIC (CHINA) LTD. (China)	
2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MEUR	2008 MEUR	2009 MUS\$	2008 MUS\$	2009 MUS\$	2008 MUS\$	2009 MYUAN	2008 MYUAN	2009 MYUAN	2008 MYUAN
119,145	(210,280)	2,384	3,699	(254)	654	(5)	(3)	39	(639)	(8,885)	(77,368)	(2,985)	(312)
41,574	31,053	(2,000)	(4,400)	0	0	0	0	0	0	0	(18,232)	0	(716)
(37,919)	(172,368)	(113)	(519)	(74)	(162)	0	0	0	0	(328)	(843)	9	5,473
<b>122,800</b>	<b>(351,595)</b>	<b>271</b>	<b>(1,220)</b>	<b>(328)</b>	<b>492</b>	<b>(5)</b>	<b>(3)</b>	<b>39</b>	<b>(639)</b>	<b>(9,213)</b>	<b>(96,443)</b>	<b>(2,976)</b>	<b>4,445</b>
0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>122,800</b>	<b>(351,595)</b>	<b>271</b>	<b>(1,220)</b>	<b>(328)</b>	<b>492</b>	<b>(5)</b>	<b>(3)</b>	<b>39</b>	<b>(639)</b>	<b>(9,213)</b>	<b>(96,443)</b>	<b>(2,976)</b>	<b>4,445</b>
25,504	377,099	7,844	9,064	950	458	87	90	1	640	19,921	116,364	6,318	1,873
<b>148,304</b>	<b>25,504</b>	<b>8,115</b>	<b>7,844</b>	<b>622</b>	<b>950</b>	<b>82</b>	<b>87</b>	<b>40</b>	<b>1</b>	<b>10,708</b>	<b>19,921</b>	<b>3,342</b>	<b>6,318</b>

## Statement of Liability

The undersigned in their capacity as Directors and General Manager of Compañía Sud Americana de Vapores S.A., with legal address at Plaza Sotomayor 50, Valparaiso, declare under oath that the information set forth in this 2009 Annual Report is a true statement of the facts, which has been duly established as per our business capacity, therefore, we assume due responsibility.

Jaime Claro Valdés	Chairman	Tax ID: 3.180.078-1
Arturo Claro Fernández	Vice president	Tax ID: 4.108.676-9
Luis Alvarez Marín	Director	Tax ID: 1.490.523-5
Joaquín Barros Fontaine	Director	Tax ID: 5.389.326-0
Juan Andrés Camus Camus	Director	Tax ID: 6.370.841-0
Patricio García Domínguez	Director	Tax ID: 3.309.849-9
Canio Corbo Lioi	Director	Tax ID: 3.712.353-6
Victor Pino Torche	Director	Tax ID: 3.351.979-6
Baltazar Sánchez Guzmán	Director	Tax ID: 6.060.760-5
Christoph Schiess Schmitz	Director	Tax ID: 6.371.875-0
Patricio Valdés Pérez	Director	Tax ID: 7.443.809-1
Juan Antonio Alvarez Avendaño	General Manager	Tax ID: 7.033.770-3



Cover: Off Iquique  
Year: 1920  
Artist: Thomas J. Somerscales