

Press Release First Half 2004



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Income Statements

(Millions US\$)

Six months ended
June 04 June 03

Total Sales	3,906	1,668
Cost of sales	-2,211	-1,291
Gross Profit	1,695	377
Administrative and selling expenses	-90	-93
OPERATING INCOME	1,605	284
Non-operating income and expenses(*)	-65	-82
INCOME BEFORE TAXES(*)	1,540	202
Sales of copper (thousand mft)	1,159	863.0
Own copper	985	687
Third parties copper	174	176
Copper price (c/lb)		
LME	125.3	75.0

(*) without Law 13,196 export tax

Income Statements

(Millions US\$)

	1 ^o Quarter 2004	2 ^o Quarter 2004
Total Sales	1,859	2,047
Cost of sales	-1,045	-1,166
Gross Profit	814	881
Administrative and selling expenses	-50	-40
OPERATING INCOME	764	841
Non-operating income and expense	-130	65
INCOME BEFORE TAXES	634	906
Sales of copper (thousand mft)		
Own copper	465	694
Third parties copper	98	76
Copper price (c/lb)		
LME	124.2	126.5

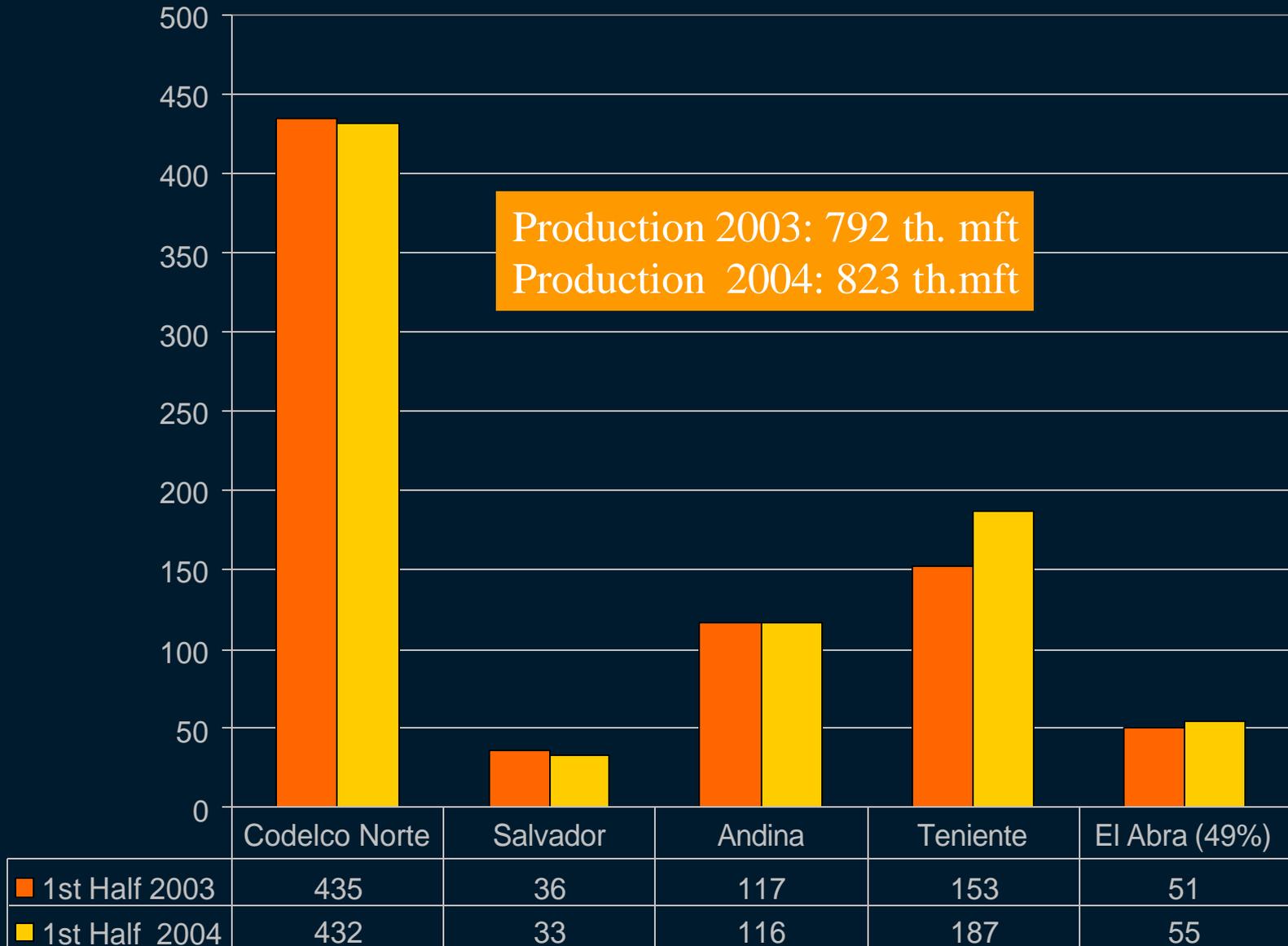
Income Before Taxes Distributions

(miles de US\$)

	Six months ended	
	June 04	June 03
Reserve law tax (13,196)	275	113
Income tax	743	55
Net profit	522	34
Total	1,540	202

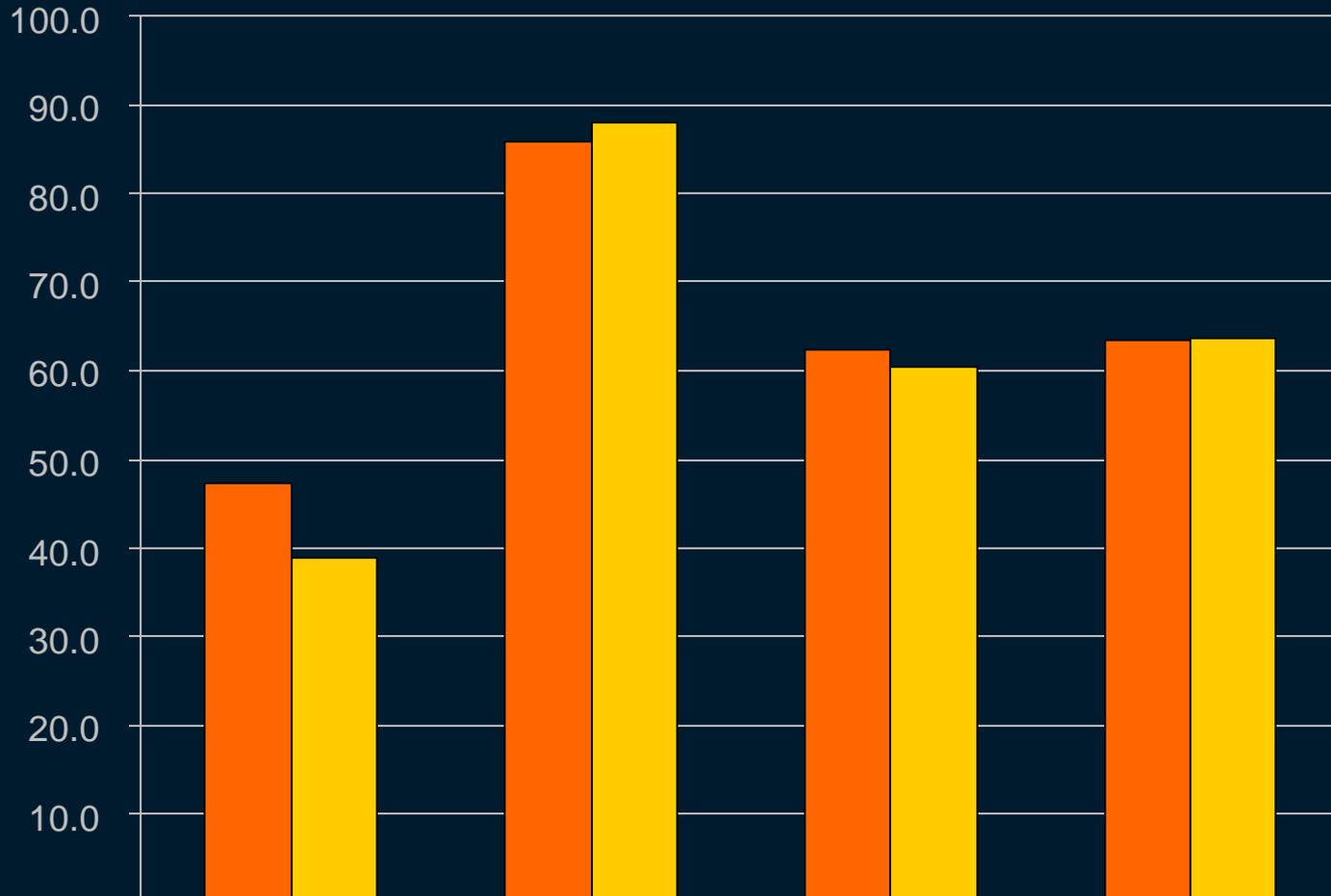
Production

Thousand metric fine tons



Net Cathode Cost

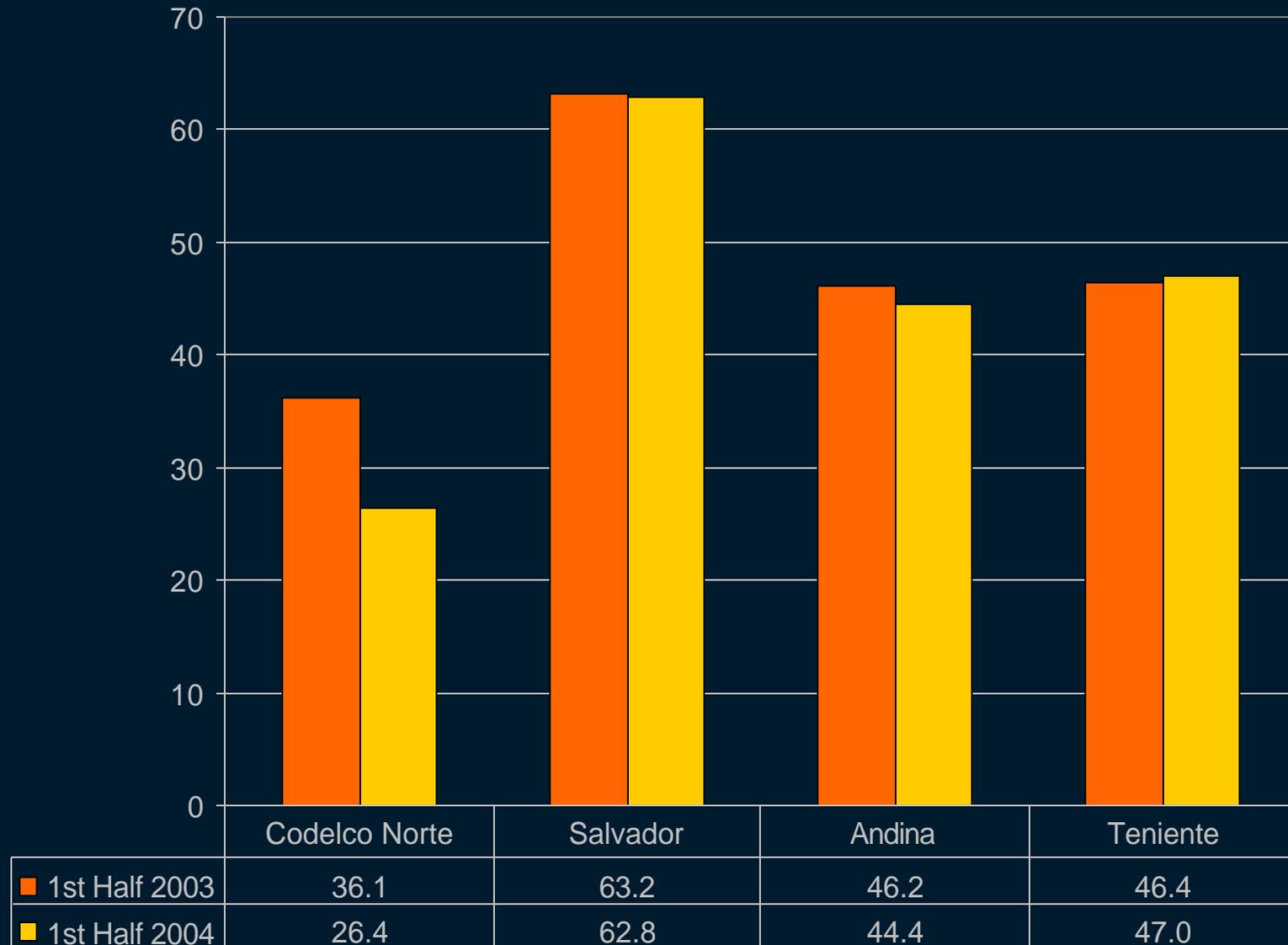
(cents per pound)



	Codelco Norte	Salvador	Andina	Teniente
1st Half 2003	47.3	85.8	62.5	63.4
1st Half 2004	38.9	88.0	60.4	63.6

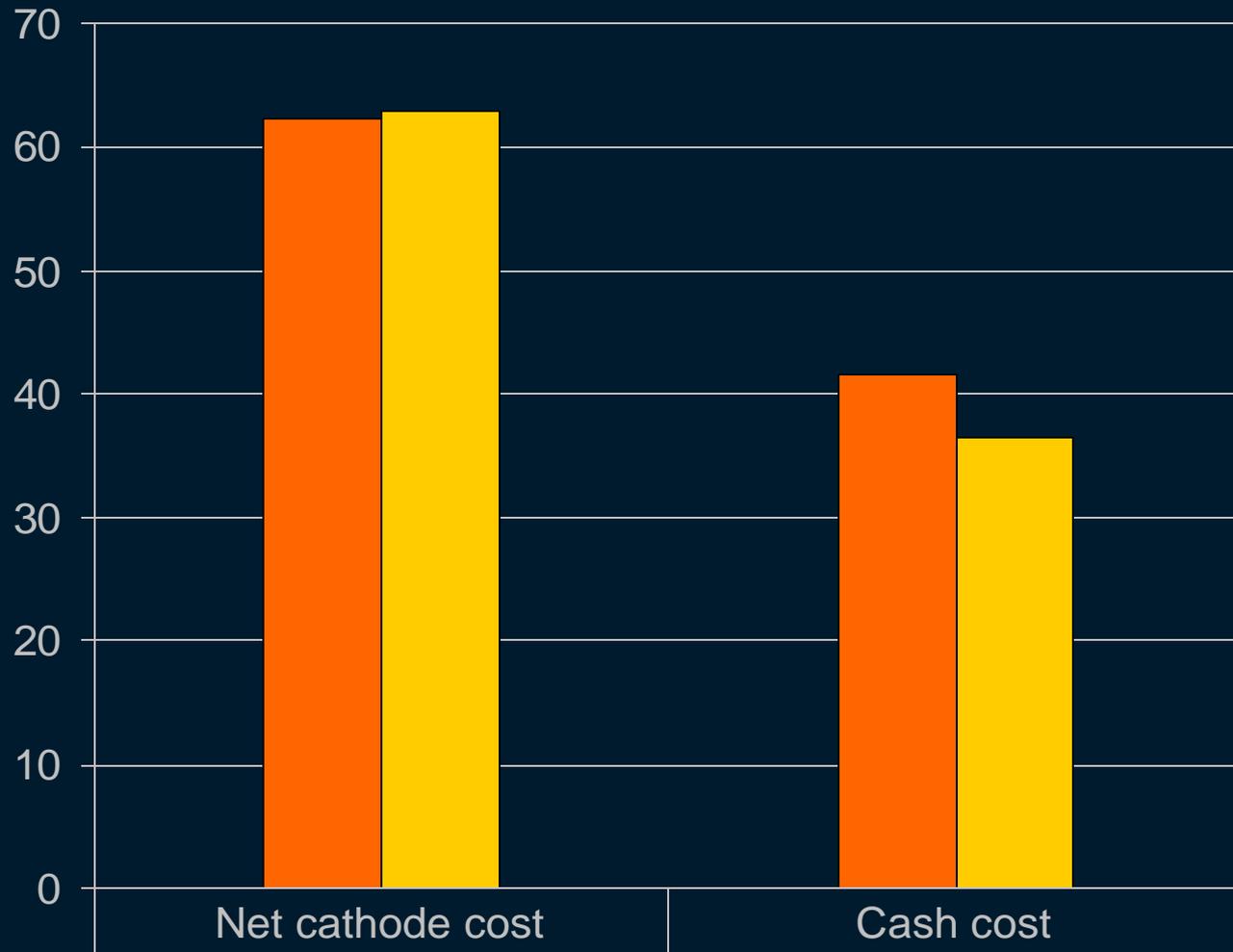
Cash Cost

(cents per pound)



Corporate Costs

(cents per pound)

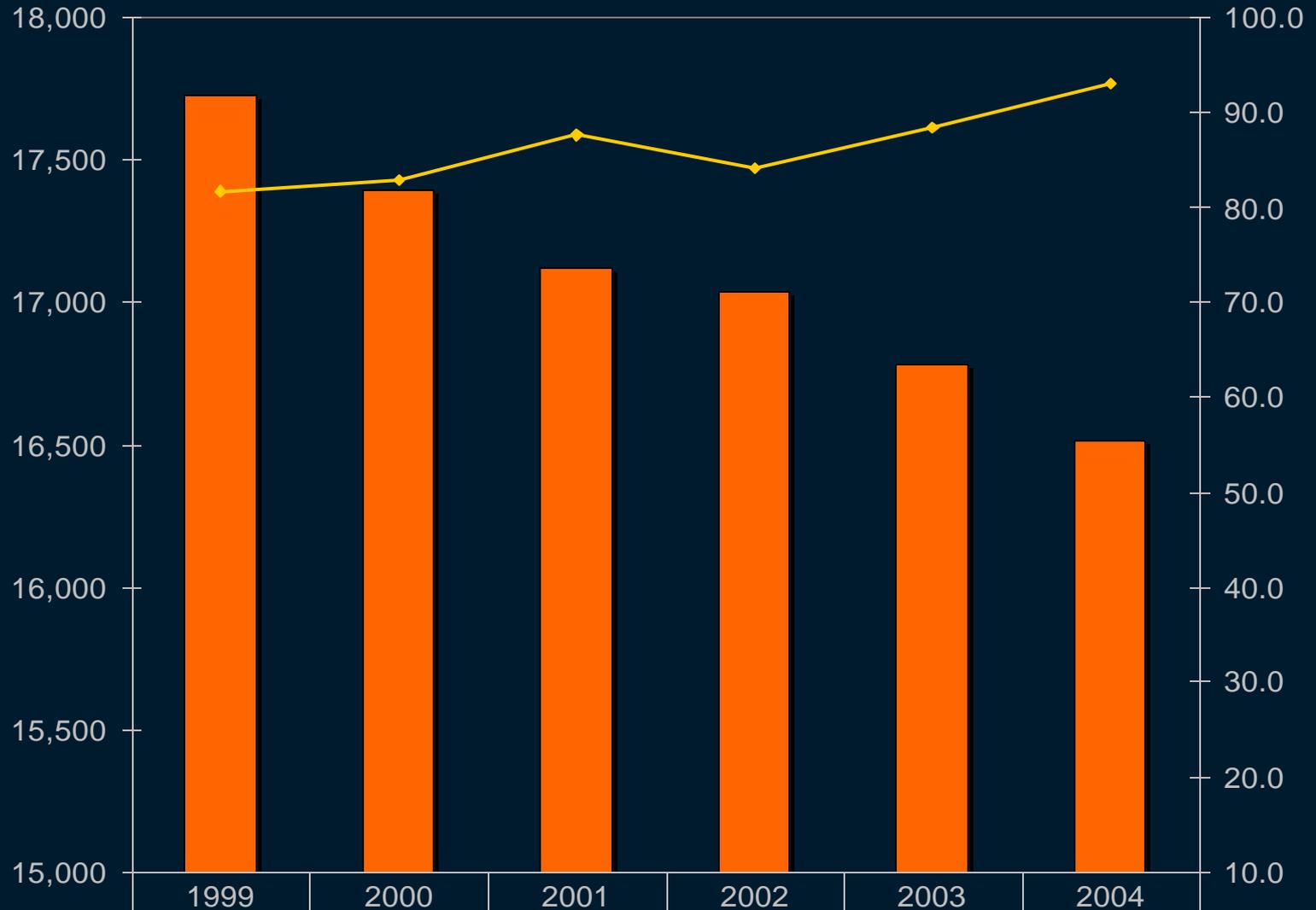


1st Half 2003	62.3	41.5
1st Half 2004	62.9	36.6

Productivity Six Months Ended June

workers

(tons per worker)



workers	17,728	17,393	17,124	17,034	16,785	16,517
productivity	81.7	82.8	87.7	84.1	88.3	93.0

Investements by Divisions

(millions US\$)

Six months ended

June 04

June 03

Codelco Norte	165	194
Salvador	32	37
Andina	33	11
Teniente	169	175
Others	34	30
Total	433	447

Financial Statements

(in US\$ million)	Six months ended	
	June 04	June 03
Copper Production (th. mft)	768	741
Cash Cost (US c/lb)	36.6	41.5
Avg. LME Copper price (US c/lb)	125.3	75.0
Total Sales	3,906	1,668
Gross Profit	1,695	377
Gross margin	43.4%	22.6%
EBITDA	1,856	511
EBITDA margin	47.5%	30.6%
Interest Expense net	65	46
Total Financial Debt	2,796	2,190
Total Equity	2,940	2,777
EBITDA/Interest Expense Net	28.6	11.1

Consolidated Balance Sheet -Assets

(millions US\$)

	Six months ended	
	June 04	June 03
Current assets	1,858	1,322
Cash and time deposits	286	56
Trade receivables	547	257
Other receivables	102	98
Inventories (net)	788	597
Taxes recoverable	73	270
Deferred taxes	44	32
Other	18	13
Property plant and equipment	5,319	4,979
Other assets	1,066	722
Investments in related and other co	494	288
Long term receivables	213	174
Other	359	259
Total Assets	8,243	7,023

Consolidated Balance Sheet - Liabilities and Equity

(millions US\$)

	Six months ended	
	June 04	Jun-03
Current liabilities	1,107	1,239
Short term debt due to banks	196	591
Current portion of long-term debt	203	201
Current portion of bonds payable	15	8
Accounts, notes and other payable	408	233
Provisions and withholdings	279	199
Others	6	7
Long term liabilities	4,194	3,007
Due to banks	900	500
Bonds payable	1,422	905
Accounts, notes and other payable	139	66
Provisions	684	549
Deferred income taxes	1,043	984
Other	6	3
Minority interest	2	1
Equity	2,940	2,777
Liabilities and equity	8,243	7,024