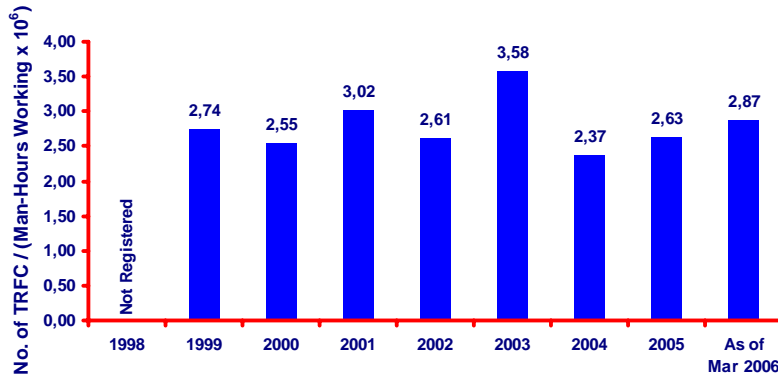


Total Recordable Case Frequency (TRCF) Transredes S.A. and Contractors



The Total Recordable Case Frequency (TRCF) is calculated as the total number of accidents including lost time incidents (LTI), medical treatment cases (MTC), restricted work cases (RWC) and fatalities (FAT), per million working hours of employees and contractors.

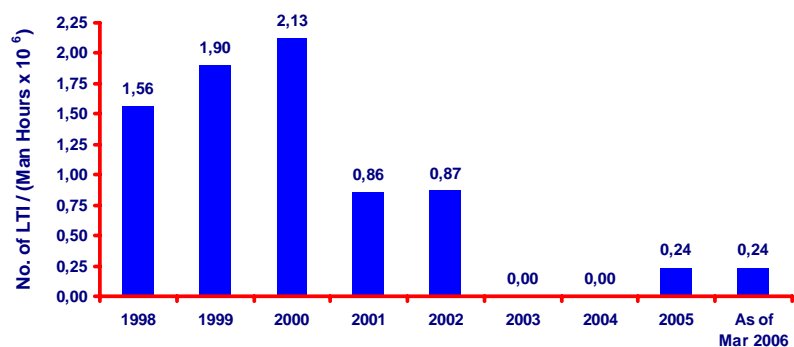
As of March 2006; one MTC and two RWC were reported involving Transredes and contractors. Transredes' TRCF reached 2.87 during 2006 1st quarter, still below the average

for the industry (3.05), as reported by the International Association of Oil & Gas Producers (www.ogp.org.uk).

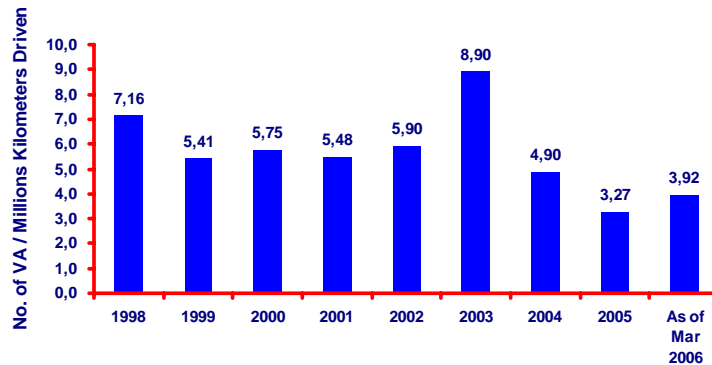
Lost Time Injuries Frequency (LTIF) Transredes S.A. and Contractors

Lost Time Injuries Frequency (LTIF) is calculated as the total number of incidents with lost time (LTI) per million working hours of employees and contractors.

As of March 2006 Transredes and contractors registered a Lost Time Injury Frequency of 0.24, significantly below the 2005 industry average (0.97) as reported by the International Association of Oil & Gas Producers (www.ogp.org.uk).



Vehicle Accidents Frequency (VAF) Transredes S.A. and Contractors



The Vehicle Accidents Frequency (VAF) is calculated as the total number of motor vehicle accidents per million kilometers driven by employees and contractors. This Index includes all Vehicle Accidents irrespective of the amount of resulting damage.

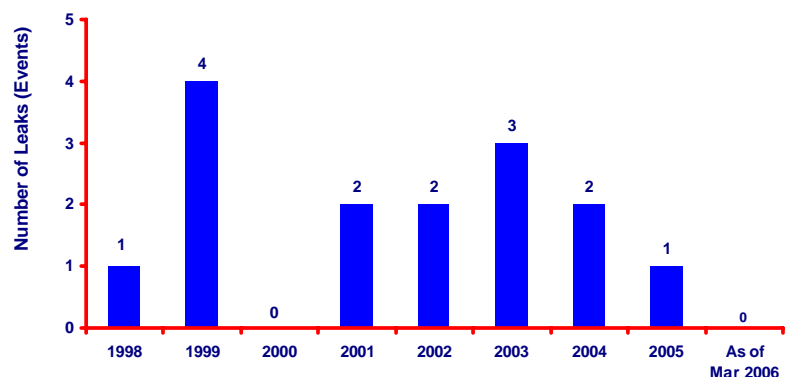
The 2006 1st quarter Vehicle Accident Frequency reached 3.92. This number is different in comparison with the reported in 2005 due some minor vehicle accidents. Actually we are reinforcing the necessity to decrease the VAF with the

application of the defensive driving program, the implementation of safety measures in vehicles (monitoring system and special protection devices), day light driving only, trip planning procedures, medical check ups and zero alcohol and drugs allowance.

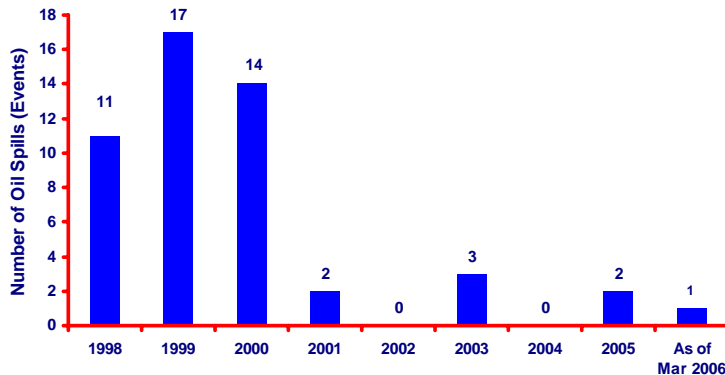
Gas Leaks (Greater than 100.000 Cubic Feet)

Gas leaks are calculated as the total number of gas leaks per year greater than 100,000 cubic feet, which corresponds to the "M1" class according to ASME classification.

As of march 2006, no gas leaks to report greater than 100.000 cubic feet. In order to prevent leaks, Transredes S.A. continuously implements preventive maintenance programs (burying and line replacement), smart pigging, risk management, corrosion prevention, theft prevention, community / social training and cathodic protection. The average volume corresponding to gas leaks registered during 2005 is 5.04 MMcf, significantly lower than the industry average (17 MMcf) as reported by the American Oil Pipeline Organization (www.aopl.org) for gas transportation companies in USA during 2004.



Oil Spills (greater/equal to 12.5 barrels)



Oil Spills are calculated as the total number of events per year greater than 12.5 barrels.

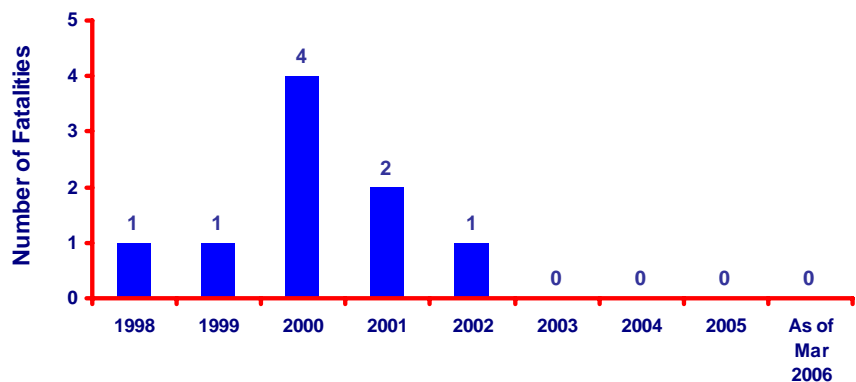
During 2006 1st quarter we reported one oil spill greater than 12.5 barrels to report. The industry average volume of oil spills registered during 2004 was 45.75 barrels, as reported by the International Association of Oil & Gas Producers (www.ogp.org.uk). Theft and third party damage to pipelines were the main causes of oil spills in the past. The number of oil spills decreased significantly due to the successful implementation of preventive maintenance programs (burying and line replacement),

smart pigging inspections, risk management, corrosion prevention, social community training, line patrolling and theft prevention.

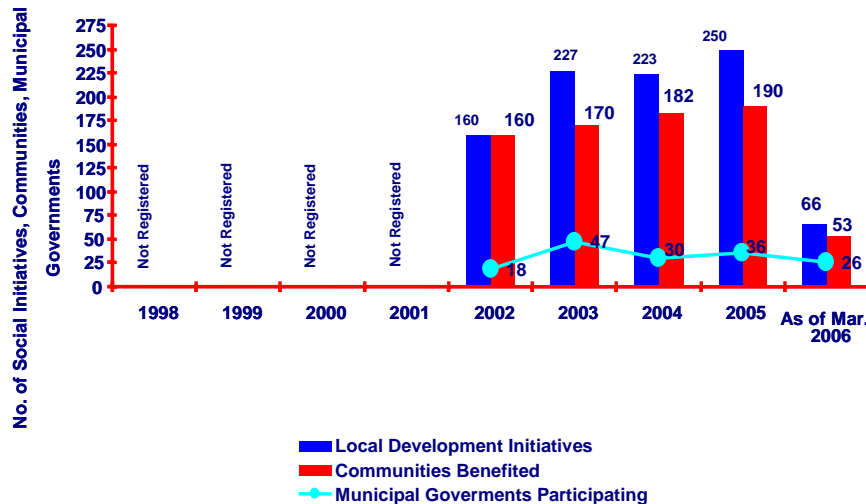
Number of Fatalities Transredes S.A. and Contractors

The figures shows Fatalities related to occupational accidents involving Transredes and Contractors activities.

As of March 2006 no fatalities related to work or involving Transredes and contractors to report. The reduction incidence since 2002 is due to the effective implementation of risk management systems and the commitment to protect and preserve the human life of all the employees and contractors (TIS- Intrinsically Safe Worker Program).



Support to Local Development Initiatives



These projects are implemented jointly with local communities, local authorities and other local institutions (e.g. municipalities and NGOs).

As of 2005, Transredes continued providing support to neighboring communities and institutions. Under our good neighbor policy, requests for assistance are received, analyzed and prioritized on the basis of certain criteria that include: basic needs, sustainability, local participation, community benefits and proximity to Transredes' installations. The majority of initiatives focus on the areas of education, training,

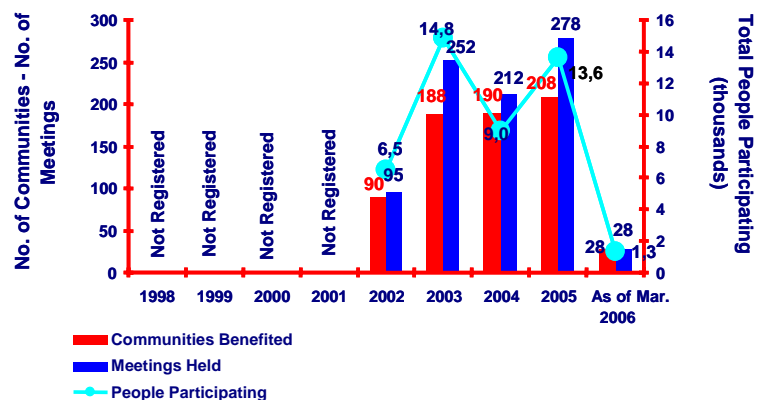
health, production and environment.

Safety Education and General Information Program

The aim of the program is to provide information to the public about the company and its pipeline system, looking to prevent situations which could threaten human life or the environment.

During these educational meetings, basic Health, Safety, Environment & Social information about the pipeline system is provided (characteristics of hydrocarbons transported, what to do in case a problem or event occurs close to the pipelines, etc.) along with information about the care that has to be taken when close to the pipelines as well as other topics of mutual interest.

This program started in 2002 and prioritizes meetings based on: new communities (communities where a meeting has not been held before) and communities which need a refresher meeting for operational reasons (new construction projects, special maintenance programs, etc.).



PERFORMANCE INDICATORS - SAFETY

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004	2005	A Marzo 2006 (*)
Total Recordable Case Frequency (TRCF) (1)	Total number of accidents per million working hours of employees and contractors	-	-	2.74	2.55	3.02	2.61	3.58	2.37	2.63	2.87
Lost Time Incidents Frequency (LTIF) (1)	Number of incidents with lost time (LTI) per million working hours of employees and contractors.	-	1.56	1.90	2.13	0.86	0.87	0	0	0.24	0.24
Absentee Rate due to Illness (2)	Percentage	-	-	-	-	-	-	0.25%	0.15%	0.14%	0.15%
TROIF(3)	Occupational Illnes per million working hours	-	-	-	-	-	-	-	3.61	1.08	1.06
Fatalities (4)	Number of events	0	1	1	4	2	1	0	0	0	0
Vehicle Accidents Frequency (VAF) (1)	Total number of motor vehicle accidents per million kilometers driven by employees and contractors.	-	7.16	5.41	5.75	5.48	5.90	8.90	4.90	3.27	3.92

(1) Transredes and Contractors, 12 month moving average.

(2) Number of absentee days due to non-occupational related illness divided by total working days.

(3) Total Recordable Occupational Illness Frequency, only Transredes employees.

(4) Fatalities related to occupational incidents, Transredes and Contractors.

PERFORMANCE INDICATORS – ENVIRONMENTAL PERFORMANCE

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004	2005	A Marzo 2006 (*)
Gas leaks	Total number of gas leaks greater than 100,000 cubic feet.	-	1	4	0	2	2	3	2	1	0
Oil spills	Number of events greater or equal to 12,5 barrels	-	11	17	14	2	0	3	0	2	1
Energy Use	Kilowatt-Hour (1 KW - Hour = 3,6 million Joules)	-	-	-	-	-	-	-	-	5,736,797	1706.707
Use of Natural Resources: Water (1)	Cubic meters (m3)	-	-	-	-	-	-	-	-	59.110	73.538
Admonitions due to Environmental Regulation Infringement (2)	Number of admonitions	0	0	0	1	4	0	0	0	0	0
Fines due to Environmental Regulation Infringement (2)	Number of fines	0	0	0	0	2	0	0	0	0	0
Lubricants											
- Purchased	Barrels (1 Barrel = 205 Liters)	-	-	-	-	-	-	-	-	924	230
- In Storage or Use	Barrels (1 Barrel = 205 Liters)	-	-	-	-	-	-	-	-	601	161
Waste											
Sanitary	Kilograms	-	-	-	-	-	-	-	-	82.591	12.996
Industrial	Kilograms	-	-	-	-	-	-	-	-	3.750	205
Recycling	Kilograms	-	-	-	-	-	-	-	-	6.000	756
Specials	Kilograms	-	-	-	-	-	-	-	-	131.651	27.213
Incineration	Kilograms	-	-	-	-	-	-	-	-	23.627	3.516
Biodegradable	Kilograms	-	-	-	-	-	-	-	-	230	14
Emissions (3)											
CO2	Tones equivalent	-	-	-	-	-	-	-	-	82.987	21.553
NOX	Tones equivalent	-	-	-	-	-	-	-	-	2.269	596
N2O	Tones equivalent	-	-	-	-	-	-	-	-	7	2
SO2	Tones equivalent	-	-	-	-	-	-	-	-	0	0
CO	Tones equivalent	-	-	-	-	-	-	-	-	287	75
CH4	Tones equivalent	-	-	-	-	-	-	-	-	26.519	515
VOC	Tones equivalent	-	-	-	-	-	-	-	-	6.690	665

(1) Estimated, since not all stations have water measurement systems.

(2) Admonitions and fines received during 2001 were related to the Desaguadero spill, caused by floods in the year 2000. One of the fines is being recalculated and the second is still following the impugnation process.

(3) Estimated theoretically.

PERFORMANCE INDICATORS – SOCIAL PERFORMANCE

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004	2005	A Marzo 2006 (*)
Support to Local Development Initiatives (1)											
Support to Local Development Initiatives	Number of initiatives	-	-	-	-	-	160	227	223	250	66
Communities Benefited	Number of communities	-	-	-	-	-	160	170	182	190	53
Municipal Governments Participating	Number of municipal governments	-	-	-	-	-	18	47	30	36	26
Safety Education and General Information Program (2)											
Meetings Held	Number of meetings	-	-	-	-	-	95	252	212	278	28
Communities Benefited	Number of communities	-	-	-	-	-	90	188	190	208	28
People Participating	Number of people participating (thousands)	-	-	-	-	-	6.5	14.8	9.0	13.6	1277.0
Requests and Complaints											
Requests Received	Number of requests	-	-	-	-	-	379	525	589	702	163
Complaints Received	Number of complaints	-	-	-	-	-	23	20	15	22	1

(1) These projects are implemented jointly with local communities, local authorities and other local institutions (e.g. municipalities and NGOs).

(2) Aimed at populations close to the pipelines.