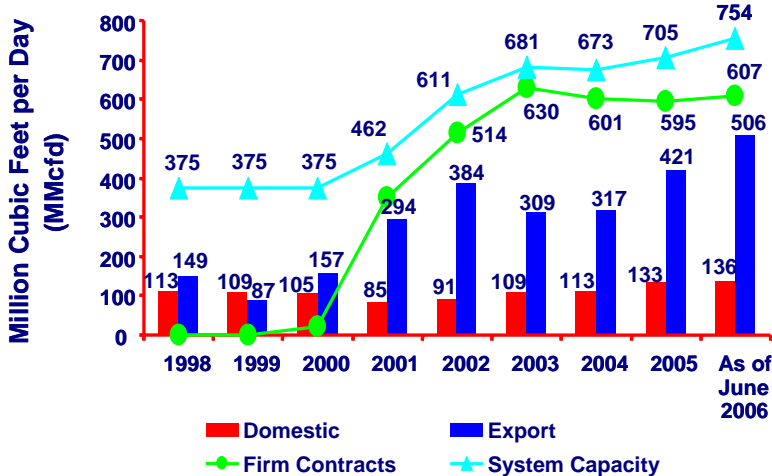


Natural Gas Transported Volumes



Figures shown represent volumes of natural gas transported for both the domestic and export markets.

Average transported volumes as of June 2006 reached 642 MMscfd, significantly above previous year averages. Export volumes increased by 25%, on a quarter to quarter basis, boosted by growth in exports to Brazil. Exports to Argentina have remained steady.

Transported volumes to the internal market during the second quarter of 2006 increased by 7%, following power demand growth due to higher thermal dispatch combined with NGV and industrial consumption growth. This trend in demand has been continuous since 2000-

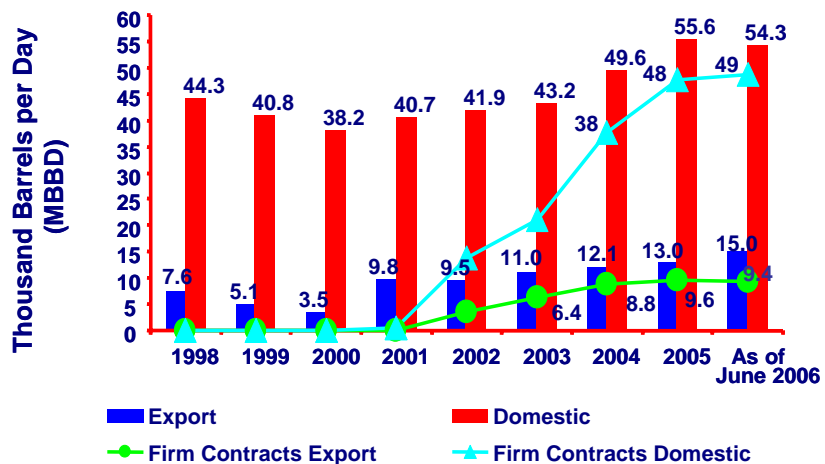
2001. A total of 51,507 vehicles have been converted to NGV as of May 2006, a 16% increase with respect to December 2005. A substantial fraction of the converted vehicles are located in markets where Transredes S.A. is contributing to the promotion of NGV, allowing for a larger penetration of this conveniently priced fuel and for the reduction of more expensive and contaminant liquid fuels.

The second phase of the Gasoducto al Altiplano (GAA) expansion, received Board approval in November 2005 and has been entering into service gradually: starting in May with the Rio Grande – Taruma Loop, in July with the Samaipata and Chillijchi Stations and the 30 kms of Pongo – Kohani Loop, and in August the remaining 10kms of the Pongo – Kohani Loop. This second expansion of the GAA will ensure the security of supply for incremental demand to the Cochabamba, Oruro, El Alto and La Paz markets.

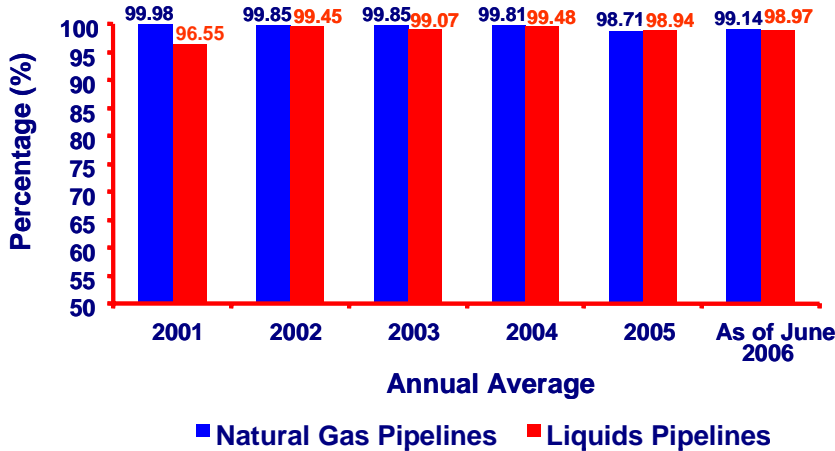
Liquids Transported Volumes

Figures shown represent volumes of liquids transported for both the domestic and export markets.

As a consequence of the events at “El Salao” in OSSA -1 and “Los Monos” in GVT (due to the rupture of the recollection pipeline at la Vertiente Plant), the volumes of liquids transported diminished as of June 2006. Once the transport restrictions are normalized, it is expected that transported volumes will recover its upward trend.



System Availability



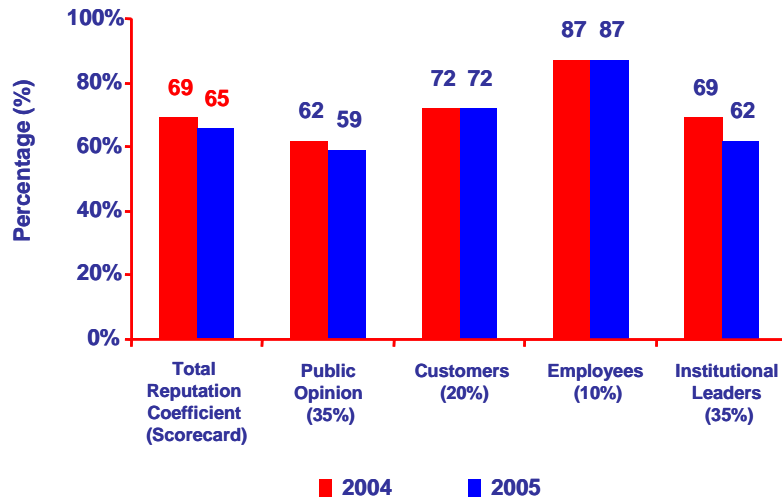
System availability is obtained by subtracting the down-time hours in which a station or pipeline is not available for regular operation from the total number of hours in a particular month. The result is multiplied by the specific weight of the pipeline, which is calculated by adding each pipeline's weighted importance as a result of their significance in the total system capacity. Percentages shown represent the average availability of the Transredes' pipeline system to provide service to its customers.

Availability of the gas and liquids systems is maintained at high levels of continuity to illustrate the success of Transredes' maintenance and operations program.

Reputation Scorecard Transredes S.A., as of Dec. 2005

Transredes' Reputation Quotient (RQ), is based on six dimensions: financial performance, products & services, vision & leadership, workplace environment, emotional appeal and social responsibility, as measured by the methodology of the "Reputation Institute". These dimensions are measured through surveys and interviews with key stakeholders, including employees, customers, and institutional leaders. The RQ is calculated by adding together the individual responses for 20 attributes. The surveys were carried out in the cities of Santa Cruz, La Paz, Oruro, Tarija, Sucre and Cochabamba.

The "Reputation Institute" measured the corporate reputation of over 600 companies in 5 countries since 1999. Of these, energy companies are among the lowest rated of all industries.



Transredes' RQ score for 2005 demonstrates that the external factors strongly conditioned the reputational performance of the company. A closer interpretation of the data shows that, even though the score decreased with respect to 2004, the company's reputation was able to resist the changing and stormy external climate.

Attributes Considered in the survey

Financial performance: Outperforms Competitors, Record of Profitability, Low Risk Investment, Growth Prospects.

Service: High Quality, Innovative, Value for Money, Stands Behind.

Vision and leadership: Market Opportunities, Excellent Leadership, Clear Vision for the Future.

Workplace environment: Rewards Employees Fairly, Good Place to Work, Good Employees.

Emotional appeal: Feel Good About, Admire and Respect, Trust.

Social responsibility: *Supports Good Causes Environmental Responsibility, Community Responsibility.*

PERFORMANCE INDICATORS – LABOR PERFORMANCE INDICATORS (*)

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004
Workforce (1)	Number of employees	328	391	460	503	439	405	412	401
Average Turnover (1)	Percentage	-	4.6%	13.3%	23.7%	11.2%	6.4%	9.7%	8%
New Personnel (1)	Number of employees	58	63	87	104	55	13	28	34
Union Affiliation (1)	Percentage	23.8%	20.7%	20.4%	21.3%	23.5%	25.2%	24.5%	25.4%
Average Training Hours (1)	Average hours per employee	-	-	86	110	137	161	147	157
Breakdown of Workforce (1) - Male/Female									
Percentage of Men	Percentage	89.6%	87.0%	86.7%	86.3%	85.4%	85.7%	86.2%	86.1%
Percentage of Women	Percentage	10.4%	13.0%	13.3%	13.7%	14.6%	14.3%	13.8%	13.9%
Breakdown of Workforce (1) - Place of Birth									
Percentage Bolivian	Percentage	98.5%	95.4%	94.6%	95.0%	95.4%	96.3%	96.1%	96.8%
Percentage Foreign	Percentage	1.5%	4.6%	5.4%	5.0%	4.6%	3.7%	3.9%	3.2%
<i>Number of Employees from Santa Cruz</i>	<i>Number of employees</i>	88	106	129	144	144	136	141	151
<i>Number of Employees from Cochabamba</i>	<i>Number of employees</i>	77	84	98	111	87	81	81	77
<i>Number of Employees from Chuquisaca</i>	<i>Number of employees</i>	70	74	85	91	76	67	67	68
<i>Number of Employees from La Paz</i>	<i>Number of employees</i>	44	61	67	70	55	50	51	46
<i>Number of Employees from Oruro</i>	<i>Number of employees</i>	15	16	20	25	28	29	29	22
<i>Number of Employees from Tarija</i>	<i>Number of employees</i>	21	23	26	25	20	19	18	15
<i>Number of Employees from Potosí</i>	<i>Number of employees</i>	6	7	8	10	7	7	8	8
<i>Number of Employees from Beni</i>	<i>Number of employees</i>	2	2	2	2	2	1	1	1
<i>Number of Employees from Latin America</i>	<i>Number of employees</i>	0	3	6	7	5	3	6	5
<i>Number of Employees from Europe</i>	<i>Number of employees</i>	2	6	10	7	9	8	7	5
<i>Number of Employees from North America</i>	<i>Number of employees</i>	3	9	9	11	6	4	3	3
Breakdown of Executive Management (1) - Male/Female									
Percentage of Men - Vicepresidents	Percentage	100%	100%	100%	100%	100%	100%	100%	100%
Percentage of Women - Vicepresidents	Percentage	0%	0%	0%	0%	0%	0%	0%	0%
Percentage of Men - Senior Managers	Percentage	87%	88%	89%	87%	89%	87%	86%	85%
Percentage of Women - Senior Managers	Percentage	13%	12%	11%	13%	11%	13%	14%	15%

(*) Due to an improvement of our information system, data will not be available until the third quarter of 2006.

(1) Until 2001 includes permanent and temporary workers. Starting 2002 only permanent workers.

PERFORMANCE INDICATORS – OPERATING PERFORMANCE

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004	2005	As of June 2006
Natural Gas Transported											
Domestic Market	Million cubic feet per day	107	113	109	105	85	91	109	113	133	136
Export Market	Million cubic feet per day	164	149	87	157	294	384	309	317	421	506
Firm Contracts - Natural Gas	Million cubic feet per day	0	0	0	21	348	514	630	601	595	607
Capacity - Natural Gas Pipelines	Million cubic feet per day	375	375	375	375	462	611	681	673	705	754
Liquids Transported											
Domestic Market	Thousand barrels per day	44	44	41	38	41	42	43	50	56	15
Export Market	Thousand barrels per day	3.4	7.6	5.1	3.5	9.8	9.5	11.0	12.1	13.0	54.3
Firm Contracts - Liquids Domestic	Thousand barrels per day	0	0	0	0	1	14	21	38	48	49
Firm Contracts - Liquids Export	Thousand barrels per day	0	0	0	0	0	3.5	6.4	8.8	9.6	9.4
System Availability											
Average System Availability - Natural Gas (2)	Percentage	-	-	-	-	99.98%	99.85%	99.85%	99.81%	98.71%	99.14%
Average System Availability - Liquids (2)	Percentage	-	-	-	-	96.55%	99.45%	99.07%	99.48%	98.94%	98.97%

PERFORMANCE INDICATORS – REPUTATION

INDICATOR	UNITS	1997	1998	1999	2000	2001	2002	2003	2004	2005
Reputation Scorecard - Total	Percentage	-	-	-	-	-	-	61%	69%	65%
Public Opinion (35%)	Percentage	-	-	-	-	-	-	59%	62%	59%
Institutional Leaders (35%)	Percentage	-	-	-	-	-	-	55%	69%	62%
Customers (20%)	Percentage	-	-	-	-	-	-	64%	72%	72%
Employees (10%)	Percentage	-	-	-	-	-	-	86%	87%	87%