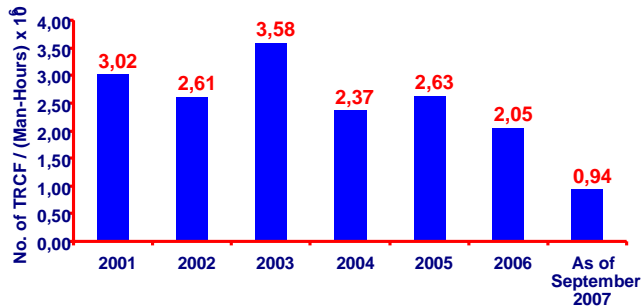


### Total Recordable Case Frequency (TRCF) Transredes S.A. and Contractors



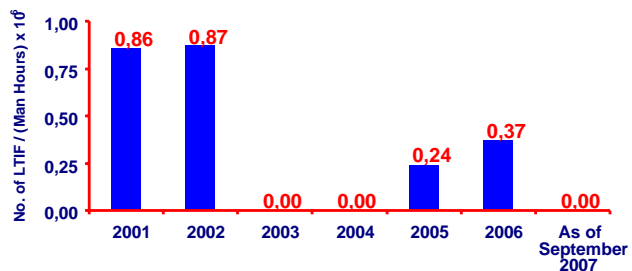
The Total Recordable Case Frequency (TRCF) is calculated as the total number of accidents including Lost Time Incidents (LTI), Medical Treatment Cases (MTC), Restricted Work Cases (RWC) and fatalities (FAT), per million working hours of employees and contractors.

In the third quarter (Q3) 2007 four recordable cases were reported involving Transredes and Contractors. Transredes TRCF reached 0.94 as of September 2007, still below the average for the industry (3.05), as reported by the International Association of Oil & Gas Producers ([www.ogp.org.uk](http://www.ogp.org.uk)).

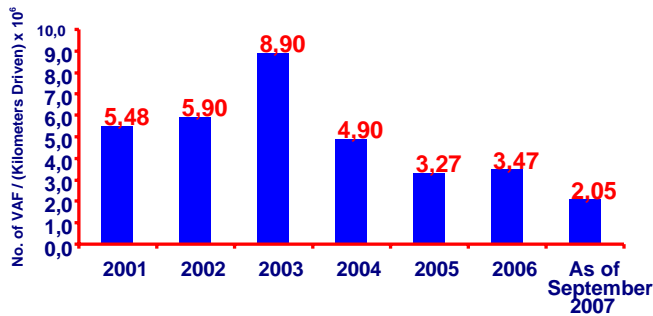
### Lost Time Injuries Frequency (LTIF) Transredes S.A. and Contractors

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 September 2007, Transredes and contractors registered a Lost Time Injury Frequency of 0. As reported by International Association of Oil & Gas Producers ([www.ogp.org.uk](http://www.ogp.org.uk)), the average for the industry in 2006 was 0.37.



## 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.

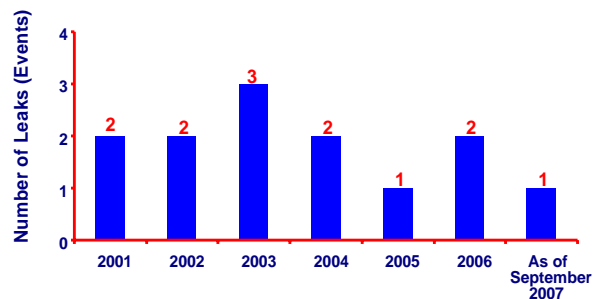
The vehicle accident frequency in Q3 reached 2.05. Transredes is committed to reduce accidents even more through a continuous implementation of the internal defensive driving training program, the additional safety measures in vehicles (monitoring system and special safety

devices), enforcement of day light driving only, trip planning procedures, TIS training, medical check ups and zero alcohol and prohibited drugs tolerance.

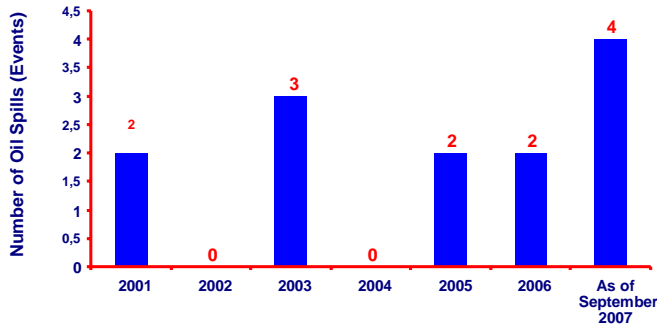
## Gas Leaks (Greater than 100,000 Cubic Feet)

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.

Zero gas leaks greater than 100.000 cubic feet to report for Q3 in Transredes & Contractors operations. In order to prevent leaks, Transredes continuously implements preventive maintenance programs (burying and line replacement), smart pigging, comprehensive risk management, community / social training on safety and theft prevention.



### 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.*

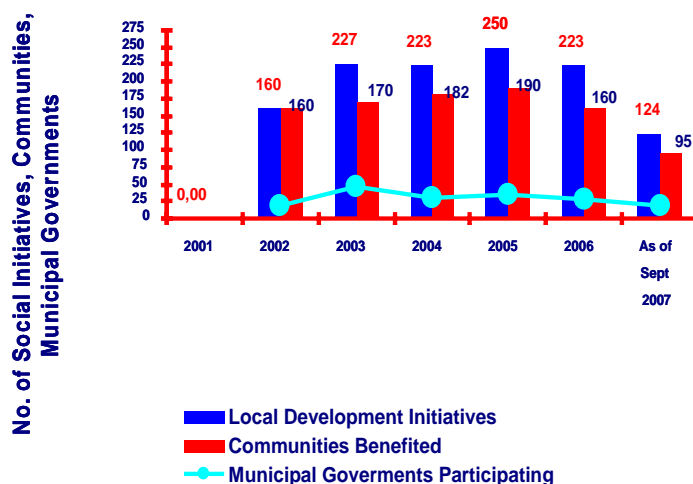
One oil spill greater than 12.5 barrels to report during Q3 2007. The unusual strong and persistent rains were the main cause of the spills previously reported. Transredes continues implementing preventive maintenance programs (burying and line replacement), smart pigging inspections, risk management, corrosion prevention, social community training, line patrolling and theft prevention to prevent oil spills.

### Fatalities

During Q3 2007 there have been no fatalities to report involving employees, contractors or third parties. In 2006, we regret having registered one third-party fatality as a result of a vehicle accident involving one of our vehicles.

### Social

#### Support to Local Development Initiatives Program



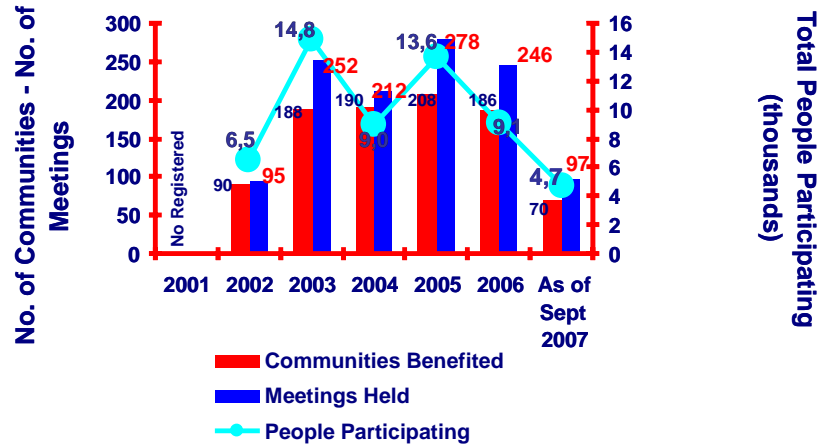
*These local development initiatives are implemented together with the community members, local authorities and other local institutions municipal governments and NGOs.*

As of the Q3 2007, 124 initiatives were supported benefiting 95 communities, in coordination with 18 municipal governments mainly related to education infrastructure, potable water systems and sports. We have continued to strengthen our relationships with neighbouring communities and their municipal governments, working together on topics of mutual interest and benefit, according to the support criteria defined in our good neighbour policy. These local development initiatives are implemented together with the communities, their respective municipal governments, local NGOs and other civil society groups.

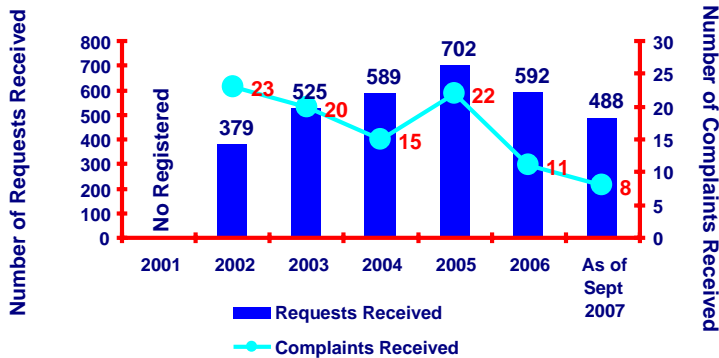
## Safety Education and General Information Program for Neighboring Communities

The purpose of this program is to inform the local population and local authorities on the company's activities in relation to the operation of the pipelines, their maintenance and what should be done in the event of any problems; in this way we seek to avoid situations which could put lives or the environment at risk.

During Q3 2007, the implementation of safety talks prioritized communities in the area of influence of the pipeline expansion projects (Project GAA phase III, GVT and GCC). As of June 2007, 97 meetings have been held in which 4679 persons from 70 communities attended.



## Attention to Requests and Complaints and other Communications



The objective of this program is to ensure that all the requests and complaints received from neighbouring communities, get a coherent and timely response.

All received requests are attended in line with our procedures and internal criteria to ensure fair and coherent treatment. The criteria used includes **vicinity, basic necessities, sustainability, local participation and communal benefit**, respecting and valuing the functions and responsibilities of the other stakeholders involved in sustainable

development (for eg: municipal governments, central government, NGOs, grassroots organizations, etc.).

The complaints are attended in coordination with the corresponding internal departments, in order to take the appropriate measures and attend or correct the problem, when applicable (sometimes complaints are not related to the activities of the company).

As of September 2007, 488 requests and 8 complaints were received.

During Q3 the number of requests increased, mainly due to the expansion projects.

**Environmental Performance Indicator**

INDICATOR	UNITS	2005	2006	As of Sept. 2007
Energy Use (P)	Kilowatt-Hour (1 KW - Hour = 3,6 million Joules)	5,736,797	6,606,249	4,858,935
Use of Natural Resources: Water (1)(P)	Cubic meters (m3)	59,110	46,498	33,580
Admonitions due to Environmental Regulation Infringement	Number of admonitions	0	0	0
Fines due to Environmental Regulation Infringement	Number of fines	0	0	0
<b>Lubricants</b>				
- Purchased	Barrels (1 Barrel = 205 Liters)	924	1,113	825
- In Storage or Use	Barrels (1 Barrel = 205 Liters)	601	980	1,245
<b>Waste (P)</b>				
Biodegradable	Kilograms	82.591	73,571	61,327
Specials	Kilograms	3.750	1,632	1,209
Incineration	Kilograms	6.000	6,294	4,982
Industrial	Kilograms	131.651	100,738	61,352
Recycling	Kilograms	23.627	46,297	14,985
Sanitary	Kilograms	230	265	485
<b>Emissions (2)(3)</b>				
CO2	Tones equivalent	82,987	109,150	98,285
NOX	Tones equivalent	2,269	3.019	2,719
N2O	Tones equivalent	7	9	8
SO2	Tones equivalent	0	0	0
CO	Tones equivalent	287	381	343
CH4	Tones equivalent	1,642	1.723	1,185
VOC	Tones equivalent	351	339	194

(\*) Cumulative for the year, unless stated otherwise.

(P) Preliminary Information.

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

(2) Estimated theoretically.

(3) This values have been corrected due to the difference in the conversion of m3 to tones equivalent of gas volumes transported.