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QUIÑENCO S.A. ANNOUNCES CONSOLIDATED RESULTS FOR THE THIRD QUARTER OF 2006

(Santiago, Chile, October 30, 2006) Quiñenco S.A. (NYSE:LQ), a leading Chilean business conglomerate, announced today its consolidated financial results in Chilean GAAP, for the third quarter ended September 30, 2006.

Consolidated financial results are presented in accordance with Chilean GAAP. All figures are presented in constant Chilean pesos and have been adjusted to reflect the effects of inflation (3.8% year-over-year). Figures in US$ have been converted from Chilean pesos (Ch$) at the observed exchange rate on September 30, 2006 (Ch$537.03 = US$1.00) and are only provided for the reader's convenience.

3Q 2006 HIGHLIGHTS

- **Consolidated sales rose by 59.4% in 3Q 2006 to Ch$162,842 million (US$303.2 million), mainly attributable to a 69.0% growth in Madeco's revenues.**
- **Operating income jumped by 98.2% to Ch$15,226 million (US$28.4 million), mainly attributable to Madeco's operations, which benefited from higher sales volumes and average prices due to the abrupt increase in copper prices.**
- **Results from equity method investments reflected continued earnings growth of CCU and Banco de Chile. Income from these investments increased by 10.8% to Ch$18,007 million (US$33.5 million).**
- **Non-operating income reached Ch$3,049 million (US$5.7 million) compared to Ch$849 million (US$1.6 million) in 3Q 2005.**
- **3Q 2006 net income amounted to Ch$11,266 million (US$21.0 million) in 3Q 2006, an increase of 112.7% from the Ch$5,296 million (US$9.9 million) reported in 3Q 2005 as a consequence of the improvement in operating and non-operating results.**
- **YTD net earnings amounted to Ch$43,177 million (US$80.4 million), down by 6.6% from the Ch$46,211 million (US$86.0 million) reported for the nine months ended September 30, 2005, which included non-recurring gains on the sale of Quiñenco's investment in Almacenes Paris.**
- **Earnings per share amounted to Ch$10.43 (US$0.02) and earnings per ADR to Ch$104.34 (US$0.19) for the third quarter of 2006.**

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Net Income Contribution

Sector / Company	Quiñenco's ownership % at 9/30/2006	3Q 2005 MCh$	2Q 2006 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	YTD 2005 MCh$	YTD 2006 MCh$
Financial Services:							
Banco de Chile (1)(3)	52.2%	13,602	16,601	**15,020**	28.0	42,896	45,182
Food & Beverage:							
CCU (4)	33.1%	2,650	1,092	**2,987**	5.6	9,245	11,024
Telecommunications:							
Telsur (1)	73.7%	1,547	1,480	**1,575**	2.9	4,360	4,637
Entel (2)	5.7%	985	(20)	**(19)**	-	3,084	1,329
Manufacturing:							
Madeco (1)	46.1%	845	6,232	**3,432**	6.4	5,366	12,838
Other operating companies (5)		(2,419)	(2,514)	**(1,267)**	(2.4)	(4,817)	(4,983)
Total operating companies		17,210	22,871	**21,728**	40.5	60,134	70,027
Quiñenco & holding companies		(11,914)	(6,317)	**(10,462)**	(19.5)	(13,923)	(26,850)
Total		5,296	16,554	**11,266**	21.0	46,211	43,177

The figures provided in the above table correspond to Quiñenco's proportionate share of each company's net income (loss).

(1) Operating company in which Quiñenco has direct or indirect control.
(2) Operating company in which Quiñenco holds a minority interest. As of 3/31/2006 Quiñenco's investment in Entel is accounted for using the cost method and dividends received are included with Quiñenco and holding companies.
(3) Ownership % in the above table corresponds to voting rights in Banco de Chile.
(4) Operating company which is controlled jointly between Quiñenco and Heineken Int´l (through a shareholders' agreement).
(5) Other operating companies include results from Hoteles Carrera, Habitaria and Indalsa.

Net Income – 3Q 2006

Quiñenco reported net income for the third quarter of 2006, which amounted to Ch$11,266 million (US$21.0 million), up by 112.7% from the Ch$5,296 million (US$9.9 million) reported in the third quarter of 2005. The increase in quarterly net income was attributable to both the good performance of operating companies as well as a reduction in expenses at the Quiñenco corporate level. Worth mentioning is that Quiñenco's investment in Entel is now being accounted for under the cost method and income from Entel, principally dividends, are now included with results of Quiñenco and holding companies.

The net income contribution from operating companies reached Ch$21,728 million (US$40.5 million), up by 26.3% compared to the same quarter in 2005. The increase was attributable to higher results from all of Quiñenco main operating companies, particularly Madeco.

Earnings per ordinary share amounted to Ch$10.43 (US$0.02) and earnings per ADR, Ch$104.34 (US$0.19).

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Consolidated Income Statement Breakdown

	3Q 2005 MCh$	2Q 2006 MCh$	3Q 2006 MCh$	3Q 2006 MUS$	YTD 2005 MCh$	YTD 2006 MCh$
Revenues						
Madeco	87,797	157,683	**148,371**	276.3	284,048	427,878
Telsur	14,010	13,949	**14,269**	26.6	41,869	42,160
Quiñenco & holding	325	242	**202**	0.3	1,462	752
Total	**102,132**	**171,874**	**162,842**	**303.2**	**327,379**	**470,790**
Operating income (loss)						
Madeco	6,978	21,405	**14,835**	27.6	22,506	46,030
Telsur	3,459	2,964	**3,033**	5.6	9,901	9,162
Quiñenco & holding	(2,653)	(2,374)	**(2,642)**	(4.8)	(7,860)	(7,414)
Total	**7,684**	**21,995**	**15,226**	**28.4**	**24,547**	**47,778**
Non-operating income (loss)						
Interest income	581	1,245	**827**	1.5	2,048	3,348
Share of net income/loss from related co:						
Banco de Chile	13,602	16,601	**15,020**	28.0	42,896	45,182
CCU	2,650	1,092	**2,987**	5.5	9,245	11,024
Entel	985	(20)	**(19)**	-	3,084	1,329
Other equity investments	46	215	**328**	0.6	205	525
Other non-op income	796	3,553	**204**	0.4	27,271	4,279
Amortization of GW expense	(5,387)	(6,276)	**(5,433)**	(10.1)	(16,680)	(17,101)
Interest expense	(8,138)	(8,112)	**(6,609)**	(12.3)	(23,006)	(21,891)
Other non-op expenses	(3,294)	(3,190)	**(2,094)**	(3.9)	(8,671)	(7,064)
Price-level restatement	(913)	(914)	**(1,348)**	(2.5)	(2,177)	(1,544)
Foreign exchange gains & losses	(79)	(546)	**(814)**	(1.5)	1,269	89
Total	**849**	**3,648**	**3,049**	**5.7**	**35,484**	**18,176**
Income Tax	(1,699)	(1,031)	**(2,228)**	(4.1)	(7,661)	(5,724)
Extraordinary items	-	-	**-**	-	-	-
Minority Interest	(1,842)	(8,428)	**(5,135)**	(9.6)	(7,557)	(18,170)
Amortization of negative GW	304	370	**354**	0.6	1,398	1,117
Net income (loss)	**5,296**	**16,554**	**11,266**	**21.0**	**46,211**	**43,177**

Revenues – 3Q 2006

Consolidated revenues for the third quarter of 2006 were Ch$162,842 million (US$303.2 million), up by 59.4% from the Ch$102,132 million (US$190.2 million) reported in the third quarter of 2005, explained by a 69.0% increase in Madeco's sales as a result of higher average prices associated with the increase in copper prices and a 2.2% increase in consolidated sales volumes. Consolidated sales can be broken down as follows: Madeco (91.1%), Telefónica del Sur (8.8%) and others (0.1%).

Operating Income - 3Q 2006

Operating income for the third quarter of 2006 was Ch$15,226 million (US$28.4 million), up by 98.2% from the Ch$7,684 million (US$14.3 million) reported in the third quarter of 2005. The sharp rise in consolidated operating income was attributable to Madeco's operations, which benefited from an increase in sales volumes and prices transfers to customers of higher copper prices.

EBITDA – 3Q 2006

EBITDA reached Ch$22,445 million (US$41.8 million) in 3Q 2006, compared to Ch$14,090 million (US$26.2 million) in 3Q 2005, an increase of 59.3% compared to the same period of 2005, mainly attributable to Madeco's operations.

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Non-Operating Results – 3Q 2006

Quiñenco reported non-operating income of Ch$3,049 million (US$5.7 million) in the third quarter of 2006, compared to non-operating income of Ch$849 million (US$1.6 million) in the same quarter of 2005. The positive variation between the two periods is mostly explained by an increase in income from equity investments (net), a reduction in interest expense and lower non-operating expenses, the effect of which was partially offset by a deterioration in price-restatement and foreign exchange results. In addition, the company's investment in Entel is no longer being accounted for as an equity investment, which also partially offset the increase in non-operating results for the quarter.

Interest Income

Interest income for the third quarter of 2006 amounted to Ch$827 million (US$1.5 million), an increase of 42.5% compared to the same period in 2005. The increase corresponds to a higher level of cash on hand and an increase in the interest rates earned on cash investments.

Proportionate share of net income of equity method investments (net)

Quiñenco's proportionate share of net income from equity method investments (net) reached Ch$18,316 million (US$34.1 million), compared to Ch$17,283 million (US$32.2 million) in 3Q 2005, an increase of 6.0%. The increase mainly corresponded to growth in the proportionate share of net income from Banco de Chile (+Ch$1,418 million or US$2.6 million) and CCU (+Ch$337 million or US$0.6 million), partially offset by a reduction of Ch$1,004 million (US$1.9 million) in income from Entel, which is no longer being accounted for under the equity method (it is now being accounted for on a cost basis).

Amortization of goodwill expense

Amortization of goodwill expense amounted to Ch$5,433 million (US$10.1 million) in the third quarter of 2006, compared to Ch$5,387 million (US$10.0 million) reported in the same period of 2005. Goodwill expense is almost entirely related to the Banco de Chile acquisition in 2001, and to a lesser extent, the Banco Edwards acquisition in 1999 (now kept on the books as Bank of Chile). Of the total balance of goodwill at the consolidated level of Ch$284,412 million (US$529.6 million) as of September 30, 2006, Ch$271,219 million (US$505.0 million) was associated with the acquisition of the banks.

Interest Expense

Interest expense for the third quarter of 2006 amounted to Ch$6,609 million (US$12.3 million), a decrease of 18.8% compared to the same period in 2005. The decrease mainly corresponds to lower interest expense at the corporate level and at Telsur, partially offset by higher interest expense at Madeco. In 3Q 2005, interest expense included extraordinary costs associated with the modification of Quiñenco's Series A bonds, which served to increase the amount of interest expense incurred during that period. The decline in interest expense associated with Telsur's operations is mainly due to a lower indebtedness level. The increase in interest expense at Madeco is due to higher interest rates on bank borrowings.

Other non-operating expenses

Other non-operating expenses amounted to Ch$2,094 million (US$3.9 million) compared to Ch$3,294 million (US$6.1 million) in the third quarter of 2005. Other non-operating expenses are mostly composed of expenses associated with Indalsa Perú and provisions for contingencies and others.

Price-level restatement

Price-level restatement losses amounted to Ch$1,348 million (US$2.5 million) in the third quarter of 2006, compared to price-level restatement losses of Ch$913 million (US$1.7 million) in the same period in 2005. Price level restatement losses are primarily attributable to Madeco's operations.

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Foreign Currency Exchange Differences

In 3Q 2006, the losses specific to foreign currency differences amounted to Ch$814 million (US$1.5 million), compared to losses amounting to Ch$79 million (US$0.1 million) reported in the third quarter of 2005. The variation was mostly attributable to Madeco's Brazilian subsidiaries.

Income Taxes – 3Q 2006

Quiñenco reported income tax expense of Ch$2,228 million (US$4.1 million), compared to Ch$1,699 million (US$3.2 million) in the same period of 2005.

Minority Interest – 3Q 2006

In the third quarter of 2006, Quiñenco reported a deduction from income of Ch$5,135 million (US$9.6 million), compared to a deduction from income of Ch$1,842 million (US$3.4 million) in 3Q 2005. The amount is mainly related to minority shareholders' proportionate share of Madeco's and, to a lesser extent, Telefónica del Sur's third quarter 2006 income.

CONSOLIDATED BALANCE SHEET ANALYSIS (vis-à-vis the 2nd quarter of 2006)

Condensed Consolidated Balance Sheet	As of 9/30/05 MCh$	As of 6/30/06 MCh$	**As of 9/30/06 MCh$**	As of 9/30/06 MUS$
Current assets	313,821	375,850	**366,901**	683.2
Fixed assets	271,263	262,451	**258,339**	481.1
Other assets	848,655	854,639	**862,269**	1,605.6
Total assets	1,433,739	1,492,940	**1,487,509**	2,769.9
Current liabilities	200,645	131,625	**119,781**	223.0
Long-term liabilities	389,577	444,577	**439,033**	817.5
Minority interest	115,291	165,869	**169,037**	314.8
Shareholders' equity	728,226	750,869	**759,658**	1,414.6
Total liabilities & shareholders' equity	1,433,739	1,492,940	**1,487,509**	2,769.9

Current Assets

Current assets decreased by 2.4% compared to the second quarter of 2005, mainly due to a reduction in short term investments at the corporate level.

Fixed Assets and Other Assets

Fixed assets and Other assets did not vary significantly compared to the second quarter of 2006 (-1.6% and +0.9%, respectively).

Current Liabilities

Current liabilities decreased by 9.0% compared to the second quarter of 2006, primarily due to a decrease in short term bank obligations at Madeco.

Long-term Liabilities

Long term liabilities did not vary significantly compared to the second quarter of 2006 (-1.2%).

Minority Interest

Long term liabilities did not vary significantly compared to the second quarter of 2006 (+1.9%).

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Equity

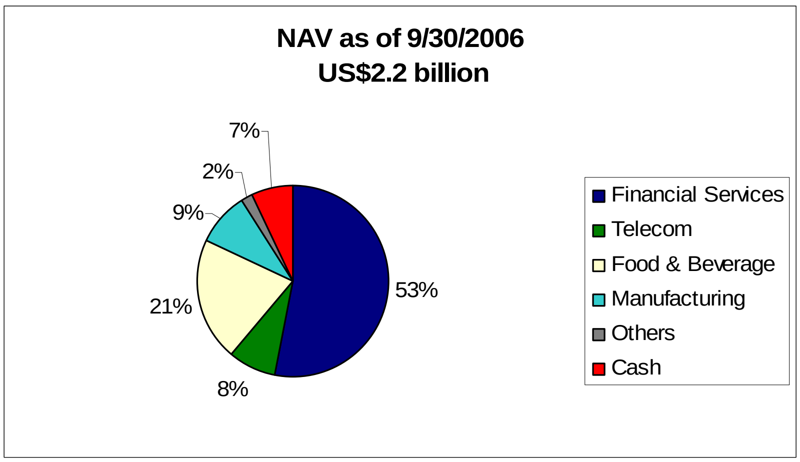
Shareholders' equity did not vary significantly compared to the second quarter of 2006 (+1.2%).

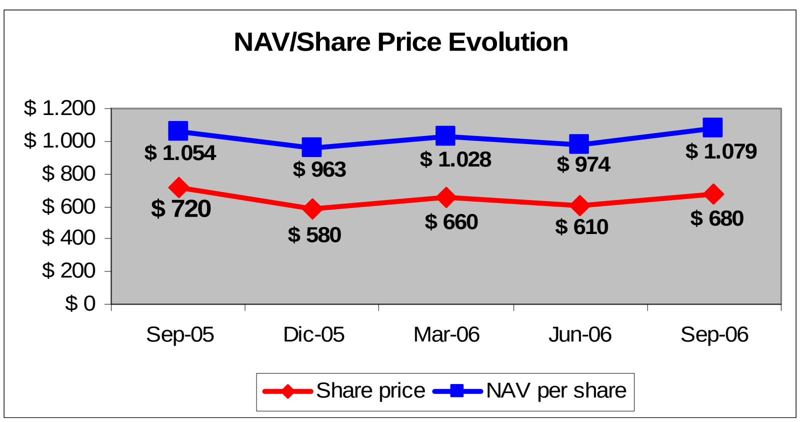
Quiñenco Corporate Level Debt and Cash

As of September 30, 2006, financial debt at the corporate level was Ch$335,823 million (US$625.3 million). As of the same date, cash and cash equivalents amounted to Ch$100,674 million (US$187.5 million). The debt to total capitalization ratio at the corporate level was 30.6%.

NAV

As of September 30, 2006, the estimated net asset value (NAV) of Quiñenco was US$2.170 million (Ch$1,079 per share) and market capitalization was US$1.367 million (Ch$679.99 per share). The discount to NAV is estimated at 37% as of the same date.





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SECTOR / OPERATING COMPANY ANALYSIS

FINANCIAL SERVICES SECTOR

The following table details Quiñenco's proportionate share of income from investments in the Financial Services sector during 2005 and 2006:

FINANCIAL SERVICES							
	Ownership %	3Q 2005 MCh$	YTD 2005 MCh$	2Q 2006 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	**YTD 2006 MCh$**
Banco de Chile (1)	52.2%	13,602	42,896	16,601	**15,020**	28.0	**45,182**

1) Ownership % in the above table corresponds to voting rights in Banco de Chile.

BANCO DE CHILE

	Quarter			Accumulated for Year		
	3Q 2005 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	YTD 2005 MCh$	**YTD 2006 MCh$**	YTD 2006 MUS$
Operating revenues	137,962	**150,127**	279.6	392,907	420,760	783.5
Provision for loan losses	(4,783)	**(9,204)**	(17.1)	(12,344)	(22,923)	(42.7)
Operating expenses	(72,074)	**(76,432)**	(142.3)	(207,772)	(222,266)	(413.9)
Net Income (loss)	50,140	**52,447**	97.7	146,774	152,869	284.7
Loan portfolio				7,929,728	9,151,257	17,040.5
Total assets				10,699,286	11,889,520	22,139.4
Shareholders' equity				758,259	794,824	1,480.0
Net interest margin	4.3%	**4.3%**				
Net Financial Margin	4.2%	**4.5%**				
Efficiency ratio	52.2%	**50.9%**				
ROAE	28.2%	**26.9%**				
ROAA	1.9%	**1.8%**				

3Q 2006 Results

Banco de Chile's operating revenues increased by 8.8% to Ch$150,127 million (US$279.6 million) in the third quarter of 2006. The increase in operating revenues was mainly due to a rise of Ch$15,720 million (US$29.3 million) or 15.6% in net financial income, mainly as a result of a 9.7% growth in average interest earning assets, a higher contribution from non-interest bearing liabilities (mostly demand deposits) due to the hike in interest rates, lower negative repricing effects and higher inflation. A decline in fee income, which fell by 11.8% or Ch$4,263 million (US$7.9 million) to Ch$31,779 million (US$59.2 million), partially offset the growth in operating revenues during the quarter. Fee income was affected by higher sales and co-branding expenses and lower fee income associated with brokerage services.

Provisions for loan losses amounted to Ch$9,204 million (US$17.1 million), a marked increase from the Ch$4,783 million (US$8.9 million) reported in the third quarter of 2005. The level of 3Q 2006 loan loss provisions is consistent with the bank's expansion into higher margin and higher risk portfolios (commercial and consumer loans). To a lesser extent, its current level of provisions reflects a cooling-off of the Chilean economy.

Other income (net) amounted to Ch$1,198 million (US$2.2 million), compared to a loss (net) of Ch$1,202 million (US$2.2 million) reported in 3Q 2005. Other income and expenses was mainly composed of higher income related to the sale of assets received in lieu of payment, and to a lesser extent, non-recurring earnings on credit cards and higher income from equity investments.

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Operating expenses increased by 6.0% to Ch$76,432 million (US$142.3 million) compared to the third quarter of 2005, primarily due to higher expenses directly related to the bank's commercial expansion, such as an increase in headcount, marketing and advertising expenses and costs related to expansion of the bank's branch and ATM network.

Price-level restatement losses totaled Ch$6,086 million (US$11.3 million) compared to price-level restatement losses of Ch$4,961 million (US$9.2 million) reported in 3Q 2005. The losses in 3Q 2006 reflect the higher inflation experienced during the period (1.4% vs. 1.3% in 3Q 2005) and an increase in non-monetary liabilities (net).

Net income increased by 4.6% to Ch$52,447 million (US$97.7 million) in 3Q 2006, mainly due to the aforementioned 15.6% increase in net financial income driven by the growth of the loan portfolio, more than compensating for the decline in fee income, higher loan loss provisions and higher operating expenses reported during the quarter.

As of September 2006, the Bank's loan portfolio (net of interbank loans) had grown by 15.1% to Ch$9,082,237 million (US$16.9 billion) over the last twelve month period, mostly related to increases in commercial loans, other outstanding loans, contingent loans and consumer loans.

Banco de Chile is the second ranked bank in the country with a market share of 17.9% according to information published by the Chilean Superintendency of Banks for the period ended September 30, 2006. Its return on capital and reserves after taxes (annualized) reached 31.7%, making it one of the most profitable banks in the country for the same period, according to the same source. The Chilean financial system as a whole reported a return on capital and reserves of 19.4%.

FOOD & BEVERAGE SECTOR

The following table details Quiñenco's proportionate share of income (loss) from investments in the Food & Beverage sector during 2005 and 2006:

FOOD & BEVERAGE

	Ownership %	3Q 2005 MCh$	YTD 2005 MCh$	2Q 2006 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	**YTD 2006 MCh$**
CCU	33.1%	2,650	9,245	1,092	**2,987**	5.6	**11,024**

CCU

	Quarter			Accumulated for Year		
	3Q 2005 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	YTD 2005 MCh$	**YTD 2006 MCh$**	YTD 2006 MUS$
Sales	115,262	**125,239**	233.2	352,325	**380,142**	707.9
Operating income (loss)	10,165	**15,003**	27.9	41,691	**48,253**	89.9
Net Income (loss)	8,249	**9,036**	16.8	29,654	**33,349**	62.1
Total Assets				645,165	**657,412**	1,224.2
Shareholders' equity				320,785	**339,759**	632.7

3Q 2006 Results

In the third quarter of 2006, CCU's sales grew by 8.7% compared to the third quarter of 2005, due to an increase in consolidated sales volumes, the effect of which was partially offset by lower average prices. The growth in sales volumes was led by the Chilean beer segment (+22.1%), the Argentine beer segment (+10.9%), the soft drinks, nectar and mineral water segment (+13.0%) and the Argentine wine segments (+7.2%). These volumes increases were partially offset by lower sales volumes of Chilean domestic and export wine. Lower average prices were mostly

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attributable to the domestic wine, soft drinks and Chilean beer segments, partially offset by higher average prices associated with the pisco and Argentine beer segments.

The increase in sales translated directly into an improvement of 47.6% in CCU's operating income for the period which reached Ch$15,003 million (US$27.9 million). The increase in gross income was partially offset by a 4.2% increase in cost of goods sold and a 5.8% increase in SG&A expense associated with the Chilean and Argentine beer, soft drinks and pisco segments. The consolidated operating margin, which reflects the seasonality of CCU's business, reached 12.0% of sales, compared to 8.8% in the same period of 2005.

CCU reported non-operating losses of Ch$3,109 million (US$5.8 million) compared to non-operating losses of Ch$1,939 million (US$3.6 million) in 3Q 2005. The deterioration in non-operating results was primarily attributable to lower foreign currency exchange gains as a result of a stronger Chilean peso and a reduction in other non-operating income (net), related to asset reappraisals.

Net earnings improved from Ch$8,249 million (US$15.4 million) in 3Q 2005 to Ch$9,036 million (US$16.8 million) in 3Q 2006. Quarterly results benefited from the higher sales level achieved, which led to a marked increase in operating income, partially offset by higher non-operating losses and income taxes.

TELECOMMUNICATIONS SECTOR

The following table details Quiñenco's proportionate share of income from investments in the Telecommunications sector during 2005 and 2006:

TELECOMMUNICATIONS

	Ownership %	3Q 2005 MCh$	YTD 2005 MCh$	2Q 2006 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	**YTD 2006 MCh$**
Telsur	73.7%	1,547	4,360	1,480	**1,575**	2.9	**4,637**
Entel (1)	5.7%	985	3,084	(20)	**(19)**	-	**1,329**

(1) Non-controlling interest

TELSUR

	Quarter			Accumulated for Year		
	3Q 2005 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	YTD 2005 MCh$	**YTD 2006 MCh$**	YTD 2006 MUS$
Sales	14,010	**14,269**	26.6	41,869	**42,160**	78.5
Operating income (loss)	3,459	**3,033**	5.6	9,901	**9,162**	17.1
Net Income (loss)	2,099	**2,137**	4.0	5,918	**6,291**	11.7
Total Assets				137,819	**130,601**	243.2
Shareholders' equity				69,043	**70,471**	131.2

3Q 2006 Results

Telefónica del Sur's revenues reached Ch$14,269 million (US$26.6 million) up by 1.8% from the Ch$14,010 million (US$26.1 million) reported in the third quarter of 2005. The revenue mix continued to favor non-regulated services such as Internet, security services and business services. These services grew by 7.2% during 3Q 2006 and accounted for Ch$3,934 million (US$7.3 million) or 26.8% of total sales. Revenues associated with basic telephony and access charges remained flat at Ch$8,060 million (US$15.0 million), equivalent to 55.0% of total sales. The introduction of PAS wireless technology (Cityphone) in mid year has helped to bolster revenues associated with Telsur's fixed-line technology, evidenced by the inflow of 12,904 new clients during the quarter. Over time, this new product offering is expected to help curb the substitution of fixed telephony for mobile telephony and other alternatives which have continued to capture a portion of Telsur's traditional sale base.

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Basic telephony services accounted for 44.6% of all revenues, followed by other non-regulated services (33.5%), user access charges (10.4%), long distance services (7.2%) and public telephones (4.3%).

Operating income fell by 12.3% to Ch$3,033 million (US$5.6 million), mainly explained by the increment in costs associated with the launching of PHS, which include sales commissions and depreciation expense on handsets.

Telsur reported non-operating losses of Ch$333 million (US$0.6 million), down by 54.8% from the non-operating losses of Ch$737 million (US$1.4 million) reported in 3Q 2005. The improvement in non-operating results was primarily attributable to a reduction in interest expense as a result of a lighter debt load and more favorable financing terms, as well as better price-level restatement results.

Telsur reported net income of Ch$2,137 million (US$4.0 million), an increase of 1.8% compared to the third quarter of 2005, mainly as a result of the aforementioned improvement in non-operating results.

MANUFACTURING SECTOR

The following table details Quiñenco's proportionate share of income (loss) from investments in the Manufacturing sector during 2005 and 2006:

MANUFACTURING

	Ownership %	3Q 2005 MCh$	YTD 2005 MCh$	2Q 2006 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	**YTD 2006 MCh$**
Madeco	46.1%	845	5,366	6,232	**3,432**	6.4	**12,838**

MADECO

	Quarter			Accumulated for Year		
	3Q 2005 MCh$	**3Q 2006 MCh$**	3Q 2006 MUS$	YTD 2005 MCh$	**YTD 2006 MCh$**	YTD 2006 MUS$
Sales	87,797	**148,370**	276.3	284,048	**427,878**	796.7
Operating income (loss)	6,878	**14,835**	27.6	22,506	**46,030**	85.7
Net Income (loss)	1,650	**7,440**	13.9	10,474	**27,587**	51.4
Total assets				365,649	**423,696**	789.0
Shareholders' equity				169,554	**250,207**	465.9

3Q 2006 Results

Madeco's sales in the third quarter of 2006 increased by Ch$60,573 million (US$112.8 million) or 69.0% from Ch$87,797 million (US$163.5 million) to Ch$148,370 million (US$276.3 million), due to a 2.2% increase in the volume sold and higher average copper prices. The higher sales were mainly attributable to the wire and cable and brass mills business units whose sales rose by 96.1% and 61.7%, respectively, compared to the same period of 2005. Sales of the wire and cable business unit (whose principal operation is Ficap Brazil) accounted for 61.6% of total sales, followed by brass mills (24.9%), flexible packaging (8.0%) and aluminum profiles (5.5%).

Madeco's inventory is valued on an average cost basis whereas it determines its prices to customers based on current LME (London Metals Exchange) prices as of the month of delivery. As a consequence, Madeco's operating results have strongly benefited from the abrupt increase in copper prices. Since Madeco was able to pass on increases in raw material costs to customers, its higher sales level translated directly into a marked improvement in the amount of operating income earned during the third quarter of the year, although this was partially offset by a 19.7% increase in SG&A expenses. Operating income rose by 115.7% from Ch$6,878 million (US$12.8 million) to Ch$14,835 million (US$27.6 million). The wire and cable business unit accounted for 67.7% of total operating income, followed by brass mills (20.1%), flexible packaging (8.5%) and aluminum profiles (3.7%). The operating margin rose to 10.0% of sales

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from 7.8% in 3Q 2005. EBITDA reached Ch$18,140 million (US$33.8 million), an increase of 91.4% compared to the third quarter of 2005.

Non-operating losses amounted to Ch$5,081 million (US$9.5 million), up from the Ch$4,080 million (US$7.6 million) reported in 3Q 2005. The increase in non-operating losses was mainly attributable to foreign currency translation losses related to the Brazilian subsidiaries, price-level restatement losses and higher interest expense associated with bank borrowings.

Madeco reported a net profit of Ch$7,440 million (US$13.9 million) for the third quarter of 2006, up by 351.0% from the Ch$1,650 million (US$3.1 million) reported in 3Q 2005. The increase in net quarterly earnings was attributable to the aforementioned improvement in Madeco's operating performance which was boosted by strong copper prices. The increase was partially offset by a heavier income tax burden.

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All of Quiñenco's Earnings and Press Releases and other relevant information on the Company, including quarterly financial statements, are available for viewing on the Company's website:

www. quinenco.cl
www. quinencogroup.com

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