ANNUAL REPORT 2004

EMPRESAS CMPC S.A.

EMPRESAS
cmpc

ANNUAL REPORT 2004

EMPRESAS CMPC S.A.

EMPRESAS
cmpc

Empresas CMPC S.A.

Established in 1920, Empresas CMPC S.A. is a public limited company whose capital is held by 8,253 shareholders in 200 million shares.

Its forest assets extend over an area of 709,252 hectares of mainly Radiata Pine and Eucalyptus forests.

During 2004 sales amounted to US$ 1,933.2 millions. Profits were US$ 301.6 millions, equivalent to 1.508 US$/share.

This integrated forestry group operates through the following subsidiaries:

Forestal Mininco S.A.

Forestry and Sawmill businesses

CMPC Celulosa S.A.

Radiata Pine Softwood and Eucalyptus hardwood pulp and fluff pulp business, running the Pacifico (485,000 tons/year), Santa Fe (376,000 tons/year), and Laja (369,000 tons/ year) mills.

CMPC Papeles S.A.

Produces folding boxboard, printing and writing paper, corrugating materials (testliner and medium), wrapping paper, newsprint, and woodfree papers. Its subsidiaries are: Papeles Cordillera S.A., Cartulinas CMPC S.A., Industrias Forestales S.A. and distribution firm Edipac S.A.

CMPC Tissue S.A.

Tissue and sanitary products manufactured in Chile, Argentina, Uruguay, Peru and Brazil.

CMPC Productos de Papel S.A.

Handles CMPC's paper conversion businesses, operating through five subsidiaries: Envases Impresos S.A., Envases Roble Alto Ltda., Productos Austral S.A., Propa S.A. (with subsidiaries in Chile, Argentina and Peru), and Chimolsa S.A.

CONTENTS

6

Letter to Shareholders

11

Corporate Social Responsibility

17

Business Description and Development

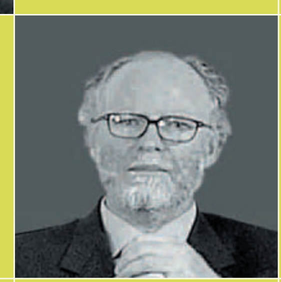
From left to right:
Chief Executive Officer, Arturo Mackenna; Manuel Mardones; Jorge Gabriel Larraín;
Eliodoro Matte; Jorge Marín;
Ernesto Ayala; Patricio Grez; Bernardo Matte.

BOARD OF DIRECTORS EMPRESAS CMPC







Letter to Shareholders

We are pleased to submit for your consideration our Annual Report, the Company's Balance Sheet and the Income Statement for the business year recently ended.

CMPC is undergoing a period of strong growth. Our investment projects reflect the vitality of both the Chilean economy and that of our export markets.

2004 was a good year for CMPC. Profits amounted to US$ 301.6 millions, a considerable increase on the previous year, reflecting greater volumes and higher prices for our products. Sales totalled $1,933,2 million while operating profits reached US$ 393,3 million, a company record. This was principally due to a dollar increase of over 17 percent in the price of softwood pulp, of 20 percent in newsprint export prices, an increase of 15 percent in sales volumes of folding boxboard, significant rises in the price of corrugating materials and both higher volumes and higher prices of sawntimber.

These favorable results came in the context of overall Chilean growth of 5.9 percent in 2004, driven mainly by the export sector and the strong international demand for commodities. The year ended with inflation at 2.4 percent, while unemployment remains lamentably high, despite government employment programs. Driven by the South-East Asian and US economies, world GDP grew at 4.9 percent, one of the highest growth rates in a decade.

The investment projects completed in previous years, such as the new US$ 95 million corrugated paper mill in Puente Alto, the increase in the Pacifico mill's capacity to 475,000 tons, the second tissue paper machine in Peru, the acquisition of a corrugated boxes plant in Til Til and dozens of initiatives to enhance productivity at our plants have performed to our satisfaction, often surpassing initial expectations. They have contributed to the encouraging financial results detailed above.

CMPC is undergoing a period of strong growth, a period that is set to continue as the result of upcoming projects.

First among these is the new eucalyptus hardwood pulp production line under construction in Nacimiento, adjacent to our Santa Fe mill. The new line will have a capacity of 780,000 tons per annum, at a cost of US$ 745 million. It is programmed to come on stream in September 2006. The civil engineering works began last August and turnkey contracts were awarded in September. Our environmental commitments have been strictly adhered to, as stipulated by the environmental impact resolution emitted by the regulatory authorities. It is the largest project undertaken by CMPC in its history.

In forestry, the reconstruction of the fire-damaged Mulchén sawmill has begun. Its replacement will have a capacity of 420,000 cubic metres per year and requires an investment of US$ 26.5 million. With board approval for a new, 225,000 cubic metre per annum capacity plant (at a cost of US$ 55.8 million) the company will also enter the plywood board market. The new plant is due to commence operations in the second semester of 2006.

Our tissue subsidiary has begun the installation of a new paper machine at our Talagante plant complemented by new distribution centres both there and at Puente Alto. This new machine will begin operating in the second semester of 2005 and will allow us to meet growing demand with superior service.

The strong results obtained by our folding boxboard business have encouraged us to expand the production capacity of the Maule mill by 80,000 tons per annum, and that of the Valdivia plant by 20,000 tons, as well as adding a conversion line. The investment required amounts to US$ 48 million.

Chile's growth in agricultural, wine, salmon and poultry exports has led to commensurate growth in corrugated box demand, which has, in turn, led to greater demand for locally supplied liner and medium papers. The capacity of the mill producing these types of paper in Puente Alto will be expanded to 280,000 tons per annum, at a cost of US$ 35.5 million.

The investments outlined above, along with many others, are a response to the vitality of both the Chilean economy, and those markets to which CMPC exports its products.

Moving on to financial matters, in 2004 the company subscribed a 5 year syndicated loan for US$ 475 million to finance investments and to re-finance some existing debt. The strong reputation of CMPC in the financial markets was made clear by the low financing costs of the loan, among the lowest ever obtained by a privately owned Chilean firm.

CMPC's net debt fell from US$ 530 million in late 2003 to approximately US$ 496 million by the end of 2004. This has permitted CMPC to exhibit significantly more favorable interest payment cover and debt to capital ratios than those required by our creditors, in keeping with the "A-" rating assigned by Standard & Poor's to our long term dollar debt.

Chile appears capable of attaining a growth rate in the order of 6 percent in 2005, despite a less favorable world outlook than that of the year recently ended. We expect the markets in which we are active to behave in a similar way to 2004.

In parting, we must highlight our appreciation of all the professionals, workers and union leaders working at CMPC. The encouraging results attained over the course of the year are a testament to their dedication and skill.

E. Matte

Eliodoro Matte
Chairman
Empresas CMPC S.A.

BOARD OF DIRECTORS AND ADMINISTRATION

BOARD OF DIRECTORS AND MANAGEMENT OF EMPRESAS CMPC S.A.

BOARD OF DIRECTORS

Chairman
ELIODORO MATTE
Civil Industrial Engineer

Directors
ERNESTO AYALA
Civil Engineer

PATRICIO GREZ
Civil Engineer

JORGE GABRIEL LARRAÍN
Economist

MANUEL MARDONES
Civil Engineer

JORGE MARÍN
Business Administrator

BERNARDO MATTE
Economist

COMMITTEE OF DIRECTORS

ERNESTO AYALA
PATRICIO GREZ
JORGE MARÍN

MANAGEMENT

Chief Executive Officer
ARTURO MACKENNA
Civil Industrial Engineer

Chief Administration Officer
JORGE ARAYA
Civil Industrial Engineer

General Secretary
GONZALO GARCÍA
Lawyer

Chief Financial Officer
LUIS LLANOS
Civil Industrial Engineer

EXTERNAL AUDITORS

PricewaterhouseCoopers

BOARD OF DIRECTORS AND MANAGEMENT OF SUBSIDIARIES

Forestal Mininco S.A.

Chairman
ELIODORO MATTE

Vice-Chairman
ARTURO MACKENNA

Directors
ERNESTO AYALA
GONZALO GARCÍA
JORGE GABRIEL LARRAÍN
JOSÉ IGNACIO LETAMENDI
PEDRO SCHLACK

General Manager
HERNÁN RODRÍGUEZ

CMPC Celulosa S.A.

Chairman
ELIODORO MATTE

Vice-Chairman
ARTURO MACKENNA

Directors
JORGE ARAYA
ERNESTO AYALA
JORGE GABRIEL LARRAÍN
BERNARDO MATTE
LUIS LLANOS

General Manager
SERGIO COLVIN

CMPC Papeles S.A.

Chairman
ELIODORO MATTE

Vice-Chairman
ARTURO MACKENNA

Directors
JORGE ARAYA
ANDRÉS ECHEVERRÍA
BERNARDO MATTE
JUAN OBACH
LUIS LLANOS

General Manager
ANTONIO ALBARRÁN

CMPC Tissue S.A.

Chairman
ELIODORO MATTE

Vice-Chairman
ARTURO MACKENNA

Directors
GONZALO GARCÍA
JORGE HURTADO
JORGE GABRIEL LARRAÍN
BERNARDO MATTE
LUIS LLANOS

General Manager
JORGE MOREL

CMPC Productos de Papel S.A.

Chairman
ELIODORO MATTE

Vice-Chairman
ARTURO MACKENNA

Directors
JUAN CARLOS EYZAGUIRRE
GONZALO GARCÍA
PATRICIO GREZ
EUGENIO HEIREMANS
BERNARDO MATTE

General Manager
ANDRÉS INFANTE

MANAGEMENT OF EMPRESAS CMPC S.A.

ARTURO MACKENNA

JORGE ARAYA

GONZALO GARCÍA

LUIS LLANOS

DIRECTORS OF SUBSIDIARIES OF EMPRESAS CMPC S.A.

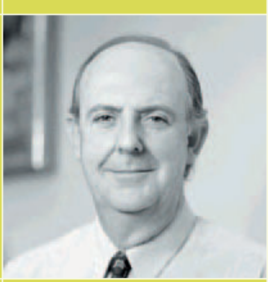
ANDRÉS ECHEVERRÍA

JUAN CARLOS EYZAGUIRRE

EUGENIO HEIREMANS D.

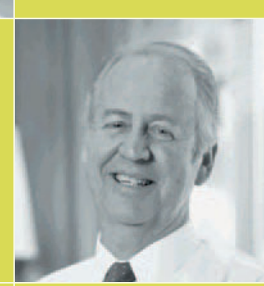
JORGE HURTADO

BERNARDO LARRAÍN



JOSÉ IGNACIO LETAMENDI

JUAN OBACH



PEDRO SCHLACK

Corporate Social Responsability

CMPC has a long record of **commitment** to community support and its workers stretching back to the company's **early years**.

Corporate Social Responsibility

CMPC has a long record of commitment to community support and its workers stretching back to the company's early years.

Social responsibility is central to the work and organizational philosophy of the company, based as it is on sustainability and planning for the long run.

Social Responsibility Policy

At CMPC social responsibility is a commitment to proactively undertake our work within an ethical framework that pushes us to continually seek best practice in all our activities:

IN OUR BUSINESS ACTIVITIES

CMPC contributes to Chile's development by generating both employment and wealth. This is attained through careful and dedicated management: production and sale of high quality products; a commitment to efficiency and thoroughness in our relationship with clients and suppliers; fair competition in the market; transparency in the provision of financial information; expeditious payment of taxes, and fulfilment of legal norms and requirements.

OUR WORKERS

The company ensures good working conditions, and complies with all regulations regarding pay, social security and others. Moreover, we have benefit programs for workers and their families, we are keenly aware of the importance of job security and we provide opportunities for career development and training.

People are vital to CMPC's successful development

Training

CMPC runs major training programs for its workers, with the numbers participating showing a steady rate of year on year growth.

Some areas in which training goes on are: accounting, written and spoken English, risk prevention, in job training and technical courses and financial management, among others.

In 2004, CMPC training totalled 785,937 man-hours, spread over 30,710 people in 3,857 separate courses.

Security and Risk Prevention

Each industrial facility has a risk prevention program which aims to protect the life and health of its workers. The implementation of preventive and accident prevention programs helps to maintain each work area free of accidents and workplace illnesses.

Cultural and Recreational Activities

The company aims to give its workers more than just an employment relationship, and this is especially so in areas adjacent to the company's operations and in areas without the infrastructure required for cultural and recreational activities.

In addition the company undertakes special activities for certain national holidays and Christmas so as to celebrate such important dates as a company, with our workers and their families.

Sporting Activities

CMPC encourages employees to organize and participate in sporting activities, believing them to be important to personal growth.

At the vast majority of our plants sports teams exist that compete in leagues and championships both internally and with other companies.

Recreational Centres

Our different business areas own recreational centres that are open to all company employees. These are located in Viña del Mar, La Posada, San Sebastián, Quintero, Cartagena, Los Lleuques, Concepción, El Alamo and Niebla, as well as in other places.

Family Support

At many of our industrial facilities we run programs of family support for our workers. Among these are sewing classes for women, factory visits and so on.

Years of Service Awards and the CMPC Spirit Prize

The company rewards workers with more than 10 years of service at an annual ceremony.

The CMPC Spirit Award was created this year to honor those workers whose daily lives typify the principles and values that sustain the company.

The Award is granted to those who demonstrate qualities such as initiative, selfless effort, leadership, teamwork, commitment, diligence, outstanding community, client and supplier relations, innovation, and to those who contribute towards a congenial working environment.

THE COMMUNITY

The company has developed varied programs of educational support and community development that benefit communities near the company's plants and plantations.

As a large member of many communities the company is always keen to participate, and where possible support these communities in overcoming the obstacles they may face.

The CMPC Foundation

Through the foundation's projects, the company ensures that the children in the areas that surround the company's operations receive a better education.

The Rural Support Program has benefited 17 schools and over 4,500 children in Chile's southern 8th and 9th regions. This program provides teaching materials for the students, along with training and support to facilitate the teachers' use of the aforementioned teaching materials in their classes.

The Teacher Training program has provided support and assistance to 33 schools in the 7th, 8th and metropolitan regions, instructing teachers in both lesson content and teaching methods in mathematics and language. Lesson planning has also been emphasized, and a personalized plan of support has been developed for each teacher, including the provision of books and an evaluation of student learning under the new scheme. Progress has been encouraging.

The program has benefited approximately 9,500 children and over 260 teachers in 2004.

Over the course of the year the foundation has made a concerted effort to deepen its working relationship with community and educational authorities. It is hoped that the upcoming year will see further progress in this field, allowing the foundation to improve on its work, provide a more focused response to the needs of the schools, and become even more involved with parents in improving the education received by their children.

In addition, this year the foundation launched a pilot project of guided

visits to several of the company's facilities for members of neighboring communities. Workshops were set up to develop ways of explaining the production processes in a didactic and interesting manner, and making CMPC's policies on the environment, workplace security, and quality control (among others) clear and available. The facilities that participated in this project are: Santa Fe, Pacífico, INFORSA, Laja, Maule, Talagante, Puente Alto, Chillán, Valdivia, Bucalemu and Buin.

The Good Neighborhood Plan

Designed to assist farms and communities - especially Mapuche communities - adjacent to company operations, this program focuses on providing jobs and opportunities.

It serves to improve the relationship between the company and these communities, and created an average of 700 jobs in 2004, a high proportion of which are occupied by Mapuche community members.

October marked a record number of such jobs created - 1034 - making up 20 percent of the total workforce for the month. Of these, 600 were Mapuche community members.

Other noteworthy activities include Forestal Mininco's donation of teaching materials to 43 schools over the course of the year.

Moreover, 233 instruction courses were run, training over 3,100 people, taking the company's 5 year total over the 10,000 person mark. These courses are the most effective and valuable tools for building good relations with the company's neighbors.

An area in which work is just beginning is in handicraft, as many of the plants and materials that local craftsmen and women require for their work grow in the company's forest reserves and protected areas.

The Jorge Alessandri Educational Park

The Jorge Alessandri educational park receives over 100,000 visitors per year: students and teachers from schools (both local and from neighboring regions), groups from universities and professional institutes, and others such as scout groups, organizations for retired persons, and the general public, especially on weekends.

In October the park focused its efforts on supporting education in the region, and was invited to participate in the "National Science and Technology Week" organized by the Explora-Conicyt Program.

This year the park consolidated its artistic and cultural programs during the summer and has created special walking trails for the winter months, including guided tours in the native forest. A program of educational activities allows visitors to learn about the formation and reproduction of plant species, and about paper-making (among other things) in a pleasant and participative setting using CMPC products.

In early 2005 a permanent extension to the Artequin Museum will be installed, an initiative which is supported by the Fundación Andes and the El Mercurio newspaper.

Other Contributions

- CMPC actively supports other social and business organizations such as ICARE, SOFOFA, CEP, Paz Cuidadana, and CORMA among others.
- The company is an active patron of the arts in Chile, supporting the Artequin Museum, the Municipal Theatre (Chile's principal opera and classical music venue) and the literary competitions of the Mercurio newspaper's book magazine.
- Through the educational website www.papelnet.cl CMPC provides a valuable resource to students in Chile and abroad by providing a wide range of information relating to forests, paper and pulp.

THE ENVIRONMENT

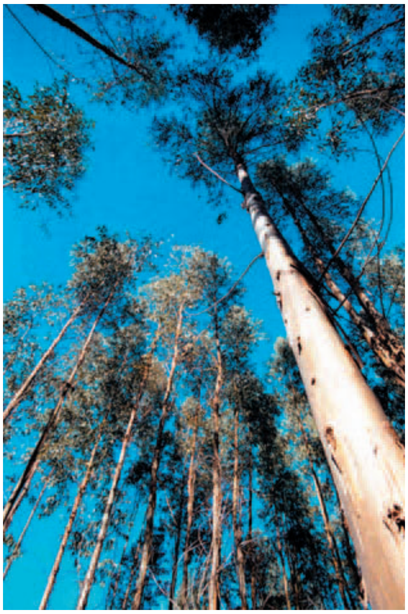
The company plans for the long term in relation to the environment, guided by the principles of sustainable development. This approach is essential to our competitive strategy over the long term.

As a result of this approach the company works to preserve the ecological balance, to conserve natural species and maintain a pollution-free environment. This is reflected by our environmental policy, which requires our personnel to adhere strictly to all legal norms and requirements relating to the environment.

Forestry

In the course of the year **investments** totalling USD **100 million** received board approval.

23,300 hectares were planted in 2004: 18,400 of pine, and the rest of eucalyptus, principally the Globulus spice.



BUSINESS DESCRIPTION

CMPC's Forestry area - through its Forestal Mininco, Crecex, Forestal Monteáguila, Forestal Coihueco and Bosques del Plata (Argentina) subsidiaries - is charged with the development and management of forest assets to support the industrial development of the group.

The timber produced by the company's forest plantations is principally used to supply the wood pulp, paper and cardboard mills, and its sawmills and remanufacturing plant. The remaining the timber and derivatives are brought to market both in Chile and internationally

In Corrientes Province, Argentina, our subsidiary Bosques del Plata owns 64,000 hectares of Taeda and Elliotti pine plantations. 6,000 hectares are planted annually, with a target forest resource size of 80,000 hectares: a size sufficient to sustain a future pulp mill at a competitive scale.

In Chile's extreme southern region of Aysén CMPC has undertaken a project to forest 20,000 hectares with Ponderosa and Oregon pine in areas that have suffered heavy soil erosion.

CMPC Maderas operates three sawmills in Chile's VIIIth region - Bucalemu, Mulchén and Nacimiento - producing sawn Radiata pine timber. In addition, the remanufacturing plant in Los Angeles produces products made from dry sawn wood (finger joint panels, mouldings and solid panels).

FORESTAL MININCO S.A.

General Manager : Hernán Rodríguez
Chairman : Eliodoro Matte
Vice-Chairman : Arturo Mackenna
Directors : Ernesto Ayala, Gonzalo García, Jorge Gabriel Larraín, José Ignacio Letamendi, Pedro Schlack

BUSINESS DEVELOPMENTS

In early 2004 the forestry area was restructured and split into four business areas: Pine, Eucalyptus, Argentina and CMPC Maderas (saw mills and remanufacturing plant). The objective behind this restructuring was to allow each business area to specialize more effectively.

Our sawmills attained record production levels of 925,000 cubic meters, despite running only two sawmills since a fire destroyed the main machinery at the Mulchén plant.

Our work with several environmental groups - both national and international - on a Joint Solutions Plan in relation to the native forest, has been productive.

November saw the Chilean certification program CERTFOR receive formal recognition of its equivalence with the most widely applied international certification: the Program for Endorsement of Forest Certification (PEFC). PEFC has a greater area of forest under certification than any other international certification.

The Mapuche conflict has been restricted to a smaller area than in previous years, with sporadic outbursts of agitation affecting the company less than in 2003. The company's Good Neighbor Plan has been influential in this regard, creating many jobs for the Mapuche community.

Through numerous purchase, sale and exchange negotiations over the past 2 years the company has increased its fully-owned plantations by over 50,000 hectares in the 8th and 9th regions.

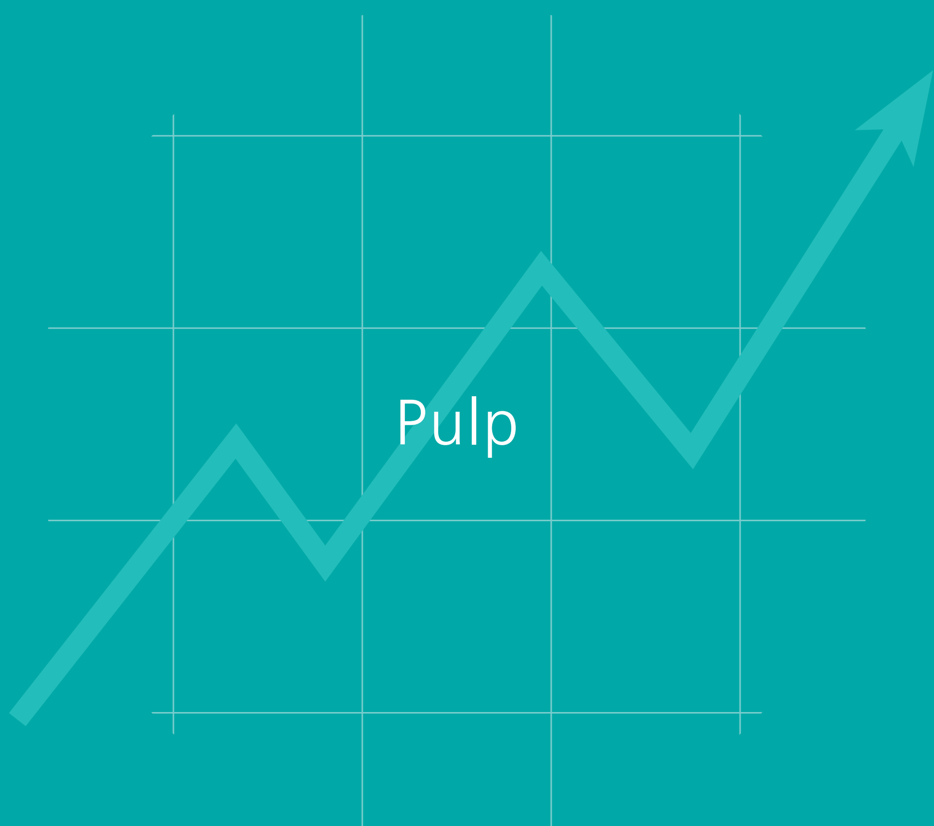
The most severe drought in 22 years affected the Bosques del Plata plantations in Argentina, causing fires over an area of 1,578 hectares last season.

Over the course of the year industrial investments totalling almost USD 100 million received board approval. These were: the reconstruction of the Mulchén sawmill; the construction of a high quality plywood board plant with a capacity of 225,000 cubic meters per year; and a new boiler for the Nacimiento sawmill, increasing its drying capacity by 182,000 cubic meters per annum.

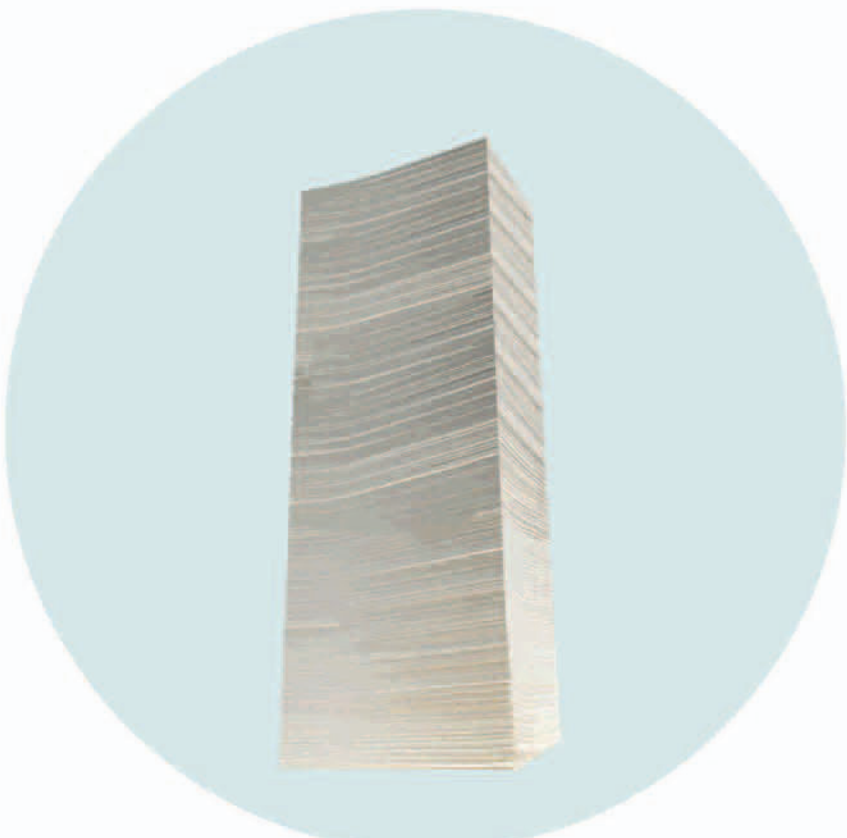
Forest Assets as of 31 December 2004 (hectares)

Company	Pine	Eucalyptus	Other Species	To be planted	Other Uses	Total
Forestal Mininco	226,396	61,656	17,397	18,452	114,399	438,300
Forestal Crecex	67,282	24,167	291	5,435	34,835	132,008
Forestal Monteáguila	4,731	24,506	152	818	14,453	44,661
Subtotal Chile	**298,409**	**110,329**	**17,840**	**24,704**	**163,687**	**614,969**
Bosques del Plata	60,828	2,990	126	3,222	27,118	94,283
Total	**359,236**	**113,319**	**17,966**	**27,926**	**190,805**	**709,252**

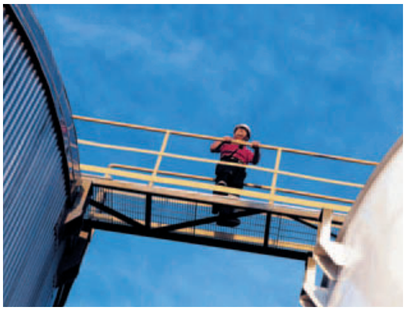
Additionally, Forestal Mininco manages 3,868 ha. belonging to Sociedad Inversora Forestal.



Pulp



CMPC's three pulp **mills** obtained OHSAS 18.001 **certification** in workplace safety and health.



In 2004 pulp production reached 1,220,000 tons, an increase of 70,000 tons.

BUSINESS DESCRIPTION

CMPC Celulosa is a major international softwood and hardwood pulp producer. The Laja, Pacifico and Santa Fe mills produce 1,220,000 tons of pulp per annum, which is sold to over 200 clients in thirty countries in Europe, the Americas, and Asia. Approximately 15 percent of consolidated production is consumed in Chile, mainly by company subsidiaries.

The wood used in our mills is sourced exclusively from man-made forest plantations managed according to the principles of sustainable development.

The Pacifico mill produces softwood bleached pulp from Radiata Pine plantations. The Laja mill also produces softwood bleached pulp, as well as printing and writing, and sackraft paper.

The Santa Fe mill produces bleached hardwood pulp sourced from eucalyptus plantations. This pulp is ideally suited to the production of both printing and writing and high quality tissue paper. Approximately 75 percent of this pulp is sold on international markets.

CMPC CELULOSA S.A.

General Manager : Sergio Colvin
Chairman : Eliodoro Matte
Vice-Chairman : Arturo Mackenna
Directors : Jorge Araya, Ernesto Ayala, Jorge Gabriel Larraín, Luis Llanos, Bernardo Matte

BUSINESS DEVELOPMENT

This year total pulp production increased by 70,000 tons, with each of the three mills attaining record production levels.

The Santa Fe mill Line 2 expansion project was the most important development this year, and the largest project undertaken by CMPC in its history. The project requires an investment of USD 745 million and received board approval in August 2004. The capacity of the new line will be 780,000 tons per annum of Eucalyptus hardwood ECF (Elemental Chlorine Free) bleached pulp.

An environmental impact study was undertaken to determine the potential effects of the new mill with a high degree of precision, and to establish how best to mitigate them. The public consultation process was extensive and diligently effected, and as a result CMPC obtained all the required environmental permits in 5 months - record time for such a project. Moreover, an environmental management plan has been developed to carefully monitor compliance with the commitments undertaken by the firm when the environmental impact assessment was approved.

The civil engineering works began in August and purchasing orders were placed for the main items of production line equipment in September. The mill should come on stream in September 2006.

The Profal IV project - the Laja mill Environmental Program - also received board approval in August, with a budget of USD 46.7 million. Among other items it includes a secondary effluent treatment plant, oxygen de-lignification, TRS gas burning, and the expansion of the solid waste disposal area. It is scheduled to be completed in early 2006.

An additional development is the installation of a biomass boiler at the Pacifico mill, capable of producing 150 tons per hour of high pressure steam using bark and other wood particles as input, thus increasing the electricity generated by the plant.

In October CMPC signed a long term supply contract for Sodium Chlorate with ERCO WORLDWIDE, the industry leader. ERCO will build a plant with a capacity of 55,000 tons per annum next to the Pacifico mill that will allow it to supply chlorate to all CMPC's mills.

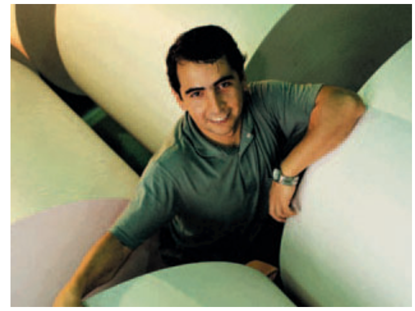
The pulp mills also obtained OHSAS 18.001 certification with regard to workplace safety and health, which dovetails with the environmental management (ISO 14.001) and quality management (ISO 9.001/2000) certifications previously obtained.

Over the course of the year the new SAP management system was tested and developed. It will come on line in early 2005.

The Santa Fe mill expansion project is the largest in CMPC's history.


Paper

The expansion of the Maule and Valdivia mills by a total of **100,000** tons per annum **received** board approval in 2004.



INFORSA's production reached 200,000 tons in 2004 - a new record

BUSINESS DESCRIPTION

CMPC is active in this business area, producing and marketing folding boxboard, corrugating materials (testliner and medium), and newsprint.

Inforsa's Nacimiento mill produces newsprint that is sold throughout Latin America as well as in North America, the Caribbean, Asia and Europe.

Cartulinas CMPC operates folding boxboard mills in Maule (VIIth region) and Valdivia (Xth region). This output is sold in over 30 countries in Latin America, Asia, Europe and the United States.

Papeles Cordillera runs a mill in Puente Alto that is centred on manufacturing paper for corrugated boxes using recycled fibre as its principal raw material. The clients for this product are located in Chile, Argentina, Ecuador and Peru.

Sorepa focuses on the collection of different types of waste paper for recycling in Empresas CMPC's paper mills and has facilities in Chile's major cities.

CMPC Papeles also owns Edipac, a paper merchant company focusing on paper, cardboard and paper products.

CMPC PAPELES S.A.

General Manager : Antonio Albarrán
Chairman : Eliodoro Matte
Vice-Chairman : Arturo Mackenna
Directors : Jorge Araya, Andrés Echeverría, Luis Llanos, Bernardo Matte, Juan Obach

BUSINESS DEVELOPMENT

Cartulinas CMPC

Sales at this subsidiary grew by 13% in 2004, with exports growing at 15%. In particular, exports to Europe rose by 27%.

In early 2004 a project to expand the BTMP pulp mill at the Maule mill commenced. The project has lowered costs significantly.

A project to increase the Maule and Valdivia mills' capacity by a total of 100,000 tons per annum - 80,000 tons at the Maule mill, with the remainder at Valdivia - received board approval in April 2004.

March also saw the Valdivia mill receive the "National Award for Liquid Industrial Residue Management" from the Superintendencia de Servicios Sanitarios (a regulatory body).

Papeles Cordillera

Since paper machine no. 20 came on stream in November 2001 quality and production have steadily increased. The main raw material is recycled fibre, purchased locally and abroad.

The international price for the types of paper produced by Papeles Cordillera rose significantly as a result of stronger demand in 2004.

An investment of USD 35.5 million to raise production capacity to 280,000 tons per annum recently received board approval. Work will begin on the project when environmental approval is forthcoming.

INFORSA

INFORSA's production reached 200,000 tons in 2004 - a new record.

Sales growth has been strong, with total sales at 202,000 tons in 2004, 9% greater than in the previous year.

An investment of USD 8 million in thermo-mechanical pulp washing was recently approved, improving paper quality and reducing production costs.

In order to comply with new liquid residue regulations that come in force in September 2006, work is underway to determine how best to implement secondary effluent treatment plants in all paper plants.

EDIPAC

This subsidiary's sales rose by 6% in 2004, consolidating its leadership in the paper and paper products distribution market.

In early 2004, the new Santiago branch opened for business, focused on serving a large number of medium and small printing presses.

SOREPA

With a 25 year history of high quality service in paper recycling and nationwide coverage, this subsidiary is responsible for a major reduction in the volume of paper waste disposed of in rubbish dumps.

Tissue

In 2004 CMPC Tissue's dollar sales **rose** by **16%**.

The economic outlook of the countries in which CMPC Tissue operates improved in comparison with 2003.

BUSINESS DESCRIPTION

CMPC produces and markets tissue products in Chile, Argentina, Peru and Uruguay in the toilet paper category (Elite, Confort, Higienol, Noble, Orquídea and Preferido brands), disposable handkerchiefs (Elite), and napkins and paper towels (Elite, Nova and Sussex brands).

In addition, the company markets the Babysec brand of disposable diapers and Confidence and Ladysoft sanitary towels.

In Chile, CMPC Tissue has mills in Puente Alto and Talagante, while in Argentina operations are headed by the Zarate mill (the largest industrial tissue operation in South America) as well as a disposable diaper plant located at Naschel in San Luis province. Our PROTISA and IPUSA subsidiaries (in Peru and Uruguay respectively) produce tissue and diaper products.

Moreover, in these countries the company has set up a dedicated marketing and production structure that focuses on the needs of firms and organizations for specialized non-domestic products.

In Chile, Argentina and Uruguay CMPC is the market leader in tissue, while it has attained the second largest market share in Peru. In disposable diapers, CMPC has also attained a strong market position.

CMPC TISSUE S.A.

General Manager : Jorge Morel
Chairman : Eliodoro Matte
Vice-Chairman : Arturo Mackenna
Directors : Gonzalo García, Jorge Hurtado, Jorge G. Larraín, Luis Llanos, Bernardo Matte

BUSINESS DEVELOPMENT

The economic outlook of the countries in which CMPC Tissue operates improved in comparison with 2003.

In 2004 CMPC Tissue's consolidated dollar sales rose by 16% as the result of volume and price rises in all markets, and significant growth in disposable diaper sales, most especially in our subsidiaries abroad.

To provide for expected sales growth in the Chilean market over the next few years the installation of a second tissue paper machine at the Talagante mill has begun. This will be operational in the second semester of 2005, with the investment totalling USD 38 million.

Pre-crisis sales volumes have been attained in the Argentinean market, along with growth in tissue market share, a gradual recovery of prices, and good results in the diaper market.

PROTISA Peru's results are also worth highlighting, with sales rising rapidly over the course of the year. In Ecuador, CMPC operates under the Elite tissue brand, as well as providing store brands for the major supermarket chains.

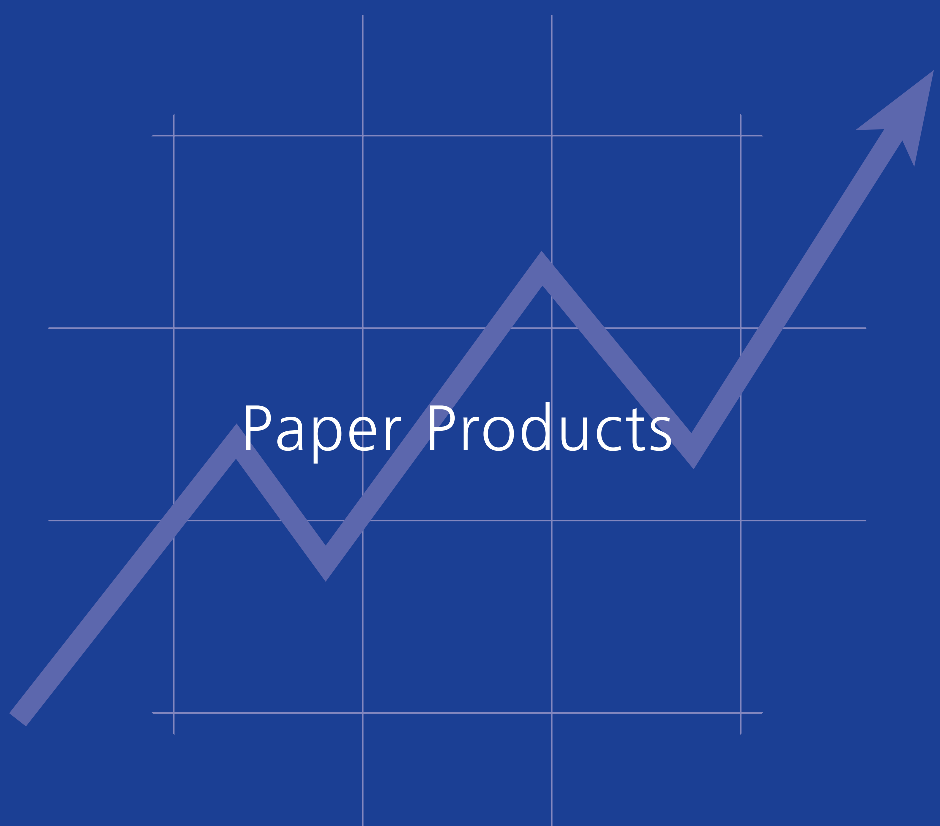
Sanitary Towels and Diapers

In early 2004 CMPC Tissue entered the sanitary towel market, producing in Argentina and attaining significant sales throughout the region.

In the coming months, adult diapers produced in Chile will be brought to market.

The installation of a second tissue paper machine at the Talagante mill has begun.

Paper Products



Corrugated boxes **sales**
grew by **18%** in 2004.

The expansion of Buin mill came on stream in 2004, increasing capacity by 3,500 tons of corrugating materials per month.

BUSINESS DESCRIPTION

This CMPC subsidiary operates through the following companies: Envases Impresos, Envases Roble Alto, Productos Austral, PROPA and Chimolsa in Chile; Fabi Bolsas Industriales in Argentina, and FORSAC in Peru.

In the corrugated boxes business CMPC owns two subsidiaries: Envases Impresos with its mill in Buin, focused on producing boxes for the fruit and salmon sectors; and Envases Roble Alto, with facilities in Til Til and Quilicura producing boxes for the industrial and wine sectors.

Productos Austral manufactures school and office products, bringing them to market via the Equalit office paper, and the Austral and Mistral school products brands. Additionally, Productos Austral produces paper bags and laminated packing papers.

CMPC's involvement in the multiwall paper sack business is handled by PROPA in Chile, FABI in Argentina and FORSAC in Peru. These subsidiaries supply their respective local markets, principally the cement industry, and export to other countries in the region.

Chimolsa manufactures moulded pulp trays for apple and avocado exports, as well as trays and cases for eggs at its mill in Puente Alto.

CMPC PRODUCTOS DE PAPEL S.A.

General Manager : Andrés Infante
Chairman : Eliodoro Matte
Vice-Chairman : Arturo Mackenna
Directors : Juan Carlos Eyzaguirre, Gonzalo García, Patricio Grez, Eugenio Heiremans, Bernardo Matte

BUSINESS DEVELOPMENT

Corrugated Boxes

Corrugated cardboard sales rose by 18% in 2004. The projects to increase production capacity are nearing completion: the Til Til plant was expanded in 2003, and the expansion of the Buin plant was added this year at a cost of USD 13.5 million, increasing capacity by 3,500 tons per month.

Productos Austral

Empresas CMPC has restructured Austral so as to increase operational efficiency. This has entailed the transfer of the paper sack business to PROPA, and the laminated paper business to Papeles Cordillera. These firms are now operating the businesses and the physical transfer of machinery will be completed in the first semester of 2005.

In addition, the notebook machines have been sold, and will be delivered in March 2005.

Finally, EDIPAC will take over the office paper business, with production to take place at the Laja mill, integrated to the N° 15 paper machine.

Multiwalled Sacks

Total sales reached a record 301 million units this year.

PROPA Chile

Exports became the main source of sales for PROPA this year, making up 56% of multiwalled sack production. The main destination was Mexico.

FABI Argentina

Development of products with better profit margins - such as bags for tea and powdered milk - was intensified this year.

An unused bottoming machine was refurbished, allowing an increase in production and sales.

FORSAC Peru

Export sales to Bolivia and Ecuador increased by 26% in 2004.

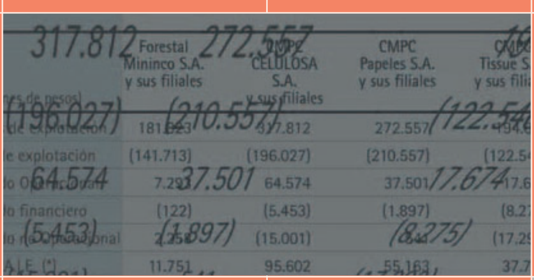
FORSAC certified its quality control management system under the ISO 9001-2000 system.

Chimolsa

This was a good year for Chimolsa: sales of moulded pulp trays for apples - Chimolsa's main product - grew by 21%, a rate similar to the growth of the entire market. Sales of trays for eggs grew by 4%. Chimolsa also obtained ISO 9001-2000 certification in 2004.

FINANCIAL ANALYSIS

Detailed analysis of CMPC's Individual and Consolidated Financial Statements as of December 31, 2004.

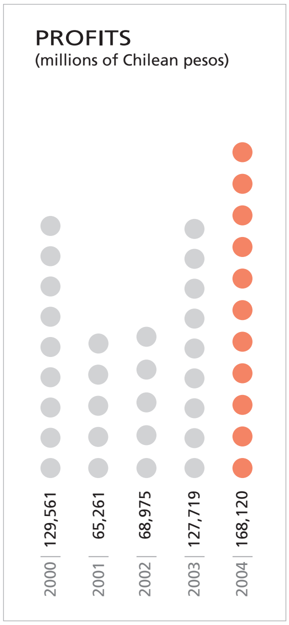


1.- VALUATION OF ASSETS AND LIABILITIES

Assets and liabilities in the individual and consolidated financial statements are valued according to generally accepted accounting principles and standards, and the instructions issued by the Chilean Securities and Insurance Regulator. These principles and standards are described in detail in Note 2 of the consolidated financial statements.

The following criteria are worthy of note:

Time deposits and marketable securities are shown at their investment or acquisition cost, plus adjustments and interests accrued. The book value of these investments does not exceed their respective market values.



Trade accounts for sales and notes receivables are shown at their estimated realizable value and include deductions for provisions to cover bad and difficult to collect debts.

Inventories of manufactured goods are valued at direct production cost plus the cost of certain indirect inputs. This cost is below market value, as the sales price includes a profit margin.

Property, Plant and equipment are valued at inflation-adjusted cost and have been duly depreciated.

Our subsidiaries' fixed assets abroad (Argentina, Uruguay and Peru) are valued at historic cost in US dollars less the appropriate depreciation charges.

Forest plantations are shown at their assessed value. This valuation method aims to reflect in the accounts the higher asset and equity values that result from the natural growth of plantations.

Forest plantations due to be harvested within a year are shown in current assets under inventories.

Investments in related companies are composed of Empresas CMPC S.A.'s and its subsidiaries' share of the respective companies' equity.

Empresas CMPC S.A.'s and its subsidiaries' liabilities are shown according to the amounts committed for disbursement both in the short and long term.

Assets and liabilities in foreign currencies are shown in Chilean pesos converted at the relevant exchange rate at the close of the year.

The accounting standards applied are intended to describe the individual and consolidated financial position of Empresas CMPC S.A. and its subsidiaries in an informative manner. Consequently, there should be no significant differences between the financial or market value and the book value of assets as of December 31, 2004.

2.- ANALYSIS OF INCOME STATEMENT AND OPERATING ACTIVITIES

2.1.- Analysis of Consolidated Income Statement

Net income for the year amounted to Ch$ 168,120 million, a significant increase on the previous year's net income of Ch$ 127,719 million.

Consolidated Operating Results

Consolidated operating profits for the year 2004 were Ch$ 219,216 million, well above operating profits in 2003, which amounted to Ch$ 185,628 million.

This improvement reflects increased volumes and higher prices of our products, in particular with regard to pulp, newsprint, folding boxboard and sawn timber.

Taken together, operating, administrative and sales costs amounted to 79.7% of income in 2004, a lower proportion than in 2003, when they amounted to 81.8% of sales. Continuing efforts to lower costs, stemming from the board's policy instructions, have allowed the company to compensate for the following factors: the negative effect on export income caused by the appreciation of the exchange rate; increased costs caused by larger export sales; and increased industrial and forestry activities stemming from industrial plant expansions and new plant construction.

Consolidated Non-Operating Results

CMPC and its subsidiaries' consolidated non-operating result shows a loss of Ch$ 17,757 million for 2004, significantly lower than the non-operating loss for the previous period which amounted to Ch$ 33,420 million. A major component of the increase in non-operating revenue in 2004 is the profit of Ch$ 7,772 million made on the sale-exchange transaction undertaken with subsidiaries of Forestal Arauco y Constitución S.A. as part of CMPC's forest asset rationalization programme.

Moreover, the Board's finance policy and effective management of exchange rate exposure has borne fruit, improving the financial result with respect to 2003 by Ch$ 4,606 million and exchange rate differentials by Ch$ 7,368 million, thus compensating for the previous year's losses.

Considering all the above, profits for the 2004 business year amounted to Ch$ 168,120 million (profits for 2003 were Ch$ 127,719 million), after income taxes totalling Ch$ 32,391 million (tax payments amounted to Ch$ 23,927 million the year before).

Consolidated Financial Ratios

The main Financial Ratios that relate to the Consolidated Income Statement are as follows:

- Asset turnover: indicates the relationship between consolidated operating revenue and average total assets. This ratio has stood at 0.36 over the past few years.

- Profit on consolidated revenue: profit as a proportion of operating revenue. This ratio was 15.6% in 2004, up from 12.5% in 2003.
- Return on equity: the ratio of profit for the period to average equity. Annual return amounted to 7.9% in 2004 and 6.4% in 2003.
- Earnings per share: amounted to Ch$ 840.6 per share in 2004 and to Ch$ 638.6 in 2003.
- Return on dividends: the ratio of dividends paid during the year to the market share price at the end of the business year was 2% in 2004 and 1.5% in 2003.
- Consolidated financial expense coverage: profit before tax and interest payments over financial expenses. This figure was 7.8 in 2004 and 5.8 in 2003.
- Total inventory rotation: annual sales cost divided by average stock of goods and inputs. This rose to 5 in 2004 from 4.9 in 2003.
- Inventory tusnover: indicates for how long (on average) our inventory can cover sales at our average daily sales rate. This indicator amounted to 72.3 days in 2004 and 72.9 days in 2003.
- Retusn on Assets: profit as a proportion of average total assets was 5.6% in 2004 and 4.5% in 2003.
- Consolidated annual operational asset yield: the ratio of operating profit to operational assets. Fixed assets, stocks and accounts and accounts receivable are considered operational assets. This indicator was at 8.4% in 2004, up from 7.3% in 2003.

Summary of our Subsidiaries' Consolidated Income Statements

The Consolidated Income Statements of our subsidiaries (as described in the "Business Development" section) are summarized in the following table:

(In millions of Chilean Pesos)	Forestal Mininco S.A. and its subsidiaries	CMPC Celulosa S.A. and its subsidiary	CMPC Papeles S.A. and its subsidiaries	CMPC Tissue S.A. and its subsidiaries	CMPC Productos de Papel S.A. and its subsidiaries
Operating Revenue	197,380	383,748	316,729	234,339	134,798
Operating Costs	(141,130)	(200,661)	(230,657)	(144,065)	(97,153)
Operating Results	18,009	111,285	58,918	18,900	15,453
Financial Results	(596)	(4,057)	806	(5,776)	(2,829)
Non-operating Result (Loss)	(2,989)	(16,179)	5,223	(9,871)	(770)
E.B.I.T.D.A. (*)	23,597	143,229	76,533	34,900	18,696
Net Income	11,321	77,507	57,477	8,553	13,049

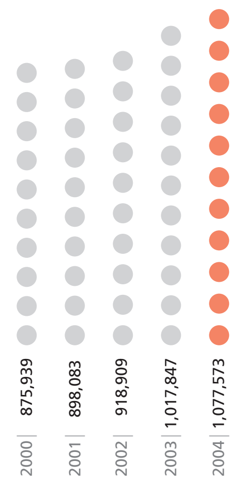
(*) Earnings before interest payments, taxes, depreciation, amortization and other extraordinary items.

2.2.- Analysis of CMPC's Separate Income Statement

Industrial, forestry and business activities are carried out by CMPC's subsidiaries, not by Empresas CMPC S.A. itself. Therefore, the appropriate financial statement for analysis is Empresas CMPC S.A. and its subsidiaries' consolidated financial statement.

The results for the year show a profit of Ch$ 168,120 million (Ch$ 127,719 million in 2003), which is principally composed of related companies' profits (Ch$ 162,773 million as of December 31, 2004, and Ch$ 131,827 million as of December 31, 2003).

CONSOLIDATED SALES
(millions of Chilean pesos)



3.- ANALYSIS OF THE GENERAL BALANCE SHEET

3.1. Analysis of Consolidated Assets and Liabilities

The assets and liabilities of Empresas CMPC S.A. and its subsidiaries have been consolidated to December 31, 2004 and 2003.

Total consolidated assets amount to Ch$ 3,086,725 million (Ch$ 2,880,152 million in 2003) of which 25.5% are liquid assets (22.6% in 2003), 72.3% are fixed assets (75.5% in 2003), and 2.2% are other assets (1.9% in 2003).

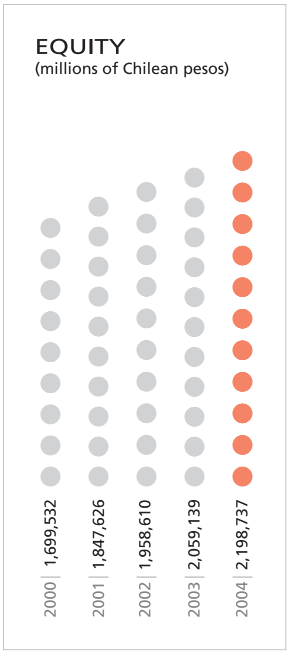
Current assets increased by Ch$ 135,475 million as the result of financial investment of the capital obtained via syndicated loan in 2004.

The net increase in fixed assets amounted to Ch$ 57,752 million, of which the principal components were: a gross increase in fixed assets totalling Ch$ 179,287 million; annual plantation growth valued at Ch$ 92,265 million; a fall in the size of the forest asset reserve due to harvesting and the sale-exchange agreement of forest assets amounting to Ch$ 66,942 million; depreciation of fixed assets by a total of Ch$ 82,075 million; and a further charge due to the cost of planting and maintaining the forest assets sold and due to harvesting amounting to Ch$ 54,204 million.

Consolidated liabilities increased by Ch$ 67,653 million in comparison to the previous year, standing at Ch$ 825,407 million as of 31 December 2004 (Ch$ 757,754 million in 2003) of which 36.4% is made up of short term liabilities (27.7% in 2003) and 63.6% of long term liabilities (72.3% in 2003).

In 2004 the company subscribed a syndicated loan for US$ 475 million, to be used to refinance some existing debt and to finance investment projects.

CMPC's net debt fell from US$ 529.9 million at the end of 2003 to approximately US$ 501.4 million as of 31 December 2004.



This has generated financial expense coverage indicators and debt-capital ratios superior to those required by the firm's creditors, and in keeping with the "A-" rating assigned to CMPC's long term dollar debt by Standard & Poor's .

Equity increased by Ch$ 139,597 million, mainly due to profits in the 2004 financial year totalling Ch$ 168,120 million, from which dividends and the reduction in the value of harvested forests must be subtracted.

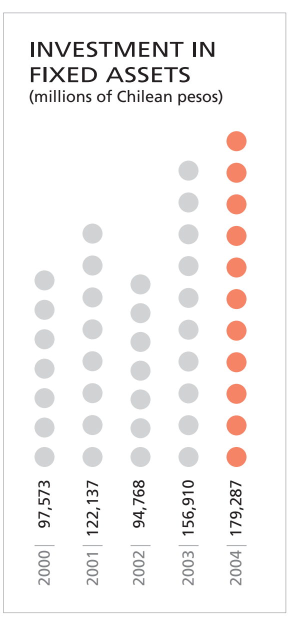
The main financial indicators relating to the Consolidated General Balance Sheet are as follows:

- **Current Liquidity Ratio:** illustrates how many times current assets cover current liabilities. This figure stands at 2.6 times in 2004 and 3.1 for 2003.
- **Quick (or Acid Test) Ratio:** indicates how many times liquid assets cover current liabilities. This ratio stands at 1.8 in 2004 (2.1 in 2003).
- **Debt to Equity Ratio:** debt as a proportion of equity. This figure was 0.38 in 2004 and 0.37 in 2003.

3.2. Analysis of CMPC's Separate Assets and Liabilities

The performance of the Parent Company's assets and liabilities is as follows:

In comparison to the previous year, current assets increased by Ch$ 150,577 million in 2004, mainly due to a rise in the number of notes and accounts receivable from related companies amounting to Ch$ 151,137 million that were previously classified as long term assets.



Fixed assets fell by Ch$ 448 million, as a result of depreciation charges totalling Ch$ 524 million.

Non-Current Other Assets fell by Ch$ 625 million, principally because on the one hand the number of notes and accounts receivable from related companies fell by Ch$ 195,141 million (transferred to current assets), while on the other the investments in related companies item increased by Ch$ 184,852 million. The latter increase is due to the acknowledgement of profits amounting to Ch$ 162,773 million; the net revaluation of the Forest Reserve of related companies totalling Ch$ 32,125 million; the addition of new investments via the purchase of shares in Bicecorp S.A. amounting to Ch$ 5,273; and charges of Ch$ 17,295 million due to dividends received by subsidiaries, and Ch$ 9,727 million due to the net change in investment value.

Current liabilities rose by Ch$ 134,122 million with regard to 2003, mainly due to a rise in notes and accounts payable to related companies amounting to Ch$ 125,246 million that was transferred from the long term, and an increase of Ch$ 7,680 million in the unpaid dividends item.

Long-term liabilities fell by Ch$ 124,216 million, principally owing to a decrease in long term notes and accounts payable to related companies totalling Ch$ 124,187 million, which was transferred to current liabilities.

Equity increased by Ch$ 139,597 million mainlis due to profits for 2004, in addition to the acknowledgement of net forest revaluation in subsidiaries, and net of charges reflecting dividend payments in the current period.

4.- CASH FLOW ANALYSIS

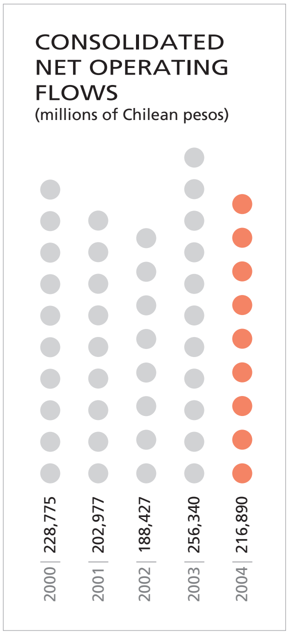
4.1.- Consolidated Cash flow Analysis

Consolidated liquid financial investments and cash amount to Ch$ 318,985 million as of December 31, 2004 (Ch$ 228,120 million in 2003).

Consolidated operating activities generated positive operational cash flows of Ch$ 216,890 million in 2004 (Ch$ 256,340 million last financial year).

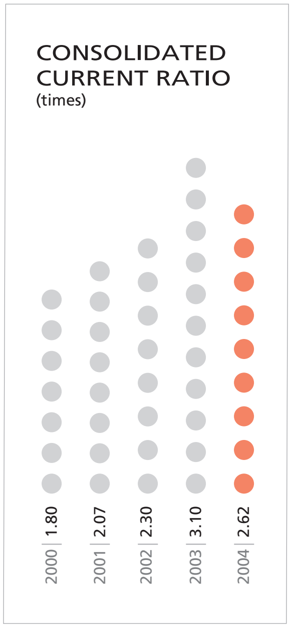
Positive net consolidated financing flows for 2004 represent a net generation of funds to the value of Ch$ 91,035 million. This is principally due to generation of funds from syndicated loan for US$ 475 million CMPC subscribed in September 2004, which was offset by the use of funds in the pre-payment of syndicated loans for US$ 195 million and by dividend payments of Ch$ 56,808 million. In the previous financial year net generation of funds amounted to Ch$ 61.521 million, principally due to a bond issved in the United States.

Consolidated investment activities led to a net use of funds of Ch$ 190,905 million in 2004 (Ch$ 199,532 million in 2003). These flows are due to investment in fixed assets totalling Ch$ 222,966 million in 2004 (Ch$ 200,215 million in 2003), which was partially offset by the sale of forest assets to the value of Ch$ 37,025.



4.2.- Analysis of CMPC's Individual Cash Flow.

As mentioned above, forestry, trade, industrial and the main financial operations of the company are carried out through subsidiaries, therefore an informative analysis must focus on the consolidated financial statements. However, individual cash flow for the period to December 31, 2004 and 2003 for Empresas CMPC S.A. is shown below.



Empresas CMPC S.A.'s operating activities generated positive flows to the value of Ch$ 14,921 million in the period to 31 December 2004 (negative flows of Ch$ 10,904 million in 2003).

Net financing flows were negative, amounting to Ch$ 52,964 million in the period to 31 December 2004, (negative Ch$ 36,570 million in 2003), chiefly as a result of dividend payments in both periods.

Investment activities recorded positive flows worth Ch$ 38,195 million in 2004 (Ch$ 47,317 million in 2003). This stems mainly from loan repayment by related companies offset by use of funds to acquire shares in Bicecorp S.A. In 2003 loan repayments from related companies were offset by the use of funds to acquire Forestal y Agrícola Monte Águila S.A..

5.- RISK ANALYSIS AND EXCHANGE RATE EXPOSURE

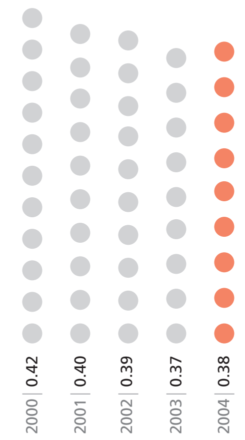
Empresas CMPC S.A. exports approximately 53% of total sales, principally to markets in Europe, Latin America, Asia and the United States. These sales are made in US dollars. Domestic sales - both in Chile and those of our subsidiaries in Argentina, Peru and Uruguay - are made in local currency indexed to the US dollar. This implies that the proportion of Empresas CMPC S.A.'s revenue flow that is either in, or indexed to, US dollars amounts to over 70% of total sales. The company's costs, both for raw materials and investments in fixed assets, are also mainly in, or indexed to, US dollars.

Only in very specific cases are export sales or payment commitments made in foreign currencies other than the US dollar. In order to avoid exchange rate risk in non-US dollar currencies, derivatives are utilized to fix the exchange rates in question. As of December 31, 2004 our main positions were forward purchases of $ 10 million euros to hedge machinery imports payable in euros, and forward sales of $ 1.9 million brazilian reais. Moreover, as of the aforementioned date 30% of short term liquid assets were held in euros so as to pay for euro-denominated imports related to the Santa Fe mill expansion project. Derivatives are used to structure these investments.

Given that the company must regularly convert US dollars from its export earnings to cover outlays in Chilean pesos, CMPC occasionally sells short term Chilean peso-US dollar forwards. However, at the close of the financial year CMPC held no such active forward contracts .

As CMPC's revenue flows are highly indexed to the US dollar, liabilities have been taken on in this currency. It is company policy to reduce the accounting mismatch between assets and liabilities expressed in US dollars so as to minimize the extent to which exchange rate fluctuations affect profit for the year. To this end the currency composition of the financial investment portfolio is carefully managed and Chilean peso-US dollar forwards are occasionally made use of. At the end of the 2004 financial year forward contracts to the value of US$ 84.4 million were in place.

CONSOLIDATED DEBT-EQUITY RATIO
(times)



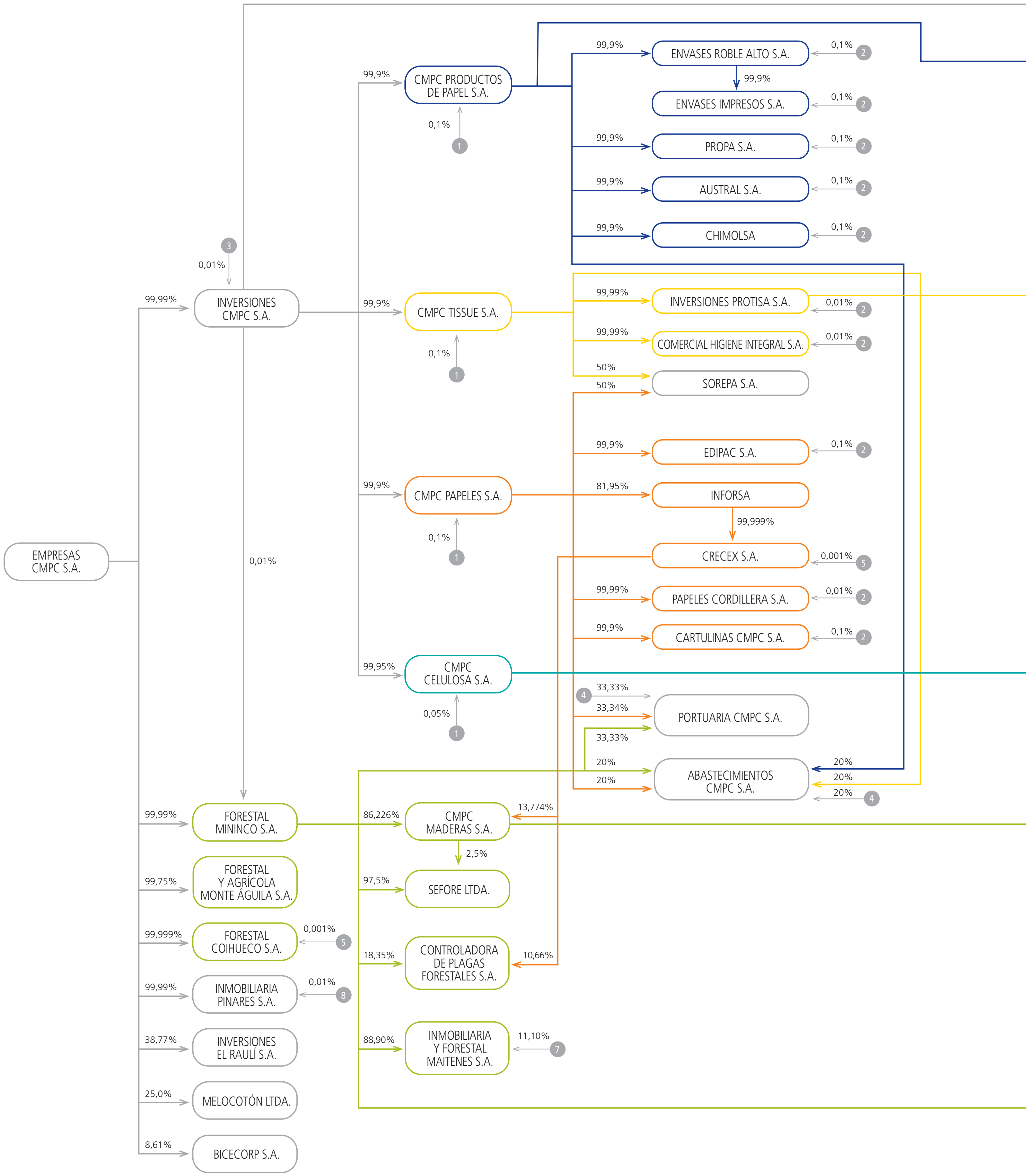
The greater stability of the Argentinean and Uruguayan pesos and the reduction over the past few years in the working capital of our subsidiaries there have allowed the company to limit the effects of these currencies' exchange rate fluctuations on profits.

The Company actively handles the term structure of its debt through derivatives in order to optimize financial expenses as a function of operating income. A combination of derivatives and interest rate swap contracts allows the company to fix the Libor rate and estabilish the range of interest rates within which CMPC should make use of floating rates in its liabilities.

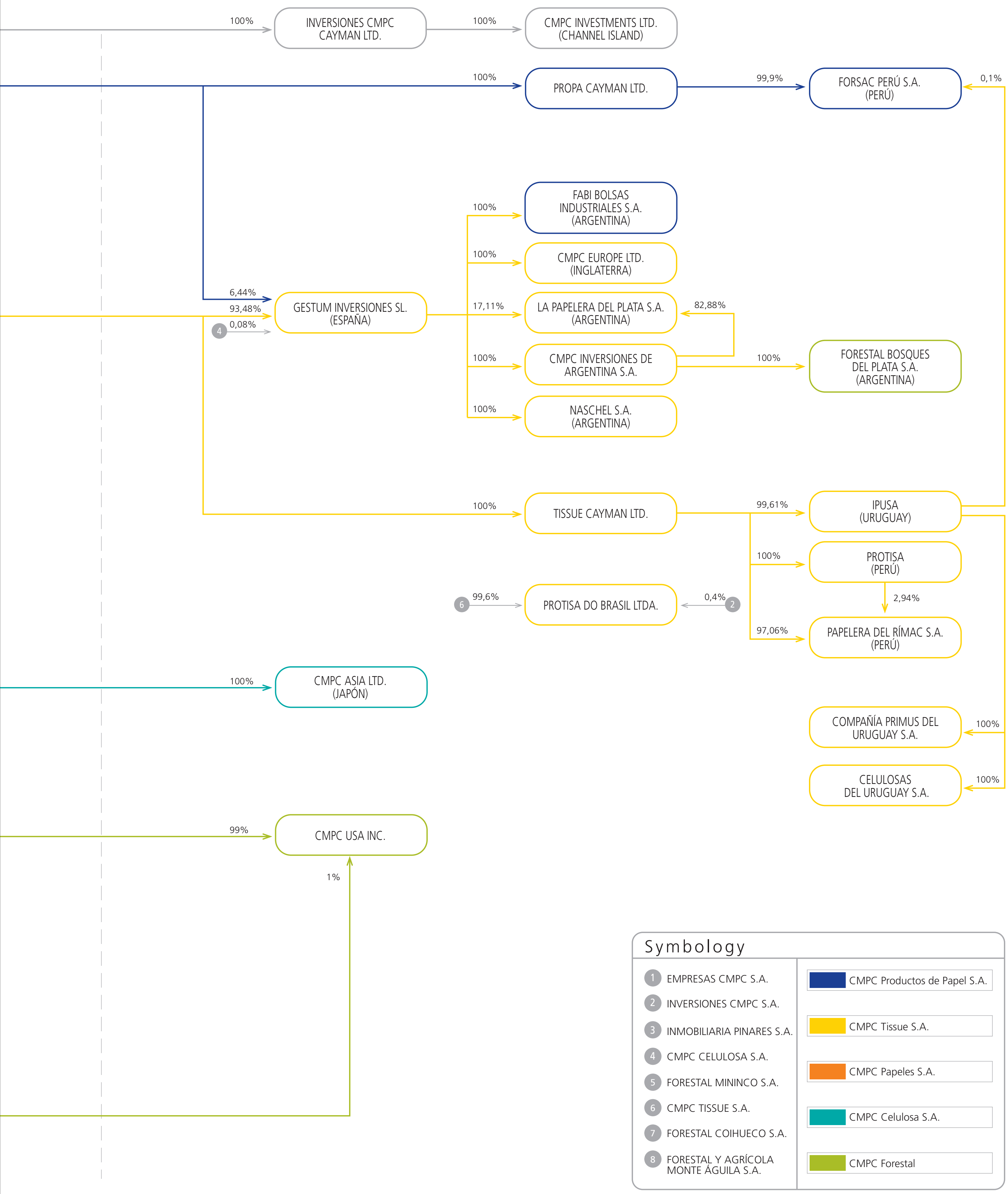
Using the Libor rate as of December 31, 2004, the composition of the Company's consolidated debt is 87% fixed rate and 13% floating rate. This combination ensures an average debt interest rate of 4.7% in US dollars.

OWNERSHIP STRUCTURE

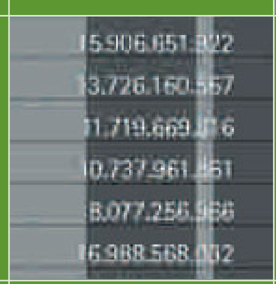
In Chile



Abroad


100%
INVERSIONES CMPC CAYMAN LTD.
100%
CMPC INVESTMENTS LTD. (CHANNEL ISLAND)
100%
PROPA CAYMAN LTD.
99,9%
FORSAC PERÚ S.A. (PERÚ)
0,1%
100%
FABI BOLSAS INDUSTRIALES S.A. (ARGENTINA)
100%
CMPC EUROPE LTD. (INGLATERRA)
6,44%
93,48%
4 0,08%
GESTUM INVERSIONES SL. (ESPAÑA)
17,11%
LA PAPELERA DEL PLATA S.A. (ARGENTINA)
82,88%
100%
CMPC INVERSIONES DE ARGENTINA S.A.
100%
FORESTAL BOSQUES DEL PLATA S.A. (ARGENTINA)
100%
NASCHEL S.A. (ARGENTINA)
100%
TISSUE CAYMAN LTD.
99,61%
IPUSA (URUGUAY)
100%
PROTISA (PERÚ)
2,94%
6 99,6%
PROTISA DO BRASIL LTDA.
0,4% 2
97,06%
PAPELERA DEL RÍMAC S.A. (PERÚ)
100%
CMPC ASIA LTD. (JAPÓN)
COMPAÑÍA PRIMUS DEL URUGUAY S.A.
100%
CELULOSAS DEL URUGUAY S.A.
100%
99%
CMPC USA INC.
1%
Symbology
1 EMPRESAS CMPC S.A.
2 INVERSIONES CMPC S.A.
3 INMOBILIARIA PINARES S.A.
4 CMPC CELULOSA S.A.
5 FORESTAL MININCO S.A.
6 CMPC TISSUE S.A.
7 FORESTAL COIHUECO S.A.
8 FORESTAL Y AGRÍCOLA MONTE ÁGUILA S.A.
CMPC Productos de Papel S.A.
CMPC Tissue S.A.
CMPC Papeles S.A.
CMPC Celulosa S.A.
CMPC Forestal

GENERAL INFORMATION



EQUITY

The Company's equity as of December 31, 2004, after annual restatement as provided by law, amounts to ThCh$ (thousand Chilean Pesos) 98,959,398 divided into 200 million shares.

EMPRESAS CMPC S.A.'s net worth as of December 31, 2004 amounts to ThCh$ 2,198,736,743.

SHARE OWNERSHIP

In compliance with General Rule N° 30 issued by the Securities and Insurance Authority, we list the twelve largest shareholders, displaying the number of shares owned by each as of December 31, 2004.

Shareholder	Number of shares
Forestal Cominco S.A.	39,254,440
Forestal Constructora y Comercial del Pacífico Sur S.A.	38,432,339
Forestal O'Higgins S.A.	13,976,744
AFP Provida S.A. para Fondos de Pensiones	12,496,248
Forestal Bureo S.A.	8,068,615
AFP Habitat S.A. para Fondos de Pensiones	7,684,226
AFP Cuprum S.A. para Fondos de Pensiones	4,974,773
AFP Santa María S.A. para Fondos de Pensiones	4,252,509
Inmobiliaria Ñague S.A.	4,145,628
AFP Summa Bansander S.A. para Fondos de Pensiones	3,904,823
Coindustria Ltda.	3,577,021
Constructora Santa Marta Ltda.	3,309,907

The number and ownership of shares in Empresas CMPC S.A. belonging to companies that directly or through some type of relationship between them control 55.47% of the equity with voting rights, is detailed below.

Shareholder	Number of shares
Forestal Cominco S.A.	39,254,440
Forestal Constructora y Comercial del Pacífico Sur S.A.	38,432,339
Forestal O'Higgins S.A.	13,976,744
Forestal Bureo S.A.	8,068,615
Inmobiliaria Ñague S.A.	4,145,628
Coindustria Ltda.	3,577,021
Forestal y Minera Ebro Ltda.	795,534
Forestal y Minera Volga Ltda.	712,069
Inmobiliaria y Forestal Chigualoco S.A.	523,112
Forestal Peumo S.A.	414,930
Forestal Calle Las Agustinas S.A.	311,792
Forestal Choapa S.A.	188,222
Others	537,891

All the shareholders listed above belong to a same corporate group, but do not have a formal joint action agreement.

On the 28th of May 2004 Bicecorp S.A., a company with strong links to CMPC and controlled by the same group, acquired through subsidiaries all the shares of Cía. de Seguros de Vida La Construcción S.A. This firm owns 57,111 shares of Empresas CMPC S.A. For the purposes of this report these shares are counted as belonging to the controlling group.

Final controllers are the following natural persons: Mr. Eliodoro Matte, Identity Nº 4,436,502-2, Ms. Patricia Matte, Identity Nº 4,333,299-6, and Mr. Bernardo Matte, Identity Nº 6,598,728-7.

Control of the above-mentioned companies is shared equally by the final controllers.

SHARE TRANSACTIONS

Transactions of CMPC shares in 2004 by shareholders with some relationship to the company:

	Number of Shares Purchase/(Sale)	Unit Price Ch$	Amount ThCh$
Director			
Manuel Mardones R.	(15,000)	11,850.00	177,750
Manuel Mardones R.	6,000	10,800.00	64,800
Relative of a Director			
María Adela Celis Meyer	801	11,900.00	9,532
Luis Ignacio Marín Jordán	1,320	12,910.00	17,041
Rafael Andrés Marín Jordán	1,085	12,910.00	14,007
Some relationship to a Director			
Compañía de Rentas Epulafquen Limitada	735	12,910.00	9,448
Compañía de Rentas Trigal Limitada	870	12,910.00	11,232
El Mayorazgo S.A.	2,170	12,910.00	28,015
Foger Sociedad de Gestión Patrimonial	7,600	12,902.50	98,059
Inversiones Amolanas Limitada	3,300	11,118.18	36,690
Inversiones La Pinta Limitada	4,000	11,718.75	46,875
Marín y Compañía S.A.	1,070	12,910.00	13,814
Sociedad Civil de Rentas Huishue	775	12,910.00	10,005
Executive			
Gonzalo García Balmaceda	1,389 a)	12,112.02	16,824
Relative of an Executive			
Moira Nicoll Benson	1,576	13,000.00	20,488

Notes:

a) A result of the division and distribution of shares from the estate of Ms. Rosario Sotomayor Ossa.

b) In 2003 Mr. Manuel Mardones R. sold 5,292 shares, Compañía de Rentas Epulafquen Limitada acquired 3,000 shares and Inversiones Amolanas Limitada acquired 11,298 shares.

QUARTERLY STATISTICS OF SHARE TRANSACTIONS

Quarter	Units	Amount, Ch$	Average Price, Ch$
1st quarter 2002	2,756,626	17,203,531,899	6,240.79
2nd quarter 2002	1,289,668	8,329,916,411	6,458.96
3rd quarter 2002	3,140,888	20,933,818,200	6,664.94
4th quarter 2002	3,270,675	20,400,980,033	6,237.54
1st quarter 2003	2,983,658	19,216,931,903	6,440.73
2nd quarter 2003	3,956,835	29,585,049,495	7,476.95
3rd quarter 2003	3,536,218	34,071,376,073	9,634.98
4th quarter 2003	4,678,243	51,803,839,115	11,073.35
1st quarter 2004	1,955,632	22,964,024,972	11,742.51
2nd quarter 2004	2,399,865	27,581,460,649	11,492.92
3rd quarter 2004	3,198,157	40,246,451,542	12,584.26
4th quarter 2004	3,051,588	39,496,701,281	12,943.00

Note: Statistics include information from the Santiago Stock Exchange, the Electronic Exchange of Chile and the Brokers' Exchange

REMUNERATION AND EXPENSES OF THE BOARD AND COMMITTEE OF DIRECTORS, AND MANAGEMENT REMUNERATION

Under the provisions of Law 18,046, the Annual General Meeting of Shareholders of Empresas CMPC S.A. held on April 30th 2004 agreed, as they did the previous year, that the remuneration of the Board of Directors should be 1% of the regular dividends paid during the year 2004, duly restated, shared out equally among them, with the Chairman entitled to a double share.

As of December 31, 2004, a provision of ThCh$ 530,294 was set up for this purpose, corresponding to 1% of the dividends paid during the period.

The Board of Directors' share for the year 2003 amounted to ThCh$ 362,320 (at historic accounting values), and was paid during the first semester of the year 2004, of which ThCh$ 90,580 were paid to the Chairman, Mr. Eliodoro Matte, and ThCh$ 45,290 to each of the Directors: Messrs. Ernesto Ayala, Patricio Grez, Jorge Marín, Jorge Gabriel Larraín, Manuel Mardones and Bernardo Matte.

Furthermore, Mr. Eliodoro Matte received ThCh$ 65,413 (ThCh$ 63,847 in 2003) for services in addition to his work as a Director.

Remuneration paid by subsidiaries during the 2004 financial year to Directors who also sit on the parent company board amounted to ThCh$ 194,791 (Th$ 221,188 in 2003), and were paid to the following directors: Messrs. Ernesto Ayala Th$ 27,481 (Th $ 29,170 in 2003), Eliodoro Matte Th$ 68,103 (Th$ 74,136 in 2003), Bernardo Matte Th$ 53,770 (Th$ 59,560 in 2003), Jorge Gabriel Larraín Th$ 31,109 (Th$ 29,171 in 2003), and Patricio Grez Th$ 14,328 (Th$ 14,573 in 2003). Mr Manuel Mardones received no payment for work as a Director from subsidiaries in 2004 (Th$ 14,578 in 2003).

The Committee of Directors established under Law 18,046 wields the authority and undertakes the duties established in Article 50 Bis of said Law. The Committee of Directors is made up of Messrs. Ernesto Ayala, Patricio Grez, and Jorge Marin, and the fees paid to the members of said Committee amount to ThCh$ 2,042 each. No other expenses have been recorded during the period.

The expenses of the Board of Directors for 2004 only include travel expenses and amount to ThCh$ 4,294 (Th$ 5,908 in 2003).

Total gross remuneration received by the Company's executives amounts to ThCh$ 1,522,579 in 2004 (ThCh$ 1,396,800 in 2003).

The executive staff has an incentive plan consisting of an annual bonus whose size depends on profits and on meeting the Company's operational budget targets. The amount of this variable component of remuneration is included in the above figure.

During 2004 no staff severance indemnities for years of service were paid to senior executives. In 2003 these amounted to Ch$ 66,220.

FINANCIAL STATEMENTS

EMPRESAS CMPC S.A.'s Financial Statements for the year to December 31, 2004 are submitted to shareholders having been prepared according to the Rules issued by the Securities and Insurance Authority. These require the inclusion of the proportion corresponding to EMPRESAS CMPC S.A. of the assets and profit/loss of related companies at the close of the current period in the assets and profit/loss statement of EMPRESAS CMPC S.A. These Financial Statements show a net profit of ThCh$ 168,120,145 which may be entirely distributed as dividends, and includes amortization of negative good will of investments in related companies totalling ThCh$ 1,985,036 as per Note N° 13 to the Consolidated Financial Statements.

DISTRIBUTION OF PROFITS

In accordance with General Rule N° 30, issued by the Securities and Insurance Authority, the dividends paid per share in the last five years is shown below:

2000	Ch$ 145 per share
2001	Ch$ 196 per share
2002	Ch$ 111 per share
2003	Ch$ 181 per share
2004	Ch$ 260 per share

As agreed in the Annual General Meeting of Shareholders held on April 30, 2004, the Company paid final dividend N° 230 of Ch$ 90 per share in May 2003, debited to profits for the year 2003.

The dividend policy agreed by the Annual General Meeting of Shareholders mentioned above consisted of the payment of two provisional dividends in September 2004 and December 2004 or January 2005 with the final dividend to be determined by the Meeting of Shareholders and paid in May 2005, such that total dividend payments amount to 40% of 2004 profits. In accordance with this policy the Board agreed to pay provisional dividend N° 231 amounting to $90 per share, and provisional dividend N° 232 amounting to $120 per share in September 2004 and January 2005 respectively. These are to be debited to profits for 2004.

According to the legal provisions in force, the Shareholders' Meeting determines how the profits for the period are to be distributed and dividends allocated.

PERSONNEL

As of December 31, 2004, the company's personnel amounted to 8,517 persons, distributed as follows:

Company	Senior Management	Professionals and Technicians	Workers	Total
Forestal Mininco S.A.	33	374	700	1,107
CMPC Celulosa S.A.	58	353	813	1,224
CMPC Papeles S.A.	43	497	1,163	1,703
CMPC Tissue S.A.	41	592	1,901	2,534
CMPC Productos de Papel S.A.	37	288	1,425	1,750
Empresas CMPC S.A.	9	113	77	199
Totals	**221**	**2,217**	**6,079**	**8,517**

FURTHER ITEMS OF NOTE

a. Empresas CMPC S.A. became guarantor of and co-debtor with its subsidiary Inversiones CMPC S.A. through its agency in the Cayman Islands, in regard to the syndicated loan taken out by the aforementioned subsidiary on the 2nd of September 2004. The syndicate was led by the following banks: Banco Bilbao Viscaya Argentaria S.A., BNP Paribas, Citibank and Banco Santander.

   The loan is for US$ 475 million and is due between 2006 and 2009, with interest rate charges at the Libor rate plus a 0.225% per annum margin for the first three years, with the margin rising to 0,25% thereafter.

   The purpose of the loan is to re-finance existing debt and to finance capital investment.

   The board of Empresas CMPC S.A. approved the aforementioned guarantee at their ordinary meeting on the 5th of August 2004.

b. The board of Empresas CMPC S.A. approved the Santa Fe Line 2 project at meeting number 1551 on the 8th of July 2004. This project entails the construction and operation of a second production line of bleached eucalyptus pulp, with a capacity of 780,000 tons per annum.

   The investment in fixed assets for this project amounts to US$ 745 million, and will be financed by a combination of company assets and fresh funds from the loan described in point a. above.

   The new line is expected to come on stream in September 2006, attaining normal production levels approximately 12 months from that date.

c. On the 6th of June 2004 the board of Empresas CMPC S.A. approved a project aimed at rationalizing the company's forest assets via the sale and exchange of certain plantations belonging to CMPC subsidiaries to Celulosa Arauco y Constitución S.A and its subsidiaries.

The forestry subsidiaries of Empresas CMPC S.A. transferred approximately 26,000 hectares of forest to Celulosa Arauco y Constitución S.A, and received 9,000 hectares in return, along with a payment of approximately US$ 55 million. The plantations are located in an area between Chile's 7th and 10th regions. This transaction generated profits amounting to approximately US$ 15 million in the consolidated financial statements of Empresas CMPC in the current financial year.

ENDORSEMENT OF THE ANNUAL REPORT

The Directors and the Chief Executive Officer of EMPRESAS CMPC S.A. listed below declare themselves liable regarding the truth of all the information included in this Annual Report, and sign hereafter.

ELIODORO MATTE
Chairman
Identity number 4,436,502 - 2

ERNESTO AYALA
Director
Identity number 487,554 - 0

PATRICIO GREZ
Director
Identity number 1,854,776 - 7

MANUEL MARDONES
Director
Identity number 1,468,225 - 2

JORGE G. LARRAIN
Director
Identity number 4,102,581 - 6

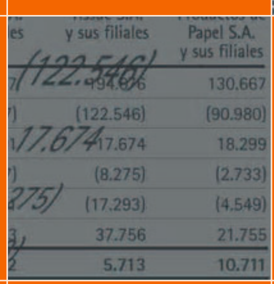
JORGE E. MARIN
Director
Identity number 7,639,707 - 4

BERNARDO MATTE
Director
Identity number 6,598,728 - 7

ARTURO MACKENNA
Chief Executive Officer
Identity number 4,523.287 - 5

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2004 (Translation of the original in Spanish)



Ch$	Chilean pesos
ThCh$	Thousands of Chilean pesos
US$	United States dollars
ThUS$	Thousands of United States dollars
A$	Argentinean pesos
Ur$	Uruguayan pesos
S$	New Peruvian soles
UF	The Unidad de Fomento is a Chilean inflation index-linked, peso-denominated unit, set daily in advance on the basis of the previous month's inflation rate.

CONSOLIDATED BALANCE SHEET

(Translation of the original in Spanish)

Assets	At December 31, 2004 ThCh$	2004 ThUS$	2003 ThCh$	2003 ThUS$
Current assets				
Cash and banks	4,722,575	8,473	3,469,398	5,700
Time deposits	140,420,190	251,920	80,110,014	131,621
Marketable securities	125,765,816	225,629	56,745,218	93,232
Trade accounts receivable (net)	146,600,694	263,008	128,127,353	210,512
Notes receivable (net)	39,525,139	70,910	37,374,404	61,406
Sundry debtors	18,249,346	32,740	14,700,127	24,152
Notes and accounts receivables to related companies	373,658	671	130,443	214
Inventories (net)	225,520,398	404,593	208,835,462	343,116
Recoverable taxes	27,368,348	49,100	22,575,137	37,091
Prepaid expenses	6,745,485	12,102	7,021,877	11,537
Deferred taxes	3,365,139	6,037	4,312,676	7,086
Other current assets	48,211,257	86,493	87,990,872	144,568
Total current assets	**786,868,045**	**1,411,676**	**651,392,981**	**1,070,235**
Fixed assets				
Land and plantations	1,157,727,294	2,077,013	1,134,021,372	1,863,190
Buildings and constructions	436,946,728	783,902	433,753,434	712,654
Machinery and equipment	1,554,076,886	2,788,082	1,491,495,954	2,450,519
Other fixed assets	134,701,613	241,661	96,553,490	158,636
Increased value from technical appraisal of fixed assets	47,539,477	85,288	47,735,882	78,430
Depreciation	(1,099,753,423)	(1,973,006)	(1,030,073,333)	(1,692,404)
Total net fixed assets	**2,231,238,575**	**4,002,940**	**2,173,486,799**	**3,571,025**
Other assets				
Investment in related companies	26,972,800	48,390	19,668,340	32,315
Investment in other companies	129,573	232	129,480	213
Goodwill (net)	59,056,315	105,950	65,275,326	107,247
Negative goodwill (net)	(25,035,150)	(44,914)	(35,281,748)	(57,968)
Long-term debtors	4,252,377	7,629	2,310,431	3,796
Notes and accounts receivables to related companies long term	-	-	-	-
Intangibles (net)	1,796,814	3,224	1,799,051	2,956
Others	1,445,925	2,593	1,371,411	2,253
Total other assets	**68,618,654**	**123,104**	**55,272,291**	**90,812**
Total assets	**3,086,725,274**	**5,537,720**	**2,880,152,071**	**4,732,072**

The accompanying Notes 1 to 35 are an integral part of these consolidated financial statements.

Liabilities and shareholders' equity	At December 31,			
	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
Current liabilities				
Liabilities with banks and financial institutions - short term	1,515,357	2,719	2,407,597	3,956
Short-term portion of long-term liabilities with banks and financial institutions	3,165,182	5,678	27,296,196	44,848
Bonds issued	140,034,151	251,227	788,863	1,296
Current portion of other long-term liabilities	5,523,236	9,909	40,827,962	67,080
Dividends payable	25,025,391	44,897	17,219,391	28,292
Accounts payable	94,016,297	168,669	88,866,472	146,007
Notes payable	3,099,446	5,561	3,387,171	5,565
Sundry creditors	1,356,738	2,434	729,976	1,199
Notes and accounts payable to related companies	69,271	124	1,454,768	2,390
Provisions	16,294,267	29,233	16,263,617	26,721
Withholdings	6,911,785	12,400	4,123,277	6,775
Income tax	-	-	4,586,218	7,535
Unearned income	1,321,467	2,371	1,165,125	1,914
Other current liabilities	2,007,969	3,602	732,296	1,203
Total current liabilities	**300,340,557**	**538,824**	**209,848,929**	**344,781**
Long-term liabilities				
Liabilities with banks and financial institutions	264,765,000	475,000	118,685,775	195,000
Bonds issued	167,220,000	300,000	334,754,750	550,000
Notes payable	11,773,330	21,122	25,754,726	42,315
Provisions	28,164,759	50,529	27,953,767	45,928
Deferred taxes	53,143,056	95,341	40,755,910	66,961
Total long-term liabilities	**525,066,145**	**941,992**	**547,904,928**	**900,204**
Minority interest	**62,581,829**	**112,275**	**63,258,855**	**103,934**
Shareholders' equity				
Paid-in capital	98,959,398	177,537	98,959,398	162,590
Other reserves	787,830,725	1,413,403	755,705,487	1,241,619
Retained earnings:				
Reserve for future dividends	14,830,466	26,606	14,830,466	24,366
Accumulated earnings	1,171,176,009	2,101,141	1,094,708,666	1,798,600
Net income for the year	168,120,145	301,615	127,718,942	209,841
Interim dividends	(42,180,000)	(75,673)	(32,783,600)	(53,863)
Total shareholders' equity	**2,198,736,743**	**3,944,629**	**2,059,139,359**	**3,383,153**
Total liabilities and shareholders' equity	**3,086,725,274**	**5,537,720**	**2,880,152,071**	**4,732,072**

The accompanying Notes 1 to 35 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF INCOME

(Translation of the original in Spanish)

	For the years ended December 31,			
	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
Operating results				
Sales	1,077,572,791	1,933,213	1,017,847,140	1,672,317
Cost of sales	(629,593,160)	(1,129,518)	(615,554,609)	(1,011,352)
Gross margin	**447,979,631**	**803,695**	**402,292,531**	**660,965**
Administrative and selling expenses	(228,763,766)	(410,412)	(216,664,036)	(355,978)
Operating income	**219,215,865**	**393,283**	**185,628,495**	**304,987**
Non-operating results				
Financial income	6,939,700	12,450	4,233,535	6,955
Gain on investment in related companies	2,528,569	4,537	1,818,145	2,987
Other non-operating income	12,465,358	22,364	9,170,367	15,067
Loss on investment in related companies	(8,251)	(15)	(12,479)	(21)
Amortization of goodwill	(4,619,017)	(8,287)	(4,762,942)	(7,825)
Financial expenses	(29,624,022)	(53,147)	(31,523,754)	(51,793)
Other non-operating expenses	(7,076,665)	(12,696)	(6,611,702)	(10,863)
Price-level restatements	(2,377,216)	(4,265)	1,779,940	2,924
Foreign exchange gains (losses)	4,014,054	7,201	(7,511,039)	(12,341)
Non-operating loss	**(17,757,490)**	**(31,858)**	**(33,419,929)**	**(54,910)**
Income before income taxes	201,458,375	361,425	152,208,566	250,077
Income taxes	(32,391,444)	(58,112)	(23,926,976)	(39,312)
Consolidated income	**169,066,931**	**303,313**	**128,281,590**	**210,765**
Minority interest	(2,931,822)	(5,259)	(2,334,240)	(3,835)
Net income	**166,135,109**	**298,054**	**125,947,350**	**206,930**
Amortization of negative goodwill	1,985,036	3,561	1,771,592	2,911
Net income for the year	**168,120,145**	**301,615**	**127,718,942**	**209,841**

The accompanying Notes 1 to 35 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

(Translation of the original in Spanish)

	For the years ended December 31,			
	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
Cash flows from operating activities				
Net income for the year	168,120,145	301,615	127,718,942	209,841
Gain on sale of fixed assets	(8,804,638)	(15,796)	(378,064)	(621)
Loss on sale of other assets	-	-	1,784,705	2,932
Charges (credits) to income not representing cash flows:				
Depreciation	82,074,549	147,245	84,235,035	138,398
Amortization of intangible assets	29,119	52	66,742	110
Write-offs and provisions	16,751,926	30,054	13,899,323	22,837
Net income on investment in related companies	(2,528,569)	(4,537)	(1,818,145)	(2,987)
Net loss on investment in related companies	8,251	15	12,479	21
Goodwill amortization	4,619,017	8,287	4,762,942	7,825
Negative goodwill amortization	(1,985,036)	(3,561)	(1,771,592)	(2,911)
Price-level restatements	2,377,216	4,265	(1,779,940)	(2,924)
Foreign exchange gains (losses)	(4,014,054)	(7,201)	7,511,039	12,341
Other credits not representing cash flows	(1,114,165)	(1,999)	(4,520,392)	(7,427)
Changes in assets which affect cash flows:				
Increase in trade accounts receivable	(30,644,328)	(54,977)	(5,821,565)	(9,565)
Increase in inventories	(22,621,104)	(40,582)	4,257,117	6,994
(Increase) decrease in other assets	3,628,807	6,510	987,280	1,622
Changes in liabilities which affect cash flows:				
(Decrease) increase in accounts payable related to operating results	(4,714,338)	(8,458)	3,747,938	6,158
Decrease in interest payable	3,769,895	6,763	4,199,350	6,900
Increase in taxes payable	8,102,478	14,536	11,162,786	18,340
Increase (decrease) in other accounts payable related to non-operating results	2,077,463	3,727	2,315,310	3,804
(Decrease) increase in Value Added Tax and other similar taxes payable	(1,174,791)	(2,108)	3,434,965	5,643
Minority interest	2,931,822	5,260	2,334,240	3,835
Net positive cash flows from operating activities	**216,889,665**	**389,110**	**256,340,495**	**421,166**

The accompanying Notes 1 to 35 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

(Translation of the original in Spanish)

	For the years ended December 31,			
	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
Cash flows from financing activities				
Loans received	301,101,500	540,190	170,209,407	279,653
Bonds	-	-	214,549,441	352,503
Other financial sources	-	-	105,586	173
Payment of dividends	(56,808,300)	(101,917)	(39,432,401)	(64,787)
Payment of loans	(153,258,090)	(274,952)	(281,167,062)	(461,956)
Payment of bond issuance cost	-	-	(2,725,293)	(4,478)
Other financing activities disbursements	-	-	(18,768)	(30)
Net negative cash flows from financing activities	**91,035,110**	**163,321**	**61,520,910**	**101,078**
Cash flows from investment activities				
Proceeds from sale of fixed assets	37,024,921	66,424	568,565	934
Other investment income	308,469	553	1,144,509	1,880
Additions on fixed assets	(222,965,882)	(400,010)	(200,215,027)	(328,952)
Permanent investments	(5,272,978)	(9,460)	(1,018,058)	(1,672)
Other investment disbursements	-	-	(11,612)	(19)
Net negative cash flows from investment activities	**(190,905,470)**	**(342,493)**	**(199,531,623)**	**(327,829)**
Net positive (negative) cash flows for the year	**117,019,305**	**209,938**	**118,329,782**	**194,415**
EFFECT OF INFLATION ON CASH AND CASH EQUIVALENTS	(26,153,832)	(46,921)	(36,868,691)	(60,575)
NET CHANGE IN CASH AND CASH EQUIVALENTS	90,865,473	163,017	81,461,091	133,840
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	228,119,717	409,256	146,658,626	240,959
CASH AND CASH EQUIVALENT AT END OF YEAR	**318,985,190**	**572,273**	**228,119,717**	**374,799**

The accompanying Notes 1 to 35 are an integral part of these consolidated financial statements.

NOTE 1 - COMPANY'S REGISTRATION

Empresas CMPC S.A. is registered as N° 115 in the Official Company Register and is under the supervision of the Chilean Superintendency of Securities and Insurance (the "Superintendency").

The subsidiaries Industrias Forestales S.A., and Inversiones CMPC S.A. are registered under N° 0066, and 672, respectively.

During September 2004, the subsidiaries Forestal Mininco S.A. and Forestal Crecex S.A., cancelled their registration in the Securities Registry of the Superintendency of Securities and Insurance, pursuant to exempt resolutions N° 437 and N° 444, respectively.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Accounting period

The consolidated financial statements cover the period January 1 to December 31, 2004 and are compared to the same period in 2003.

b) Basis of preparation

The consolidated financial statements have been prepared in accordance with Superintendency regulations, which are consistent with accounting principles generally accepted in Chile issued by the Chilean Institute of Accountants. In the event of discrepancy, the Superintendency regulations shall prevail.

c) Basis of presentation

For an adequate comparison, the balances in the consolidated financial statements as of December 31, 2003 have been restated out-of-book by the variation in the Consumer Price Index (CPI) for the period December 1, 2003 to November 30, 2004, amounting to 2.5%. In addition, minor reclassifications were made for consistency with the 2004 period.

d) Basis of consolidation

The consolidated financial statements include the assets, liabilities, income statement accounts and cash flows of the Parent Company Empresas CMPC S.A. and its subsidiaries.

Significant amounts and results of transactions between the consolidated companies have been eliminated and the participation of the minority shareholders has been recognized in the financial statements under Minority interest.

e) Price-level restatements

The consolidated financial statements have been restated in order to reflect the effect of price-level changes on the Chilean peso in each year (Note 22). Restatements have been calculated on the basis of the Consumer Price Index published by the Chilean Institute of Statistics, which shows a variation of 2.5% for the period December 1, 2003 to November 30, 2004 (1.0% for the same period in the preceding year). Income and expense accounts have also been restated to present them in year-end constant pesos.

The values in unidades de fomento have been translated into Chilean pesos at 1 UF: Ch$ 17,317.05 at December 31, 2004 (Ch$ 16,920.00 to UF 1 at December 31, 2003).

f) Currency translation

Assets and liabilities in foreign currency have been translated into Chilean pesos at the year-end exchange rate (Ch$ 557.40 US$ 1 at December 31, 2004 and Ch$ 593.80 to US$ 1 at December 31, 2003).

The adjustment effect of assets and liabilities in foreign currency is shown in the Statement of Income under Foreign exchange differences, net of local inflation effects.

To incorporate to the consolidated financial statements of the Company and its subsidiaries the financial statements of the subsidiaries its assets and liabilities were translated at the exchange rate of A$ 2.98 Argentine pesos to 1 US$ (A$2.93/US$ in 2003). Uruguayan pesos at 26.38 UR$ to 1 US$ (UR$29.29/US$ in 2003), and New Peruvian soles at the rate of 3.28 S$ to 1 US$ (S$ 3.46 in 2003).

g) Time deposits and marketable securities

Time deposits in banks and financial institutions are valued at cost plus adjustments and interest accrued at each year end.

Fixed-income securities are shown at restated investment cost plus interest accrued at each year end at the real interest rate determined on the purchase date.

Mutual fund units and foreign investment founds are presented at the year-end unit value. Promissory notes and other bonds are shown at their restated purchase cost plus interest accrued at year end.

The resulting amounts do not exceed their market values, and adjustments have been made when the market value is lower.

The Company has invested resources in time deposits and marketable securities in Chilean pesos, which have been complemented with derivatives in dollars and euro, whereby the operation is redenominated to such currencies.

h) Inventories

Inventories of finished products and work in progress have been valued at the most recent direct production cost, including certain indirect inputs.

Forest plantations which are deemed to be exploited within one year are included under inventories.

Raw materials, supplies and other operating supplies are valued at restated cost at each year end.

The resulting amounts do not exceed their related net realizable and replacement values, respectively.

A provision has been set up to cover obsolescence of supplies, raw materials and other inputs based on the turnover and historical movements of these inventories.

i) Allowance for unrecoverable accounts

The Company and subsidiaries have set up a provision for the likelihood of unrecoverable notes and/or accounts receivable, which is determined on the basis of historical movements in the client portfolio and an analysis of accounts due from clients exceeding the normal period of collection.

j) Fixed assets

Fixed assets are shown at restated cost (Note 11). In addition, this caption includes the effect of technical reappraisals registered by Empresas CMPC S.A. and subsidiaries in prior years.

Forest plantations have been appraised considering the market values in conformity with effective accounting standards and technical principles generally accepted for the appraisal of these assets. The higher value so determined above the restated balance in books, increases the plantation assets and is credited to Forest Reserve Equity account. The corresponding deferred tax is deducted from these amounts.

The portion of the Forest Reserve corresponding to the plantations exploited is annually netted of against the Forest Reserve account and credited to income in the corresponding year.

k) Fixed asset depreciation

Fixed assets depreciation is calculated on the restated cost of assets using the straight-line method over the estimated remaining useful lives of the assets.

l) Leased assets

Fixed assets acquired under leasing contracts are recorded at the current value of the contract and shown under Other fixed assets. These assets are not legally owned by the Company until they use purchase option.

m) Intangibles

Intangible assets are valued at restated purchase cost and are amortized over the estimated years of investment return.

n) Investment in related companies (associates)

Investments in related companies are valued using the equity method of accounting. This valuation includes recognizing participation in their results on an accrual basis after eliminating unrealized gains and losses on transactions with related companies. In the cases of buying companies, the differential between the Company's equity value and the purchase price is shown as Goodwill/Negative goodwill under Other assets (Circular N° 368 dated December 12, 1983, issued by the Superintendency of Securities and Insurance).

Pursuant to the new instructions issued by the Superintendency of Securities and Insurance through Circular N° 1,697 dated December 30, 2003, the new investments made as from January 1, 2004, are valued through the equity method, which considers the valuation of the investment upon buying at "fair value" of the equity of the acquired Company (market value of assets and liabilities).

Investments in foreign companies are valued in accordance with Technical Bulletin No. 64 of the Chilean Institute of Accountants and Official Circular N° 5,294 dated October 20, 1998 issued by Superintendency of Securities and Insurance.

In conformity with these regulations, the subsidiaries abroad, CMPC Investments Ltd., Inversiones CMPC Cayman Ltd., Gestum Inversiones S.L., Tissue Cayman Ltd., CMPC Europe Ltd., CMPC Asia Ltd. and Propa Cayman Ltd. are considered an extension of the Parent Company and are therefore controlled in Chilean pesos, restated in line with local inflation (CPI).

Investments in subsidiaries in Argentina: CMPC Inversiones de Argentina S.A., La Papelera del Plata S.A., Naschel S.A. y Fabi S.A., the Subsidiary in Uruguay: Ipusa and the subsidiaries in Perú: Forsac Perú S.A., Protisa Perú S.A. and Papelera del Rimac S.A. are considered productive companies with own activities, therefore are controlled in US dollars.

As described in Note 27, the Company performed a study and analysis of the value of the Argentina and Uruguay, concluding that no adjustment is required for this concept as no impairment in their value has been determined.

o) Goodwill and negative goodwill

The difference generated between the purchase of interest in companies and their net book value, calculated on the respective purchase date is presented in Other Assets (as negative goodwill/goodwill). These differences are amortized over the estimated period of investment return, which is estimated at 20 years in the forest industry.

p) Financial investments

Securities purchased under resale agreements are valued at restated cost plus interest accrued at year end. These values are shown under Other current assets.

Instruments sold under repurchase agreements are valued at restated purchase cost plus accrued interest at year end and are shown in Other current assets. The related obligation is shown at its original value plus interest and restatements accrued at financial statements under Other current liabilities.

The Company has invested resources in resale agreements in Chilean pesos, complemented with derivatives in dollars and euros, whereby the operation is redenominated to such currencies.

q) Bonds payable

This caption includes the obligation from a bond issued by Inversiones CMPC S.A. and placed abroad, which is recorded at the restated nominal value and interest accrued at year end. The difference from commissions and other bond placement expenses was charged to income on the respective date.

r) Income taxes and deferred taxes

The Parent Company and subsidiaries set up income tax provisions, which were charged to income for the year, in conformity with current tax legislation in Chile and/or countries in which the respective income is generated.

In accordance with instructions issued by the Superintendency under Circular N° 1466, effective 2000, timing differences arising from all timing differences between tax and financial balances are required to be recorded based on the current tax rate on the estimated date of reverse, as stipulated under Technical Bulletins N° 60, 68, 69 and 71 issued by the Chilean Institute of Accountants.

s) Staff severance indemnities

The provision set up to cover the liability for severance indemnities agreed with the Company's staff is presented at the accrued value at each year end. That portion estimated to be paid within one year is shown in the short term.

Vacation staff costs are recorded on an accrued basis.

t) Operating income

Operating income is originated from sales of products delivered and recorded at the fair value of billing. Operating income from exports is valued at the billing price based on the exchange rate at month end.

u) Derivative contracts

Derivative contracts have been subscribed in order to cover global exchange rate risks of the Company and subsidiaries. Such contracts are valued according to the fair value they present at year end, and the difference against is recorded in the respective income.

v) Computer software

Computer software used for administrative purposes by the Company and subsidiaries were developed internally in prior years with Company funds, and the related expenses for development are charged to income as incurred in the respective periods.

The cost of computer software purchased from third parties is considered as part of the general administration during the course of its implementation.

The cost of software associated to machines and other production assets is charged to income on the start-up date.

w) Research and development costs

The Parent Company and subsidiaries have recorded research and development costs incurred in the production process under expenses during the year.

x) Cash flows

The Company and subsidiaries have defined short-term investments considered as part of the general administration of cash surpluses as cash and cash equivalents in conformity with Technical Bulletin N° 50 issued by the Chilean Institute of Accountants. Cash equivalents include time deposits and marketable securities such as short-term investments under resale and repurchase agreements, Chilean Central Bank Promissory Notes, units in investment Funds, investments in mutual fund units and other investments, as set forth in Technical Bulletin N° 50 issued by the Chilean Institute of Accountants.

Cash flows from operating activities include all business-related cash flows as well as interest paid, financial income, dividends and other distributions received and, in general, all cash flows not defined as from investment or financing activities. The concept of operations used in this statement is more comprehensive than that used in the consolidated statement of income.

The following subsidiaries have been included in consolidation:

Company	Ownership interest 2004 Direct %	Ownership interest 2004 Indirect %	Ownership interest 2004 Total %	Ownership interest 2003 Total %
Forestal Mininco S.A.	99.9999	0.0001	100.0000	100.0000
Inversiones CMPC S.A.	99.9988	0.0012	100.0000	100.0000
Forestal Coihueco S.A.	99.9999	0.0001	100.0000	100.0000
Inmobiliaria Pinares S.A.	99.9900	0.0100	99.9900	99.9900
Forestal y Agrícola Monteaguila S.A.	99.7480	0.0000	99.7480	99.7358
CMPC Papeles S.A.	0.1000	99.9000	100.0000	100.0000
CMPC Tissue S.A.	0.1000	99.9000	100.0000	100.0000
CMPC Productos de Papel S.A.	0.1000	99.9000	100.0000	100.0000
CMPC Celulosa S.A.	0.0480	99.9520	100.0000	100.0000
Inmobiliaria y Forestal Maitenes S.A.	0.0000	100.0000	100.0000	0.0000
Envases Roble Alto S.A.	0.0000	100.0000	100.0000	0.0000
Propa S.A.	0.0000	100.0000	100.0000	100.0000
Portuaria CMPC S.A.	0.0000	100.0000	100.0000	100.0000
Sociedad Recuperadora de Papel S.A.	0.0000	100.0000	100.0000	100.0000
Empresa Distribuidora de Papeles y Cartones S.A.	0.0000	100.0000	100.0000	100.0000
Envases Impresos S.A.	0.0000	100.0000	100.0000	100.0000
Productos Austral S.A.	0.0000	100.0000	100.0000	100.0000
Cartulinas CMPC S.A.	0.0000	100.0000	100.0000	100.0000
Abastecimientos CMPC S.A.	0.0000	100.0000	100.0000	100.0000
Inversiones Protisa S.A.	0.0000	100.0000	100.0000	100.0000
Papeles Cordillera S.A.	0.0000	100.0000	100.0000	100.0000
Comercial Higiene Integral S.A.	0.0000	100.0000	100.0000	100.0000
Chilena de Moldeados S.A.	0.0000	100.0000	100.0000	100.0000
Servicios Forestales Escuadrón Ltda.	0.0000	99.9379	99.9379	99.9379
CMPC Maderas S.A.	0.0000	97.5138	97.5138	97.5138
Industrias Forestales S.A.	0.0000	81.9500	81.9500	81.9500
Forestal Crecex S.A.	0.0000	81.9500	81.9500	81.9500
Inversiones CMPC Cayman Ltd.-Cayman Island	0.0000	100.0000	100.0000	100.0000
CMPC Investments Ltd. - Channel Island	0.0000	100.0000	100.0000	100.0000
Gestum Inversiones S.L. - Spain	0.0000	100.0000	100.0000	100.0000
CMPC Inversiones de Argentina S.A.	0.0000	100.0000	100.0000	100.0000
CMPC Asia Ltd.- Japan	0.0000	100.0000	100.0000	100.0000
Forestal Bosques de Plata S.A. - Argentina	0.0000	100.0000	100.0000	100.0000
Naschel S.A. - Argentina	0.0000	100.0000	100.0000	100.0000
Fabi Bolsas Industriales S.A. - Argentina	0.0000	100.0000	100.0000	100.0000
Tissue Cayman Ltd.-Cayman Island	0.0000	100.0000	100.0000	100.0000
Protisa S.A. - Peru	0.0000	100.0000	100.0000	100.0000
Papelera del Rimac S.A. - Peru	0.0000	100.0000	100.0000	100.0000
Compañía Primus del Uruguay S.A.	0.0000	100.0000	100.0000	100.0000
Celulosas del Uruguay S.A.	0.0000	100.0000	100.0000	100.0000
CMPC Europe Ltd. - United Kingdom	0.0000	100.0000	100.0000	100.0000
Protisa do Brasil Ltda.	0.0000	100.0000	100.0000	100.0000
Propa Cayman Ltd.-Cayman Island	0.0000	100.0000	100.0000	100.0000
Forsac Perú S.A.	0.0000	100.0000	100.0000	100.0000
La Papelera del Plata S.A. - Argentina	0.0000	99.9999	99.9999	99.9999
Ipusa - Uruguay	0.0000	99.6100	99.6100	99.6100
CMPC USA INC. - United States	0.0000	97.5386	97.5386	97.5386

NOTE 3 - ACCOUNTING CHANGES

There are no changes in the application of generally accepted accounting principles in Chile in relation to the previous year which could significantly affect the interpretation of these financial statements.

NOTE 4 - MARKETABLE SECURITIES

Marketable securities correspond to funds (cash surpluses) invested in securities, which are used in normal operations of the Company and subsidiaries according to requirements.

The Company expects total instruments to be settled in the short term.

The book value of these investments does not exceed their market value, adjustments being recorded in case the former were higher than the latter.

At December 31, 2004 and 2003 this caption includes the following instruments:

Detail of marketable securities

- Investments in mutual fund units:

Financial Institution	ThCh$	
	2004	2003
Fondo Mutuo Corporativo Banco Estado	753,136	-
Bice Administradora General de Fondos S.A.	37,006	8,816,681
Boston Administradora General de Fondos S.A.	-	6,379,425
Consorcio S.A. Administradora General de Fondos	-	513,141
Total	**790,142**	**15,709,247**
ThUS$	**1,418**	**25,810**

- Investments in Investment funds units:

Financial Institution	ThCh$	
	2004	2003
BBH & Co Money Market Fund (dollars)	6,351,557	4,134,803
JP Morgan Money Market Fund (euros)	5,754,821	-
JP Morgan Money Market Fund (dollars)	33,671	-
Total	**12,140,049**	**4,134,803**
ThUS$	**21,780**	**6,794**

- Public Offering Promissory Notes and Companies' bonds:

Financial Institution	ThCh$	
	2004	2003
Central Bank bonds payable in dollars (BCX)	23,722,243	-
Central Bank bonds in dollars (BCD)	5,984,487	18,343,662
Central Bank bonds in Chilean pesos (BCP)	5,287,167	18,526,248
Total	**34,993,897**	**36,869,910**
ThUS$	**62,780**	**60,577**

- Foreign Companies' bonds

Financial Institution	ThCh$	
	2004	2003
Foreign Companies' bonds	77,813,544	-
Other	28,184	31,258
Total	**77,841,728**	**31,258**
ThUS$	**139,651**	**51**
Total Marketable securities ThCh$	**125,765,816**	**56,745,218**
Total Marketable securities ThUS$	**225,629**	**93,232**

At December 31, 2004 the difference in marketables securities price amount to ThCh$ 599,002 - ThUS$ 1,075 (ThCh$ 1,237,600 - ThUS$ 2,033 in 2003) and the amortized value at year end was ThCh$ 1,244,854 - ThUS$ 2,233 (ThCh$ 346,897 - ThUS$ 570 in 2003).

Marketable securities recorded under Other current assets

As outlined in Note 9, Other current assets include the following marketable securities:

	ThCh$	
	2004	2003
Marketable securities under resale agreement in Chilean Pesos	25,479,098	5,536,636
Marketable securities under resale agreement re- denominated to dollar	14,244,151	82,258,451
Marketable securities under resale agreement re-denominated to euro	5,931,213	-
Marketable securities under repurchase agreement in dollars	2,005,195	-
Marketable securities under resale agreement in dollars	416,952	-
Total	**48,076,609**	**87,795,087**
Total ThUS$	**86,251**	**144,247**

a) Account composition

Instruments	Book value ThCh$	
	2004	2003
Mutual fund units	790,142	15,709,247
Investment fund units	12,140,049	4,134,803
Public offering promissory notes	34,993,897	36,869,910
Foreign Companies' bonds	77,813,544	-
Others	28,184	31,258
Total marketable securities	**125,765,816**	**56,745,218**
ThUS$	**225,629**	**93,232**

b) Fixed-income securities

Instruments	Date of		Par value	Book value		Market value	Provision
	Purchase	Maturity	ThCh$	ThCh$	Interest rate	ThCh$	ThCh$
Central Bank bonds payable in dollars (BCX)	10/11/2004	01/06/2005	23,522,821	23,722,243	2.81	23,722,243	59,464
Central Bank bonds in Chilean pesos	03/11/2003	01/08/2005	5,165,764	5,287,167	3.81	5,301,108	-
Central Bank bonds in dollars	10/11/2004	01/10/2005	5,909,165	5,984,487	3.1	5,984,487	12,264
Foreign companies bonds	20/11/2004	11/04/2005	36,023,576	36,100,288	2.29	36,100,288	-
Foreign corporate bonds	11/11/2004	27/05/2005	13,973,080	13,989,789	2.4	13,989,789	-
U.S. federal government bonds	06/11/2004	01/06/2005	13,796,985	13,832,112	2.35	13,832,112	-
U.S. Treasury bonds	07/11/2004	31/05/2005	13,858,776	13,891,355	2.19	13,891,355	-
Total			**112,250,167**	**112,807,441**			
ThUS$			**201,382**	**202,381**			

NOTE 5 - SHORT-AND LONG-TERM RECEIVABLES

These balances at December 31, 2004 and 2003 are presented net of provisions as follows:

The provision net of short-term receivables amounts to ThCh$ 5,121,490 - ThUS$ 9,188 in 2004 (ThCh$ 5,671,064 - ThUS$ 9,318 in 2003).

	2004		2003	
	ThCh$	%	ThCh$	%
a) Trade accounts receivable, net:				
Domestic customers	65,785,932	44.9	58,227,931	45.4
Foreign customers	68,691,238	46.8	57,390,958	44.8
Clients from foreign subsidiaries	12,123,524	8.3	12,508,464	9.8
Total	**146,600,694**	**100.0**	**128,127,353**	**100.0**
ThUS$	**263,008**		**210,512**	
b) Notes receivable, net:				
Domestic customers	14,988,220	37.9	11,952,129	32.0
Foreign customers	21,451,219	54.3	22,906,692	61.3
Clients from foreign subsidiaries	3,085,700	7.8	2,515,583	6.7
Total	**39,525,139**	**100.0**	**37,374,404**	**100.0**
ThUS$	**70,910**		**61,406**	
c) Sundry debtors:				
Insurance claims	6,709,147	36.8	6,671,356	45.4
Advances to suppliers	4,192,516	23.0	2,167,490	14.7
Current accounts with third parties	3,062,880	16.8	2,600,985	17.7
Loans to staff	2,748,130	15.0	2,389,846	16.3
Debtors on fixed assets sales	856,519	4.7	4,001	0.0
Drawbacks	68,170	0.4	77,095	0.5
Others	611,984	3.3	789,354	5.4
Total	**18,249,346**	**100.0**	**14,700,127**	**100.0**
ThUS$	**32,740**		**24,152**	
d) Long-term debtors				
Recoverable taxes in Argentina y Peru (1)	2,143,455	50.4	1,949,202	84.4
Debtors on fixed assets sales	1,834,257	43.1	-	0.0
Others	274,665	6.5	361,229	15.6
Total	**4,252,377**	**100.0**	**2,310,431**	**100.0**
ThUS$	**7,629**		**3,796**	

(1) Amount included under the caption Other receivables - long term (see next table).

Maturities	Maturity up to 90 days ThCh$		Maturity 90 days up to one year ThCh$		Subtotal ThCh$	Total short-term (net) ThCh$		Total long-term (net) ThCh$	
	2004	2003	2004	2003	2004	2004	2003	2004	2003
Trade accounts receivable	137,098,703	110,650,928	13,997,968	17,476,425	151,096,671	146,600,694	128,127,353	-	-
Allowance for doubtful accounts	-	-	-	-	(4,495,977)	-	-	-	-
Notes receivable	31,131,710	32,126,507	8,979,370	5,247,897	40,111,080	39,525,139	37,374,404	-	-
Allowance for doubtful accounts	-	-	-	-	(585,941)	-	-	-	-
Sundry debtors	13,919,254	11,744,435	4,369,664	2,955,692	18,288,918	18,249,346	14,700,127	4,252,377	2,310,431
Allowance for doubtful accounts	-	-	-	-	(39,572)	-	-	-	-
Total								**4,252,377**	**2,310,431**
ThUS$								**7,629**	**3,796**

NOTE 6 - BALANCES AND TRANSACTIONS WITH RELATED COMPANIES

Balances and transactions with related companies are originated by commercial operations related to the Company's business carried at market value.

Transactions with companies in which the Company has Directors and/or a controller in common (transaction analysis) correspond to business operations which are also carried at market values.

Transactions with Copec S.A. (fuel), Colbún S.A. and Nehuenco S.A. (electric power) are under contracts denominated in US dollars. The remaining transactions are carried in non-indexed Chilean pesos.

Buying and selling transactions of timber between the Company's subsidiaries and the companies Bosques Arauco S.A. and Forestal Celco S.A. are, in general, offset buying and selling operations.

According to the forest rationalization project approved by the Company's Board of Directors, operations of purchase, selling and barter of forest properties were performed during May 2004 with subsidiaries of Celulosa Arauco y Constitucion S.A., which are detailed below. Through this transaction the forest subsidiaries of Empresas CMPC S.A., sold and/or exchanged, 26 thousand forest hectares, approximately to subsidiaries of Celco Arauco, Further, Celco Arauco paid the amount of US$ 55 million to such subsidiaries of Empresas CMPC S.A.

This transaction generated a consolidated profit of ThCh$ 7,771,568 - ThUS$ 13,943 for Empresas CMPC S.A.

The composition of related-company accounts receivable and payable is as follows:

a) Notes and accounts receivable,

Company	Short-term ThCh$ 2004	Short-term ThCh$ 2003
Aserraderos Arauco S.A.	373,658	-
Bosques Arauco S.A.	-	110,052
Puerto Lirquen S.A.	-	20,391
Total	**373,658**	**130,443**
ThUS$	**671**	**214**

b) Notes and accounts payable

Company	Short-term ThCh$ 2004	Short-term ThCh$ 2003
Aserraderos Arauco S.A.	-	1,410,839
Controladora de Plagas Forestales S.A.	69,271	43,929
Total	**69,271**	**1,454,768**
ThUS$	**124**	**2,390**

b) Transactions

Company	Tax number	Relation	Description	2004 Transaction amount ThCh$	2004 Transaction amount ThUS$	2004 Effect on results (expense)income ThCh$	2004 Effect on results (expense)income ThUS$	2003 Transaction amount ThCh$	2003 Transaction amount ThUS$	2003 Effect on results (expense)income ThCh$	2003 Effect on results (expense)income ThUS$
Aserraderos Arauco S.A.	96.565.750-9	Director in common	Collection operations	15,263,253	27,383	-	-	13,617,912	22,374	-	-
Administradora de Fondos Mutuos SECURITY S.A.	96.639.280-0	Director in common	Investment in mutual funds	38,552,525	69,165	15,296	27	28,150,057	46,250	3,563	6
BANCO BICE	97.080.000-K	Controller in common	Dollar buying	2,110,288	3,786	-	-	-	-	-	-
		Controller in common	Operations under sale agreement	8,864,643	15,904	15,957	29	67,687,161	111,210	172,601	284
		Controller in common	Forward operations	15,469,728	27,753	(37,271)	(67)	49,893,545	81,975	22,650	37
		Controller in common	Financial investment	21,312,826	38,236	96,621	173	34,124,757	56,067	288,091	473
		Controller in common	Dollar selling	32,931,733	59,081	48,516	87	28,028,549	46,051	53,879	89
Banco Security	97.053.000-2	Director in common	Financial investment	3,855,387	6,917	49,118	88	14,004,507	23,009	78,620	129
BICE Corredores de Bolsa S.A.	79.532.990-0	Director in common	Dollar selling	38,794,329	69,599	119,126	214	60,672,054	99,684	119,101	196
		Director in common	Operations under sale agreement	39,896,929	71,577	73,841	132	21,401,995	35,163	29,269	48
		Director in common	Forward operations	-	-	-	-	7,243,560	11,901	15,875	26
BICE Administradora General de Fondos S.A.	96.514.410-2	Director in common	Investment in mutual funds	463,452,422	831,454	157,124	282	134,358,652	220,750	40,556	67
Bosques Arauco S.A.	82.152.700-7	Director in common	Farm buying - barter	2,956,702	5,304	-	-	-	-	-	-
		Director in common	Timber buying	172,295	309	-	-	949,240	1,560	-	-
		Director in common	Services rendered	34,949	63	-	-	38,178	63	-	-
		Director in common	Farm selling	26,538,203	47,611	6,782,403	12,168	-	-	-	-
		Director in common	Farm selling- barter	3,067,706	5,504	-	-	-	-	-	-
		Director in common	Timber selling	170,245	305	1,154	2	1,633,452	2,684	157,448	259
Celulosa Arauco y Consstitucion S.A.	93.458.000-1	Director in common	Material buying	10,733	19	-	-	46,722	77	-	-
Ceramicas Cordillera S.A.	96.573.780-4	Director in common	Products selling	116,861	210	30,238	54	59,215	97	22,074	36
Colbún S.A.	96.505.760-9	Director in common	Electric power buying	6,998,298	12,555	-	-	6,813,898	11,195	-	-
Compañia Eléctrica del Rio Maipo S.A.	96.557.330-5	Director in common	Electric power buying	1,467,914	2,634	-	-	1,430,106	2,350	-	-
Compañía Industrial El Volcán S.A.	90.209.000-2	Director in common	Product selling	2,332,667	4,185	1,197,570	2,148	1,290,503	2,120	553,729	910
Controladora de Plagas Forestales S.A.	96.657.900-5	Affiliate	Service buying	191,047	343	(191,047)	(343)	225,644	371	(225,644)	(371)
Distribuidora Ofimarket S.A.	96.829.680-9	Director in common	Product selling	329,770	592	234,279	420	-	-	-	-
Empresa Eléctrica Nehuenco S.A.	96.877.200-7	Director in common	Electric power buying	7,007,278	12,571	-	-	6,331,356	10,402	-	-
COPEC S.A.	90.690.000-9	Director in common	Fuel buying	9,100,366	16,326	-	-	8,469,691	13,916	-	-
		Director in common	Product selling	-	-	-	-	91,694	151	63,150	104
Forestal Celco S.A.	85.805.200-9	Director in common	Farm buying - barter	1,358,618	2,437	-	-	-	-	-	-
		Director in common	Services rendered	22,525	40	-	-	61,098	100	-	-
		Director in common	Services received	32,905	59	(32,905)	(59)	174,045	286	(174,045)	286
		Director in common	Farm selling	1,769,189	3,174	114,294	205	-	-	-	-
		Director in common	Farm selling- barter	1,320,726	2,369	-	-	-	-	-	-
Forestal Cholguan S.A.	93.838.000-7	Director in common	Farm buying - barter	1,022,291	1,834	-	-	-	-	-	-
		Director in common	Farm selling - barter	947,437	1,700	-	-	-	-	-	-
Forestal Valdivia S.A.	96.567.940-5	Director in common	Farm selling	7,088,759	12,718	874,870	1,570	-	-	-	-
Industria y Comercio S.A.	91.335.000-6	Director in common	Product buying	883,480	1,585	-	-	999,740	1,643	-	-
		Director in common	Product selling	176,312	316	108,438	195	194,685	320	121,870	200
METROGAS S.A.	96.722.460-K	Director in common	Natural gas buying	5,989,149	10,745	-	-	6,576,209	10,805	-	-
Paneles Arauco S.A.	96.510.970-6	Director in common	Product selling	131,560	236	48,663	87	103,803	171	50,263	83
Puerto Lirquen S.A.	82.777.100-7	Director in common	Service buying	2,284,444	4,098	(2,284,444)	(4,098)	2,299,792	3,779	(2,299,792)	(3,779)
		Director in common	Prod, Selling and Serv, rendered	57,043	102	10,213	18	18,154	30	-	-
Renta Urbana S.A.	96.884.930-1	Director in common	Services received	34,698	62	(34,698)	(62)	-	-	-	-
Sociedad Industrial Pizarreño S.A.	96.569.760-8	Director in common	Product selling	1,221,794	2,192	785,396	1,409	1,108,735	1,822	716,036	1,176
Sociedad Industrial Romeral S.A.	86,113,000-2	Director in common	Product selling	1,485,118	2,664	745,835	1,338	-	-	-	-
Sofruco Alimentos S.A.	78,023,030-4	Director in common	Product selling	242,790	436	83,457	150	173,395	285	82,581	136

NOTE 7 - INVENTORIES

Inventories include the following balances:

	ThCh$	
	2004	2003
Finished products	51,691,595	49,637,452
Products in process	5,942,696	3,377,129
Raw materials and others	49,088,516	40,725,978
Supplies	53,874,683	53,671,958
Timber	1,481,097	1,895,139
Forestry plantations	60,288,589	56,764,406
Agricultural and other products	3,153,222	2,763,400
Total	**225,520,398**	**208,835,462**
ThUS$	**404,593**	**343,116**

The Company estimates that these inventories will be sold and/or consumed in the normal course of operations.

The item Forestry plantations includes estimated plantations that will be exploited during the year.

A provision has been set up to cover the likelihood of obsolescence of raw materials, supplies and spare parts amounting to ThCh$ 4,107,327 - ThUS$ 7,369 at December 31, 2004 (ThCh$ 4,533,286 - ThUS$ 7,448 at December 31, 2003), which is shown net of the respective Inventory accounts.

NOTE 8 - INCOME TAXES AND DEFERRED TAXES

a) Income tax provisions

At December 31, 2004, the consolidated income tax provision amounts to ThCh$ 22,310,047 - ThUS$ 40,025, which is shown within recoverable taxes on current assets, once the prepaid income taxes, credit on training expenses and others credits in total amount of ThCh$ 24,330,661 - ThUS$ 43,650 have been deducted. The excedents for prepaid income taxes and others tax credits in favor of Company, and subsidiaries amount to ThCh$ 2,020,614 - ThUS$ 3,625, it's showing under recoverable taxes on currents assets.

Recoverable taxes under Current assets includes the remainder of Value Added Tax (VAT) fiscal credit in favor of the Company in Chile and Argentina, amounting to ThCh$ 14,448,953 - ThUS$ 25,922 (ThCh$ 11,552,683 - ThUS$ 18,981 at December 31, 2003), as well as the balance of recoverable tax corresponding to profits whit income tax paid and absorbed by tax losses of ThCh$ 9,698,929 - ThUS$ 17,400 (ThCh$ 9,802,319 - ThUS$ 16,105 at December 31, 2003), and other taxes in recover process of ThCh$ 1,199,852 - ThUS$ 2,153 (ThCh$ 1,220,135 - ThUS$ 2,005 at December 31, 2003).

The income tax provision of 2003 amounted to ThCh$ 20,042,826 - ThUS$ 32,930 which is shown within Recoverable taxes under Current liabilities, once the prepaid income taxes, credit on training expenses and others credits in the total amount of ThCh$ 15,456,608 - ThUS$ 25,395 have been deducted.

Tax losses presented by some of the companies total ThCh$ 41,500,816 - ThUS$ 74,454 at December 31, 2004 (ThCh$ 98,625,014 - ThUS$ 162,040 at December 31, 2003).

b) Tax profits

The balance of undistribuited profits in Empresas CMPC S.A. with Corporate income tax paid and subject to distribution with credit for the shareholders is composed of:

	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
Profits with 17% credit	2,311,685	4,147	-	-
Profits with 16,5% credit	105,394	189	94,217	155
Profits with 16% credit	1,096,540	1,967	1,087,064	1,786
Profits with 15% credit	248,942,394	446,614	289,508,755	475,661
Profits with 10% credit	9,980,085	17,905	18,076,938	29,700
Profits without credit	31,307,724	56,167	18,673,049	30,680

In addition, accumulated non-taxable income amounting to ThCh$ 187,326,211 - ThUS$ 336,071 (ThCh$ 187,303,644 - ThUS$ 307,739 in 2003) are distributed upon depletion of the accumulated taxable income mentioned earlier and shareholders are not taxed.

c) Deferred taxes

Restatement of Forest Plantations and its credit to the Forest Reserve equity account is recorded net of Deferred Tax effect in accordance with the Income tax rate applicable when the respective reserve is done (Note 2 j).

Income tax:

	ThCh$ 2004	2003
Income tax provision	(22,310,047)	(20,042,826)
Prior-year expense adjustment	(356,677)	(43,581)
Deferred tax assets or liabilities for the year	(20,439,743)	(6,971,285)
Tax refund (due to accumulated tax losses)	4,094,891	4,733,819
Amortization of supplementary accounts from tax assets and liabilities accumulated at the beginning of the year	1,821,899	2,602,215
Effect on deferred tax assets and liabilities by valuation provisions	4,798,233	(4,205,318)
Total	**(32,391,444)**	**(23,926,976)**
ThUS$	**(58,112)**	**(39,312)**

Deferred taxes:

Conceptos	2004 Deferred tax ThCh$				2003 Deferred tax ThCh$			
	Assets		Liabilities		Assets		Liabilities	
	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term
Timing differences								
Bad debt provision	1,161,009	-	-	-	1,315,458	-	-	-
Unearned income	74,228	-	-	-	76,569	-	-	-
Provision for staff vacations	1,136,241	-	-	-	1,101,722	-	-	-
Leased assets	-	-	-	375,827	-	-	158,856	569,235
Manufacturing expenses	-	-	-	-	-	-	59,319	-
Fixed asset depreciation	-	-	-	62,392,250	-	-	-	53,687,894
Other events	392,791	830,813	434,320	-	707,210	-	-	-
Obsolescence provision	751,831	-	-	-	983,594	-	-	-
Provision for labor sue	283,359	-	-	-	346,298	-	-	-
Tax loss	-	7,233,925	-	-	-	18,687,565	-	-
Others (less)								
Supplementary accounts net of accumulated amortization	-	25,018	-	1,892,014	-	2,256,425	-	2,302,649
Valuation provision	-	306,713	-	-	-	5,232,570	-	-
Total	**3,799,459**	**7,733,007**	**434,320**	**60,876,063**	**4,530,851**	**11,198,570**	**218,175**	**51,954,480**
ThUS$	**6,816**	**13,873**	**779**	**109,214**	**7,444**	**18,399**	**358**	**85,360**

NOTE 9 - OTHER CURRENT ASSETS

This item includes the following investments in marketable securities:

a) Marketable securities under resale agreement:

Institution	ThCh$ 2004	ThCh$ 2003
In Chilean pesos re-denominated to dollar:		
Banco Estado S.A. Corredores de Bolsa	8,656,134	14,349,899
Banchile Corredores de Bolsa S.A.	5,588,017	14,008,210
Santander Agente de Valores S.A.	-	27,624,608
BCI Corredores de Bolsa S.A.	-	18,735,033
Corp Corredores de Bolsa S.A.	-	6,078,640
Bice Corredores de Bolsa S.A.	-	1,462,061
Subtotal	**14,244,151**	**82,258,451**
Subtotal ThUS$	**25,554**	**135,150**
In Chilean pesos re-denominated to euro:		
Bice Corredores de Bolsa S.A.	5,931,213	-
ThUS$	**10,641**	-
Subtotal ThCh$	**20,175,364 (1)**	**82,258,451**
Subtotal ThUS$	**36,195**	**135,150**
In US dollars:		
BBVA Corredores de Bolsa S.A.	416,952	-
ThUS$	**748**	-
In Chilean Pesos:		
Banco Estado S.A. Corredores de Bolsa S.A.	13,777,752	-
Bice Corredores de Bolsa S.A.	8,698,746	307,844
Larraín Vial S.A. Corredores de Bolsa	3,002,600	-
BCI Corredores de Bolsa S.A.	-	3,178,410
Banchile Corredores de Bolsa S.A.	-	2,050,382
Subtotal ThCh$	**25,479,098**	**5,536,636**
Subtotal ThUS$	**45,711**	**9,097**
Total Marketable securities under repurchase agreement ThCh$	**46,071,414**	**87,795,087**
Total Marketable securities under repurchase agreement ThUS$	**82,654**	**144,247**

b) Marketable securities under repurchase agreement:

	ThCh$ 2004	ThCh$ 2003
Banco Estado	2,005,195	-
Total marketable securities under resale agreement	**2,005,195**	-
Total marketable securities under resale agreement ThUS$	**3,597**	-

c) Other

	ThCh$ 2004	ThCh$ 2003
Forward Contract Rights	134,648	-
Promissory notes receivable in UF	-	195,785
Total	**134,648**	**195,785**
ThUS$	**242**	**321**
Total Other current assets	**48,211,257**	**87,990,872**
Total Other current assets ThUS$	**86,493**	**144,568**

1) Marketable securities re-denominated to other currencies refer to operations with forward contracts (Synthetical). On the one hand, they consider the value of the marketable securities under resale agreements in Chilean pesos, valued as of the closing date, based on the value of principal plus the accrued interest of ThCh$ 20,952,757 - ThUS$ 37,590 (ThCh$ 84,025,745 - ThUS$ 138,054 as of December 31, 2003) of these securities. Furthermore, they consider the spread of the value of the signed forward contracts to re-denominate these operations to dollar or euro for ThCh$ (777,393) - ThUS$ (1,395) as of December 31, 2004 and ThCh$ (1,767,294) - ThUS$ (2,904) as of December 31, 2003. They are recorded at the "fair value" of each year end.

NOTE 10 - FINANCIAL INVESTMENTS

At December 31, 2004 transactions under resale agreements amount to ThCh$ 46,071,414 - ThUS$ 82,654 (ThCh$ 87,795,087 - ThUS$ 144,247 in 2003). Some of these investments were re-denominated to dollar and euro through the subscription of forward contracts.

At December 31, 2004 there are sales operations under repurchase agreements in the amount of ThCh$ 2,005,195 - ThUS$ 3,597.

Both concepts are shown in Other current assets and the obligation of the securities under repurchase agreement is presented in Other current liabilities, as set forth in Circular N°768 issued by the Chilean Superintendency of Securities and Insurance.

Sales under repurchase agreements and purchases under resale agreements:

Code	Placement date	Date of maturity	Institution	Currency	Initial amount ThCh$	Interest rate %	Final amount ThCh$	Instrument	Marke value ThCh$
CRV	27/12/2004	05/01/2005	Bice Corredores de Bolsa S.A.	Ch$	8,695,500	0.28	8,702,804	Promissory notes indexed / not indexed	8,698,746
CRV	21/12/2004	05/01/2005	Banco Estado S.A. Corredores de Bolsa	Ch$	2,540,000	0.26	2,543,302	Promissory notes indexed / not indexed	2,542,201
CRV	23/12/2004	05/01/2005	Banco Estado S.A. Corredores de Bolsa	Ch$	5,640,000	0.26	5,646,354	Promissory notes indexed / not indexed	5,643,986
CRV	28/12/2004	05/01/2005	Banco Estado S.A. Corredores de Bolsa	Ch$	5,590,000	0.28	5,594,174	Promissory notes indexed / not indexed BCP	5,591,565
CRV	21/12/2004	05/01/2005	Larrain Vial S.A. Corredores de de Bolsa	Ch$	3,000,000	0.26	3,003,900	PRC - Bond UF (Unidades de Fomento)	3,002,600
CRV	06/12/2004	10/01/2005	Banco Estado S.A. Corredores de Bolsa	US$	7,547,150	0.23	7,267,686	Promissory notes indexed / not indexed	7,261,899
CRV	02/12/2004	03/02/2005	Banchile Corredores de Bolsa S.A.	US$	5,830,000	0.24	5,603,875	Time deposits in Chilean pesos	5,588,017
CRV	30/11/2004	07/02/2005	Bice Corredores de Bolsa S.A.	Euro	6,132,129	0.24	5,949,854	Bond UF (Unidades de Fomento)	5,931,213
CRV	30/12/2004	06/01/2005	BBVA Corredores de Bolsa S.A.	US$	416,920	0.20	417,119	BCD	416,952
CRV	20/12/2004	16/02/2005	Banco Estado S.A. Corredores de Bolsa	US$	1,400,000	0.3	1,406,860	PRD	1,394,235
VRC	30/12/2004	03/01/2005	Banco Estado	US$	2,005,195	0.29	2,006,023	BCD	2,005,195

NOTE 11 - FIXED ASSETS

a) Fixed assets

The balances of fixed assets are as follows:

	ThCh$	
	2004	2003
Land	237,128,363	232,239,192
Forestry plantations	920,598,931	901,782,180
Land and plantations	**1,157,727,294**	**1,134,021,372**
Buildings	328,786,412	327,991,343
Constructions and others	108,160,316	105,762,091
Accumulated depreciation	(153,004,754)	(149,312,744)
Buildings and constructions net	**283,941,974**	**284,440,690**
Industrial machinery	1,508,464,790	1,445,559,208
Vehicles	6,101,386	7,235,817
Furniture and office equipment	25,232,985	26,713,009
Spare part and others	14,277,725	11,987,920
Accumulated depreciation	(898,495,592)	(836,028,125)
Machinery and equipments net	**655,581,294**	**655,467,829**
Other fixed assets	40,853,750	43,860,905
Constructions in progress	93,847,863	52,692,585
Accumulated depreciation	(23,099,223)	(20,924,766)
Other fixed assets net	**111,602,390**	**75,628,724**
Increased value from technical appraisal of:		
Land	8,387,417	8,403,784
Buildings and constructions	20,142,047	20,179,834
Machinery and equipments	19,010,013	19,152,264
Accumulated depreciation	(25,153,854)	(23,807,698)
Increase in value from technical appraisal	**22,385,623**	**23,928,184**
Total net fixed assets	**2,231,238,575**	**2,173,486,799**
ThUS$	**4,002,940**	**3,571,025**

Fixed asset depreciation, calculated as outlined in Note 2 k), amounts to ThCh$ 82,074,549 - ThUS$ 147,245 in 2004 (ThCh$ 84,235,035 - ThUS$ 138,398 in 2003) and is shown in Operating Costs in the statement of income, amounting to ThCh$ 77,746,961 - ThUS$ 139,481 (ThCh$ 78,805,444 - ThUS$ 129,477 in 2003) and in Administrative expenses, amounting to ThCh$ 4,327,588 - ThUS$ 7,764 (ThCh$ 5,429,591 - ThUS$ 8,921 in 2003).

The balance under Other fixed assets includes leased assets in foreign subsidiaries amounting to ThCh$ 39,844,067 - ThUS$ 71,482 in 2004 (ThCh$ 43,507,162 - ThUS$ 71,482 in 2003).

The main characteristics of the lease contract on assets in Argentina, which maturity was extended pursuant to a rescheduling agreement dated April 6, 2004 are:

Description	Initial amount ThUS$	Interest rate %	Initial date	Final maturity date
Paper machinery	71,482	3.29	October 1999	April 2009

The Company determines the forest appraisal for its forest using a model that basically properly considers that the estimated volumes of lumber available will be progressively realized once the respective plantations have reached optimal exploitation age and conditions. The model uses different variables, such as the exchange rate in the last 36 month of United States dollar.

Fixed assets abroad:

Fixed assets of subsidiaries in Argentina, Uruguay and Perú are valued at the equivalent of their historical value in US dollars of acquisition date, net of depreciation and adjustment for devaluation of assets and others. They amount to ThCh$ 149,519,403, at December 31,2004 (equivalent to ThUS$ 268,244), and to ThCh$ 176,874,437 at December 31, 2003 (equivalent to ThUS$ 290,604). Such valuation is based on accounting standards of Technical Bulletin N° 64 issued by the Chilean Institute of Accountants.

The amounts presented under this standard could differ in certain cases from the market value or current replacement value of fixed assets, derived from the respective currencies of such countries with regard to the dollar.

Notwithstanding the above, the Company's Management estimates that the book value of its fixed assets does not exceed its replacement or market value in the current circumstances and that future income will be enough to cover all the costs and expenses, taken as a whole. Therefore, in its opinion, no adjustments to these values are necessary at this date.

The main insurance policies of Empresas CMPC and subsidiaries are:

a) All Industrial and equipment damage risks:

- Assets covered: Physical fixed assets, inventories, and damage due to stoppages.
- Risks covered: Any risks of loss and/or damage and/or partial or total destruction of all items insured against fire, explosion, earthquakes, malicious acts, sabotage and other risks, equipment breakdown, and damages resulting from operation stoppages (terrorist acts excluded). All assets are insured at their replacement value or replacement for a new asset (buildings, machinery, equipment and plants).
- Insured amounts: ThUS$ 3,201,843 on Physical assets and ThUS$ 699,467 on damages from stoppages, annually.

b) All Forest Risks

- Assets covered: Forest plantations of radiata pine, eucalyptus, and other species, including timber inventories.
- Risks covered: Fire, explosions, and earthquakes; damages caused by wind, snow or ice; malicious acts and other.
- Insured amount: Plantations amounting to ThUS$ 1,480,965.

c) Transport risk

- Coverage for physical assets such as machinery, equipment, products, raw materials, etc, during transport from and to the warehouses of the Company and subsidiaries. Also, the transfer from Supplier warehouses and to Client wharehouses.

d) Collection risk

- This coverage includes risks of uncollectibility of trade receivables, particularly from foreign clients.

NOTE 12 - INVESTMENTS IN RELATED COMPANIES

Significant information on the subsidiaries:

a) **Incorporation, purchases, sales, capital increases and dividends of the subsidiaries and associates:**

- Inmobiliaria y Forestal Maitenes S.A.

  On December 6, 2004, the companies Forestal Mininco S.A. and Forestal Coihueco S.A. purchased the total shares of Inmobiliaria y Forestal Maitenes S.A. The equity ownership in such company is 88.9% and 11.1%, respectively.

- Bicecorp S.A.

  On August 3, 2004, CMPC underwrote and paid for 1,714,888 shares corresponding to a capital increase of Bicecorp S.A., whereby the percentage of equity ownership was maintained. The cost paid for such shares amounted to ThCh$ 5,144,664 - ThUS$ 9,230 historical value.

  On August 20, 2004, a number of 24,161 shares not underwritten by the preferred shareholders were underwrote and paid in the amount of ThCh$ 72,483 - ThUS$ 130 historical value, whereby the equity ownership was increased by 0.0316%.

  This underwriting and payment of shares was recorded at the "Fair Value" of the investment, pursuant to the new regulations described in Note 2 n).

- Forestal y Agrícola Monte Aguila S.A.

  In March 2003, Empresas CMPC S.A. purchased in US$ 100 millions the 99.75% equity ownership in Forestal y Agrícola Monte Aguila S.A. (80,542,993 shares).

  During August 2004, the Company purchased 9,818 shares in the amount of ThCh$ 3,623 - ThUS$ 6.5 (historical value).

  The purchased company has a forest wealth of 59,000 hectares of land, of which 33,000 hectares correspond to eucalyptus plantations.

- Envases Roble Alto S.A.

  During January 2004, Envases Roble Alto Ltda. changed its existence as a legal entity, becoming a stock corporation.

- Forestal Coihueco S.A.

  In November 2003, Empresas CMPC S.A. and subsidiaries purchased 100% of ownership in Forestal Coihueco S.A. in the amount of ThCh$ 13,027,786 - ThUS$ 21,940. This operation generated a negative goodwill at the date of acquisition for an amount of ThCh$ 5,697,448 - ThUS$ 9,595 (historic).

  The Company's forest wealth amounts to 10,000 hectares with eucalyptus and radiata pine plantations.

- Chilena de Moldeados S.A.

  During May 2003, CMPC Productos de Papel S.A.purchased 12.29% of shares in Chimolsa from third parties in ThCh$ 999,222 - ThUS$ 1,683 (historical value).

  Before this transaction, CMPC Productos de Papel S.A. sold 0.1% ownership in Chimolsa to Inversiones CMPC S.A.

  Through this transaction, CMPC Productos de Papel S.A. has a 99.9% shareholding in Chimolsa.

- Dividend Payment

  During 2004 and 2003 (at historic values) the following companies paid dividends.

	2004		2003	
	ThCh$	ThUS$	ThCh$	ThUS$
CMPC Celulosa S.A.	70,316,370	126,151	59,941,930	98,484
CMPC Papeles S.A.	28,115,313	50,440	16,035,078	26,346
Inversiones CMPC S.A.	16,400,000	29,422	-	-
CMPC Productos de Papel S.A.	11,400,000	20,452	15,139,205	24,874
CMPC Tissue S.A.	4,200,000	7,535	21,000,000	34,503
Bicecorp S.A.	421,537	756	429,337	705
Inversiones El Raulí S.A.	396,398	711	560,999	922

b) Foreign subsidiaries

- Argentina

Investment in the Company through subsidiaries in Argentine amount to ThCh$ 139,676,296 - ThUS$ 250,585 in accordance with its equity value at December 31, 2004, and to ThCh$ 151,586,978 - ThUS$ 249,056 at December 31, 2003.

Sales by the aforementioned companies amount to ThCh$ 66,671,729 - ThUS$ 119,612 in 2004 and ThCh$, 65,319,173 - ThUS$ 107,319 in 2003.

- Uruguay

Investment of the Company in Uruguay amount to ThCh$ 5,652,003 -ThUS$ 10,140 at December 31, 2004 and to ThCh$ 5,027,590 - ThUS$ 8,260 at December 31, 2003.

Sales amount to ThCh$ 11,761,697 -ThUS$ 21,101 in 2004 and to ThCh$ 10,574,598 -ThUS$ 17,374 in 2003.

The effects on income resulting foreign exchange gains (losses) for these investments are basically generated in the translation to dollars of the Argentine subsidiaries' assets and liabilities, for their incorporation into the financial statements of Empresas CMPC S.A.

- Potential income from remittance

It is not expected that the main Company will receive income from the productive foreign subsidiaries in the short-term.

Potential income from remittance by foreign subsidiaries is as follows:

	ThCh$	ThUS$
Tissue Cayman Ltd.	7,247,828	13,003
Papelera del Rimac S.A.- Perú	1,764,899	3,166
Forsac Perú S.A.	1,187,761	2,131
Propa Cayman Ltd.	851,582	1,528
Protisa S.A. - Perú	752,104	1,349
CMPC Europe Ltd.	552,518	991
Industria Papelera Uruguaya S.A.	249,234	447

c) Liabilities held and accounted for as hedge instruments

Inversiones CMPC S.A. has established hedge instruments for investments in foreign companies, These instruments include long-term liabilities in US dollars, represented by the Bond issued abroad in 1998 for US$ 250 million, as required under the United States Securities Act (Note 16) Rule 144a, and a portion of the long-term syndicate loans from BBVA S.A. for US$ 85 million, US$ 475 million from Dresdner Bank Luxembuorg S.A.

d) Patrimonial value demostration Bicecorp S.A.

	Book Value 31/08/2004		Adjust		Market Value	
	ThCh$	ThUS$	ThCh$	ThUS$	ThCh$	ThUS$
Equity	224,940,941	403,554	4,561,903 (*)	8,184	229,502,844	411,738
Number of shares held	76,500,948	137,246	76,500,948	137,246	76,500,948	137,246
Market value by share	**2,940**	**5**	**60**	**-**	**3,000**	**5.4**
Ownership in Shareholders' Equity "fair value" (0.0315826%)					72,483	130
Investment at restated equity value					73,208	131

Accrued result as of December 31, 2004:

			ThCh$			
Profit as per balance sheet of issuer			10,833,652 (**)	19,436		
Accrued result					3,422	6
Reserves over issuer			3,463,932 (***)	6,214		
VP over reserves					1,094	2
Investment at equity value as of December 31, 2004					**77,724**	**139**

(*) The Company performed a study regarding to the market value of the shares of Bicecorp S.A., which resulted in a value of Ch$ 3,000 per share.

With regard to the adjustment to market value, it has been assigned to the investment Bicecorp S.A. holds in Banco Bice, which will be reversed accordingly, as required by such valuation.

(**) Profit corresponding to period September - December 2004.

(***) Changes in reserves corresponding to the period September - December 2004.

Investments:

Tax number	Company	Country	Control currency	Number of shares held	Holding % 2004	Holding % 2003	Equity ThCh$ 2004	Equity ThCh$ 2003
85.741.000-9	Bicecorp S.A.	Chile	Pesos	6,559,580	8.57451	8.57444	241,696,696	157,576,774
96.895.660-4	Inversiones El Raulí S.A.	Chile	Pesos	6,164,826	38.77249	38.77249	14,760,957	14,704,202
86.856.100-9	Sociedad Hidroeléctrica El Melocotón Ltda.	Chile	Pesos	-	25.00000	25.00000	1,526,487	1,526,489
96.657.900-5	Controladora de Plagas Forestales S.A.	Chile	Pesos	2,901	29.01000	29.01000	227,357	255,797
85.741.000-9	Bicecorp S.A.	Chile	Pesos	24,161	0.03158	0.00000	241,696,696	-
	Total							
	ThUS$							

NOTE 13 - GOODWILL AND NEGATIVE GOODWILL

Goodwill and negative goodwill are amortized in a period of 20 years considering the useful life of industrial plants and periods of growth and re-plantation involved in these industrial activities.

On May 31, 2004, Forestal y Agrícola Monte Aguila S.A., transferred 15,456 hectares to Bosques Arauco S.A., a subsidiary of Celulosa Arauco y Constitución S.A. As a result, the balance of Negative goodwill coming from the recording of the acquisition of the Company was abated by ThCh$ 8,014,687 - ThUS$ 14,379, an amount referring to the Reserve for revaluation of the transferred plantations.

The remaining months are:

- Negative goodwill

	Month
CMPC Tissue S.A.	127
Forestal y Agrícola Monte Aguila S.A.	219
Forestal Coihueco S.A.	227
Chilena de Moldeados S.A.	221

- Goodwill

CMPC Celulosa S.A.	169
La Papelera del Plata S.A.	136
CMPC Tissue S.A.	157
Propa S.A.	156
Sociedad Anónima Agropecuaria 4M	191
Forestadora Caabi Pora S.A.	167
Baserri S.A.	167
Chilena de Moldeados S.A.	181
Envases Roble Alto S.A.	199

Equity of Company net income ThCh$		Equity of Companies at fair value ThCh$		Income at Fair value ThCh$		Share of income(loss) ThCh$		Book value of investments ThCh$		Net book value of investments ThCh$	
2004	2003	2004	2003	2004	2003	2004	2003	2004	2003	2004	2003
24,510,038	16,796,612	-	-	-	-	2,101,616	1,440,215	20,724,307	13,511,326	20,724,307	13,511,326
1,092,350	974,736	-	-	-	-	423,531	377,929	5,723,191	5,701,185	5,723,191	5,701,185
(2)	5	-	-	-	-	(1)	1	381,622	381,622	381,622	381,622
(28,439)	(43,019)	-	-	-	-	(8,250)	(12,479)	65,956	74,207	65,956	74,207
24,510,038	-	246,117,560	-	24,510,038	-	3,422	-	77,724	-	77,724	-
								26,972,800	**19,668,340**	**26,972,800**	**19,668,340**
								48,390	**32,315**	**48,390**	**32,315**

a) Goodwill

	Balance at December 31,			
	2004 ThCh$		2003 ThCh$	
	Amortized amount during the year	Net amount	Amortized amount during the year	Net amount
CMPC Celulosa S.A.	2,232,092	29,031,199	2,232,653	31,256,709
La Papelera del Plata S.A.	1,249,438	14,126,845	1,364,306	16,792,153
CMPC Tissue S.A.	389,860	5,070,622	389,958	5,459,333
Propa S.A.	255,826	3,327,351	255,891	3,582,423
Sociedad Anónima Agropecuaria 4M	128,377	1,795,842	140,231	2,100,862
Chilena de Moldeados S.A.	120,694	1,849,832	122,587	1,971,990
Envases Roble Alto Ltda.	98,695	1,663,104	100,244	1,762,959
Forestadora Caabi Pora S.A.	92,786	1,476,545	101,303	1,511,807
Baserri S.A.	51,249	714,975	55,769	837,090
Total	**4,619,017**	**59,056,315**	**4,762,942**	**65,275,326**
ThUS$	**8,287**	**105,950**	**7,825**	**107,247**

b) Negative goodwill

	Balance at December 31,			
	2004 ThCh$		2003 ThCh$	
	Amortized amount during the year	Net amount	Amortized amount during the year	Net amount
Forestal y Agrícola Monte Aguila S.A.	943,351	13,849,446	928,113	23,056,518
Forestal Coihueco S.A.	291,049	5,508,336	24,209	5,798,105
CMPC Tissue S.A.	499,490	5,288,819	499,617	5,787,130
Chilena Moldeados S.A.	20,763	388,549	12,332	409,546
Bicecorp S.A.	230,383	-	307,321	230,449
Total	**1,985,036**	**25,035,150**	**1,771,592**	**35,281,748**
ThUS$	**3,561**	**44,914**	**2,911**	**57,968**

NOTE 14 - SHORT -TERM BANK LIABILITIES

Liabilities to banks and financial institutions - short-term

Tax number	Institution	Dollars ThCh$ 2004	Dollars ThCh$ 2003	Other foreign currencies ThCh$ 2004	Other foreign currencies ThCh$ 2003	Non-indexed chilean pesos ThCh$ 2004	Non-indexed chilean pesos ThCh$ 2003	Total ThCh$ 2004	Total ThCh$ 2003
Short-term									
97.080.000-K	Banco Bice	-	-	-	-	848,309	1,161,179	848,309	1,161,179
Foreign	Banco Crédito de Perú	-	395,410	506,180	743,653	-	-	506,180	1,139,063
Foreign	JP Morgan Chase Bank	159,971	-	-	-	-	-	159,971	-
97.006.000-6	Banco Credito Inversiones	-	-	-	-	897	3,555	897	3,555
Foreign	American Express Bank Ltda,	-	-	-	-	-	102,094	-	102,094
97.004.000-5	Banco Chile	-	-	-	-	-	1,294	-	1,294
97.015.000-5	Banco Santander Santiago	-	-	-	-	-	412	-	412
	Total	**159,971**	**395,410**	**506,180**	**743,653**	**849,206**	**1,268,534**	**1,515,357**	**2,407,597**
	ThUS$	**287**	**650**	**908**	**1,222**	**1,524**	**2,084**	**2,719**	**3,956**
	Principal outstanding	**159,971**	**390,751**	**506,180**	**743,047**	**849,206**	**1,268,534**	**1,515,357**	**2,402,332**
	ThUS$	**287**	**642**	**908**	**1,221**	**1,524**	**2,084**	**2,719**	**3,947**
	Average annual interest rate	-	1.9%	4.2%	3.6%	-	-	-	-
Short term portion of long-term liabilities to banks									
Foreign	Banco Bilbao Vizcaya Arg	2,191,395	-	-	-	-	-	2,191,395	-
Foreign	J,Aron & Co,- U,S.A.	432,870	299,304	-	-	-	-	432,870	299,304
Foreign	BNP Paribas	185,610	-	-	-	-	-	185,610	-
Foreign	Santander	119,411	-	-	-	-	-	119,411	-
Foreign	H,S,B,C	88,574	-	-	-	-	-	88,574	-
Foreign	Societe Generale	86,606	-	-	-	-	-	86,606	-
Foreign	J,P, Morgan Chase Bank	60,716	29,587	-	-	-	-	60,716	29,587
Foreign	Dresner Bank Luxemburg	-	18,578,043	-	-	-	-	-	18,578,043
Foreign	Citibank N.A.	-	8,389,262	-	-	-	-	-	8,389,262
	Total	**3,165,182**	**27,296,196**	-	-	-	-	**3,165,182**	**27,296,196**
	ThUS$	**5,678**	**44,848**	-	-	-	-	**5,678**	**44,848**
	Principal outstanding	-	**26,628,219**	-	-	-	-	-	**26,628,219**
	ThUS$	-	**43,750**	-	-	-	-	-	**43,750**
	Average annual interest rate	-	1.7431%						
Total in foreign currency (%)			81.8567%						
Total in local currency (%)			18.1433%						

NOTE 15 - LONG-TERM BANK LIABILITIES

In September 2004, Inversiones CMPC S.A., through its agency in the Cayman Islands, obtained a syndicated loan amounting to US$ 475 million at a Libor rate plus a margin of 0.225%. Such marging increases to 0.25% from the third anniversary of the loan. It is amortized in four payments starting in December 2006 until September 2009, and the Banco Bilbao Vizcaya Argentaria S.A. acts as the Manging Agent.

This is the only current syndicated loan of the Company, given that the remaining ones were prepaid during the third quarter of 2004.

This loan involves compliance of certain financial indicators (covenants) for Empresas CMPC S.A., which are easily complied with at each year end, and which refer to maintaining a minimum equity, a maximum leverage and a minimum coverage of financial expenses.

Interest rate Swaps

In September 2004, Inversiones CMPC rescheduled the contracts entered into in December 2002, swing to the syndicated loan of US$ 125 million to adjust them to the schedule of payment of the first three amortization of the syndicated loan of US$ 475 million, amortization totaling US$ 125 million.

Similarly, in September 2004 the derivatives contracts subscribed with a number of banks during August 2004 came into force, to cover the remaining US$ 350 million of the syndicated loan of US$ 475.

The combination of swap contracts allow to fix the Libor rate, as well as establish ranges for which, Inversiones CMPC S.A. again has a scheme of variable rate for the said syndicated loan.

Tax number	Institution	Currency	Maturities			At December 31, 2004		At December 31, 2003
			Over one year, up to two years ThCh$	Over two years, up to three years ThCh$	Over three years, up to five years ThCh$	Total long term ThCh$	Average annual interest rate %	Total long-term ThCh$
Foreign	Banco Bilbao Vizcaya Argentaria S.A.	US$	-	69,675,000	195,090,000	264,765,000	2.35	-
Foreign	J.P. Morgan Chase Bank	US$	-	-	-	-	-	76,080,625
Foreign	Dresdner Bank Luxembourg S.A.	US$	-	-	-	-	-	42,605,150
Total			-	**69,675,000**	**195,090,000**	**264,765,000**	-	**118,685,775**
ThUS$				**125,000**	**350,000**	**475,000**		**195,000**

Total in foreign currency (%)	100.00
Total in local currency (%)	-

NOTE 16 - BONDS PAYABLE - SHORT-AND LONG-TERM

Bonds payable:

On June 11, 2003, Inversiones CMPC S.A., through its agency in the Cayman Islands, issued a bond abroad in the amount of US$ 300 million, in accordance with Rule 144a of the United States Securities Act. This obligation involves semiannually interest, at an annual 4.875% interest rate, being the total principal paid in June 2013.

On June 5, 1998, Inversiones CMPC S.A., through its agency in the Cayman Islands, issued a bond abroad in the amount of US$ 250 million, in accordance with Rule 144a of the United States Securities Act. This obligation involves the payment of semiannual interest, at an annual 7.375% interest rate, being the total principal paid in June 2005, which is shown in the short tem.

In 2004, the value of interest accrued at the year end is shown in the short tem, along with the value of the principal due corresponding to the placement of ThUS$ 250,000, with maturity in June 2005.

These obligations involve compliance with certain financial covenants for Empresas CMPC S.A., which are amply complied with at each year end (Notes 15 and 27).

Interest rate Swaps

a) In December 1999, Inversiones CMPC S,A subscribed an interest rate Swap, which reduced the interest rate to 6.863% on US$ 100 millions on the Bond of US$ 250 millions maturing in June 2005.

b) In November 2000, Inversiones CMPC S.A. subscribed an interest rate Swap for US$150 millions on the bond of US$250 millions, changing the rate from 7.375% to 7.2686%. In addition, ranges were established where Inversiones CMPC S.A. has a variable rate.

Bonds:

	Series	Nominal value	Restatement index	Interest rate	Expiration date	Payments dates		Par value ThCh$		Bond
						interest	principal	2004	2003	placement
Long-term bonds - short-term portion										
Bond Rule 144 A	single	250,000,000	US$	7.375	15/06/2005	Bi-annual	At the maturity	139,762,418	472,691	Abroad
Bond Rule 144 A	single	300,000,000	US$	4.875	18/06/2013	Bi-annual	At the maturity	271,733	316,172	Abroad
Total short-term								**140,034,151**	**788,863**	
ThUS$								**251,227**	**1,296**	
Long-term bonds										
Bond Rule 144 A	single	300,000,000	US$	4.875	18/06/2013	Bi-annual	At the maturity	167,220,000	182,593,500	Abroad
Bond Rule 144 A	single	250,000,000	US$	7.375	15/06/2005	Bi-annual	At the maturity	-	152,161,250	Abroad
Total long-term								**167,220,000**	**334,754,750**	
ThUS$								**300,000**	**550,000**	

NOTE 17 - PROVISIONS AND WRITE-OFFS

a) The provisions shown under Current liabilities are as follows:

	ThCh$ 2004	ThCh$ 2003
Vacation provisions	6,501,935	6,307,477
Staff bonuses and other benefits	4,362,581	4,618,114
Provision for investments projects	2,001,868	1,484,891
Staff severance indemnity short term	1,592,646	1,541,472
Provision for directories remuneration	530,294	371,381
Provision for labor suits	136,402	212,472
Other provisions	1,168,541	1,727,810
Total	**16,294,267**	**16,263,617**
ThUS$	**29,233**	**26,721**

b) Long-term provisions

	ThCh$ 2004	ThCh$ 2003
Staff severance indemnity	27,440,053	27,067,544
Other provisions	724,706	886,223
Total	**28,164,759**	**27,953,767**
ThUS$	**50,529**	**45,928**

There were no significant write-offs in 2004 and 2003.

NOTE 18 - STAFF SEVERANCE INDEMNITIES

Movement in and the balance of this provision, calculated as described in Note 2 s), are as follows:

	ThCh$ 2004	ThCh$ 2003
Balance from prior year	27,911,235	26,219,747
Increase for the year	4,045,354	4,479,381
Payments made during the year	(2,923,890)	(2,090,112)
Balance at December 31,	**29,032,699**	**28,609,016**
ThUS$	**52,086**	**47,004**

Presentation in Balance sheet

Short-term provisions	1,592,646	1,541,472
Long-term provisions	27,440,053	27,067,544
Total	**29,032,699**	**28,609,016**
ThUS$	**52,086**	**47,004**

NOTE 19 - MINORITY INTEREST

a) The portion of minority interest in equity of subsidiaries owned by third parties is as follows:

Subsidiary	ThCh$	
	2004	2003
Industrias Forestales S.A.	62,473,861	63,153,656
Forestal y Agrícola Monte Aguila S.A.	77,511	76,460
Ipusa - Uruguay	22,129	19,684
La Papelera del Plata S.A.	8,315	9,041
Otras	13	14
Total	**62,581,829**	**63,258,855**
ThUS$	**112,275**	**103,934**

b) Minority interest in the portion of income of subsidiaries owned by third parties is as follows:

Subsidiary	ThCh$	
	2004	2003
Industrias Forestales S.A.	(2,921,360)	(2,133,510)
Forestal y Agrícola Monte Aguila S.A.	(6,774)	5,229
IPUSA - Uruguay	(4,102)	(628)
La Papelera del Plata S.A.	414	363
Chilena de Moldeados S.A.	-	(205,694)
Total	**(2,931,822)**	**(2,334,240)**
ThUS$	**(5,259)**	**(3,835)**

NOTE 20 - SHAREHOLDERS' EQUITY

Capital

Paid-in capital of the Parent Company amounts to ThCh$ 98,959,398 -ThUS$ 177,537, which is divided into 200,000,000 shares.

Dividends

There is no restriction on distributing retained earnings as dividends.

The Board of Directors, in its session dated December 9, 2004, agreed to distribute interim dividend N° 232 of Ch$120, recording a charge to net income for the year ended December 31, 2004. Such dividend would be paid starting on January 6, 2005.

The Board of Directors, in its session dated August 5, 2004, agreed to distribute interim dividend N° 231 of Ch$ 90, recording a charge to net income for the year ended December 31, 2004. Such dividend was paid starting on September 2, 2004.

The Shareholders' annual meeting held on April 30, 2004 agreed to distribute final dividend N° 230 of Ch$ 90 per share, recording a charge to net income for the year ended December 31, 2003. Such dividend was paid starting on May 12, 2004 and the balance of the undistributed earnings was transferred to the reserve of retained earnings.

Further, such meeting agreed the dividend policy for 2004, consisting of the distribution of two interim dividends, payable in September, December 2004 or January 2005, as well as a final dividend, to be agreed by the next Meeting, payable in May 2005, until completing 40% of the net income for 2004.

The Board of Directors, in its session held on December 4, 2003 agreed to distribute interim dividend N° 229 of Ch$ 80 per share, recording a charge to net income for year 2003, which was paid on January 8, 2004.

The Board of Directors, in its session held on August 7, 2003 agreed to distribute interim dividend N° 228 of Ch$ 80 per share, recording a charge to net income for year 2003, which was paid on September 4, 2003.

Other reserves:

The following is a breakdown of this balance:

	ThCh$ 2004	ThCh$ 2003
Forestry appraisals and other adjustments to net worth recorded by subsidiaries	751,612,462	719,487,224
Increased value on appraisal of fixed assets	15,966,815	15,966,815
Reserve for future capital increases	20,251,448	20,251,448
Total	**787,830,725**	**755,705,487**
ThUS$	**1,413,403**	**1,241,619**

The reserve for future capital increases originates from prior-year revaluation and reappraisal of fixed assets, which can only be capitalized in conformity with the Superintendency of Securities and Insurance.

The balance of the related-company negative goodwill arises from the book value adjustment of investments as follows:

	ThCh$ 2004	ThCh$ 2003
Forestal Mininco S.A.	540,580,581	525,101,255
Industrias Forestales S.A.	145,363,633	143,164,270
Forestal y Agrícola Monte Aguila S.A.	7,946,530	996,879
Forestal Bosques del Plata S.A.	1,501,265	-
La Papelera del Plata S.A.	5,044,071	-
Forestal Coihueco S.A.	540,617	-
Other investments	50,635,765	50,224,820
Total	**751,612,462**	**719,487,224**
ThUS$	**1,348,426**	**1,182,113**

Significant changes in the Negative goodwill reserve correspond to the revaluation of forest plantations which reflect natural growth of forests amounting to ThCh$ 88,617,445 - ThUS$ 158,934 in 2004 (ThCh$ 59,948,181, - ThUS$ 98,494 in 2003); the decrease in the proportion of the forest reserve corresponding to the exploited portion amounting to T hCh$ 56,895,697 - ThUS$ 102,073 in 2004 (ThCh$ 43,648,942 - ThUS$ 71,715 in 2003).

Details of foreign exchange:

Movements in foreign exchange adjustments shown in Other reserves is as follows:

	ThCh$ 2004	ThCh$ 2003
Balance at the prior year	1,548,569	1,548,569
Movement during the year	-	-
Balance at December 31,	1,548,569	1,548,569
ThUS$	**2,778**	**2,544**

The movement during the year is as follows:

	2004	2003
Increase from CPI and dollar variations applied to foreign investments (LPP and others inArgentina, IPUSA in Uruguay and Protisa in Perú)	(17,500,451)	(48,072,396)
Less:		
Effect of adjustment between CPI and dollar variations in the liabilities associated to these investments as hedges	17,500,451	48,072,396
Total	-	-
ThUS$	-	-

Shareholders' distribution at December 31, 2004 is as follows:

Type of shareholder	Total participation %	Number of shareholder
Holding of 10% or more	38.84	2
Holding of less than 10%, with an investment of UF 200 or more	60.98	3,629
Holding of less than 10% with an investment of under UF 200	0.18	4,622
Total	**100.00**	**8,253**
Controlling interest	**55.47**	**24**

Changes in shareholders' equity:

	2004 ThCh$				
	Paid-up capital	Other reserves	Reserve for future dividends	Accumulated profits	Dividends
Balances at January 1,	96,545,754	737,273,646	14,468,747	1,068,008,455	(31,984,000)
Distribution of previous year income	-	-	-	92,619,846	31,984,000
Final dividend payment	-	-	-	(18,000,000)	-
Adjustments to net worth recorded by subsidiaries	-	33,264,786	-	-	-
Restatement of invested capital	2,413,644	17,292,293	361,719	28,547,708	(180,000)
Net income for the year	-	-	-	-	-
Interim dividends	-	-	-	-	(42,000,000)
Balances at December 31,	**98,959,398**	**787,830,725**	**14,830,466**	**1,171,176,009**	**(42,180,000)**
Balances at December 31, restated for comparison	-	-	-	-	-
ThUS$	**177,537**	**1,413,403**	**26,606**	**2,101,141**	**(75,673)**

Number of shares:

Series	Number of subscribed shares	Number of paid in shares	Number of shares with voting rights
Single	200,000,000	200,000,000	200,000,000

Equity:

Series	ThUS$	
	Subscribed capital	Paid-in capital
Single	98,959,398	98,959,398
ThUS$	**177,537**	**162,590**

	2003 ThCh$					
Net income for the year	Paid-up capital	Other reserves	Reserve for future dividends	Accumulated profits	Dividends	Net income for the year
124,603,846	95,589,855	714,015,530	14,325,492	1,017,534,926	(15,732,000)	66,642,674
(124,603,846)	-	-	-	50,910,674	15,732,000	(66,642,674)
-	-	-	-	(11,200,000)	-	-
-	-	16,131,720	-	-	-	-
-	955,899	7,126,396	143,255	10,762,855	16,000	-
168,120,145	-	-	-	-	-	124,603,846
-	-	-	-	-	(32,000,000)	-
168,120,145	**96,545,754**	**737,273,646**	**14,468,747**	**1,068,008,455**	**(31,984,000)**	**124,603,846**
-	98,959,398	755,705,487	14,830,466	1,094,708,666	(32,783,600)	127,718,942
301,615	**162,590**	**1,241,619**	**24,366**	**1,798,600**	**(53,863)**	**209,841**

NOTE 21 - OTHER NON-OPERATING INCOME AND EXPENSES

a) The balance of Other non-operating income is as follows:

	ThCh$	
	2004	2003
Income on sale of fixed assets (net income)	8,804,638	378,064
Fixed asset rental	2,050,191	2,045,648
Forestry Insurance claims	291,479	4,318,913
Profit for sundry sales	-	822,957
Reversed royalty provisions not paid	-	740,077
Others	1,319,050	864,708
Total	**12,465,358**	**9,170,367**
ThUS$	**22,364**	**15,067**

b) Other non-operating expenses

This balance includes the following:

	ThCh$	
	2004	2003
Spare part obsolescence provision	2,851,772	1,073,102
Commissions, taxes and others expenses	1,827,075	966,741
Project expenses	1,139,539	1,289,200
Provision for labor lawsuits	467,878	28,876
Loss on unused fixed assets clearance	-	1,784,705
Other	790,401	1,469,078
Total	**7,076,665**	**6,611,702**
ThUS$	**12,696**	**10,863**

NOTE 22 - PRICE-LEVEL RESTATEMENT

	Restatement index	ThCh$	
		2004	2003
Assets (charges) credits			
Inventories	CPI	4,726,998	3,468,511
Fixed assets	CPI	52,538,042	21,547,091
Investments in related companies	CPI	517,064	192,699
Foreign exchange cash and banks	CPI	28,980	175,705
Time deposits and marketable securities	Indexed unit	249,637	177,470
Goodwill	CPI	1,341,917	462,272
Negative goodwill	CPI	(655,044)	(177,807)
Accounts receivable with third parties	Indexed unit	775,401	1,820,638
Time deposits and marketable securities	CPI	6,302,256	513,341
Other non-monetary assets	CPI	642,116	1,774,949
Cost and expense accounts	CPI	18,016,163	1,114,831
Total (charges) credits		**84,483,530**	**31,069,700**
Liabilities (charges) / credits			
Equity	CPI	(48,435,364)	(19,479,515)
Minority interest	CPI	(1,461,483)	(682,150)
Liabilities to banks	CPI	(4,304,629)	(2,776,072)
Bonds	CPI	(8,159,955)	(1,468,069)
Current and long-term liabilities	CPI	(52,286)	(52,865)
Accounts payable to third parties	CPI	(2,925,898)	(2,192,628)
Other non-monetary liabilities	CPI	(362,560)	(1,399,015)
Income accounts	CPI	(21,158,571)	(1,239,446)
Total (charges) credits		**(86,860,746)**	**(29,289,760)**
Balance of the price-level restatement account		**(2,377,216)**	**1,779,940**
ThUS$		**(4,265)**	**2,924**

NOTE 23 - FOREIGN EXCHANGE GAINS (LOSSES)

Revaluation on adjustment in Argentine subsidiaries:

The breakdown of translation to dollars of assets and liabilities in Argentine pesos in subsidiaries in Argentine is as follows:

	Amount ThCh$	
	2004	2003
Assets		
Cash and banks, time deposits and marketable securities	(7,246)	205,296
Accounts receivable with third parties	(239,404)	620,635
Inventories	(595,247)	918,811
Taxes recoverable	(26,198)	576,083
Other assets long-term	(32,998)	529,885
Subtotal	**(901,093)**	**2,850,710**
Liabilities		
Account and documents to pay	216,606	(614,427)
Other liabilities	107,411	(219,843)
Subtotal	**324,017**	**(834,270)**
Total net loss on revaluation in Argentine peso	**(577,076)**	**2,016,440**
ThUS$	**(1,035)**	**3,313**

The foreign exchange gains (losses) adjustment is detailed as follows:

	Currency	Amount ThCh$	
		2004	2003
Assets(charge) credits			
Cash and banks	US$	(602,595)	(1,169,207)
Time deposits and marketable securities	US$	(21,183,929)	(26,225,595)
Time deposits and marketable securities	EURO	1,412,426	-
Fixed assets	US$	(1,418,073)	(483,123)
Inventories	US$	(3,130,746)	(14,073,315)
Accounts receivable with third parties	US$	(11,404,518)	(35,873,524)
Other non-monetary assets	US$	(1,059,755)	563,071
Total (charges) credits		**(37,387,190)**	**(77,261,693)**
Liabilities (charge) credits			
Short and long term liabilities	US$	306,161	2,264,879
Accounts payable with third parties	US$	1,359,355	10,281,027
Liabilities to banks	US$	24,834,623	22,050,841
Bonds	US$	15,384,819	32,440,973
Other non monetary liabilities	US$	236,724	725,444
Devaluation in other foreign subsidiaries	US$	(143,362)	(28,950)
(Devaluation) revaluation in Argentinean subsidiaries	US$	(577,076)	2,016,440
Total (charges) credits		**41,401,244**	**69,750,654**
Net loss in foreign exchange difference		**4,014,054**	**(7,511,039)**
ThUS$		**7,201**	**(12,341)**

NOTE 24 - BOND ISSUED COSTS

On June 11, 2003 Inversiones CMPC S.A. issued a Bond abroad, trough its agency in the Cayman Islands, amounting to US$ 300 millions, in accordance with Rule 144a of the United States Securities Act.

In the placement of this instrument, the company incurred expenses, as follows:

	Amount 2003 ThCh$
Classifications and commissions	2,330,852
Legal expenses	326,319
Other expenses	68,122
Total	**2,725,293**
ThUS$	**4,478**

NOTE 25 - STATEMENT OF CASH FLOWS

In relation to the flows from investment activities, the Company has several investment projects amounting to 1,071 million dollars, to be performed during the next two years. The most prominent being:

	MillionUS$
Line 2 Project - Santa Fe Plant	653.2
Plywood board plant	55.8
Biomass Boiler - Pacifico plant	55.1
Forest Investments	48.4
Profal IV Project- Phase I	39.5
MP-20 project - Cordillera	35.5
Capacity expansion - Maule and Valdivia plants	29.0
Paper Machine N°2 Tissue, Talagante	27.7
Reconstruction of Sawmill	24.8
Secondary treatment plant - Maule, Valdivia, Maule, Nacimiento, Puente Alto plants	21.5
Drying Project, Nacimiento Sawmill	13.4
Expansion of Remanufacturing plant	10.6
Washing of TMP Pulp - Inforsa	7.5
Paper Machine - Protisa Argentina	6.7
Propa capacity expansion	6.4
Modernization of pulp circuits and water circuits closures - Puente Alto	4.0
Conversion and distribution center - Peru	3.0
Other minor projects	29.0

The abovementioned amounts refer to the outstanding balances to be reimbursed, as a large number of them are committed via contracts concerning which certain advance payments have been made.

In connection with the financing flows of the Company and its subsidiaries, it could be mentioned that the referred projects will be partly funded with company's own resources and loans obtained (Notes 4, 14, 15, 16 and 33).

Concerning cash flows, cash equivalents includes, besides time deposits and marketable securities shown in the respective accounts, the marketable securities under repurchase and resale agreements presented in Other current assets (Notes N° 4 and 9).

In connection with the acquisition of the subsidiaries Forestal y Agrícola Monteaguila S.A. and Forestal Coihueco S.A. (ex-Simpson), their main effect on the Statement of Cash Flows for year 2003 is reflected in the purchase of new fixed assets (Land, Forest Plantations) amounting to ThCh$ 78,255,456 - ThUS$ 128,573 and ThCh$ 13,319,725 - ThUS$ 21,884, respectively.

NOTE 26 - DERIVATIVE CONTRACTS

Type of derivative	Type of Contract	Contract amount		Maturity	Risk hedged	Position purchase sale	Protected item or transaction		
							Name	Amount	
		ThCh$	ThUS$					ThCh$	ThUS$
FR	CCPE	7,130,107	12,792	1st 2005	US$/$	C	Financial Investment	7,130,107	12,792
FR	CCPE	5,900,286	10,585	1st 2005	US$/$	C	Financial Investment	5,900,286	10,585
FR	CCPE	8,309,219	14,907	1st 2005	US$/$	C	Financial Investment	8,309,219	14,907
FR	CCPE	3,129,780	5,615	1st 2005	US$/$	C	Financial Investment	3,129,780	5,615
FR	CCPE	10,519,973	18,873	1st 2005	EURO/$	C	Financial Investment	10,519,973	18,873
FR	CCPE	9,447,039	16,948	1st 2005	EURO/$	C	Financial Investment	9,447,039	16,948
FR	CCPE	6,308,656	11,318	1st 2005	EURO/$	C	Financial Investment	6,308,656	11,318
FR	CCPE	3,505,889	6290	1st 2005	EURO/$	C	Financial Investment	3,505,889	6,290
FR	CCPE	7,820,667	13,062	1st 2005	EURO/$	C	Financial Investment	7,820,667	14,031
FR	CCPE	7,828,687	14,045	1st 2005	EURO/$	C	Financial Investment	7,828,687	14,045
FR	CCPE	8,973,295	16,098	1st 2005	EURO/$	C	Financial Investment	8,973,295	16,098
FR	CCPE	8,438,698	15,139	1st 2005	EURO/$	C	Financial Investment	8,438,698	15,139
FR	CCPE	13,499,627	24,219	1st 2005	EURO/$	C	Financial Investment	13,499,627	24,219
FR	CCPE	4,709,280	8,449	1st 2005	US$/$	C	Financial Investment	4,709,280	8,449
FR	CCPE	3,874,000	6,950	1st 2005	US$/$	C	Financial Investment	3,874,000	6,950
FR	CCPE	2,471,700	4,434	1st 2005	US$/$	C	Financial Investment	2,471,700	4,434
FR	CCPE	4,632,000	8,310	1st 2005	US$/$	C	Financial Investment	4,632,000	8,310
FR	CCPE	6,165,978	11,062	1st 2005	EURO/$	C	Financial Investment	6,165,978	11,062
FR	CCPE	5,859,383	10,512	1st 2005	US$/$	C	Financial Investment	5,859,383	10,512
FR	CCPE	7,567,402	13,576	1st 2005	US$/$	C	Financial investment	7,567,402	13,576
FR	CCPE	6,369,770	11,912	1st 2005	US$/$	C	Investment project	6,369,770	11,428
FR	CCPE	2,258,295	4,051	1st 2005	US$/$	C	Investment project	2,258,295	4,051
FR	CCPE	6,336,000	11,367	1st 2005	US$/$	C	Investment project	6,336,000	11,367
FR	CCPE	5,629,800	10,100	1st 2005	US$/$	C	Investment project	5,629,800	10,100
FR	CCPE	4,540,000	8,145	1st 2005	US$/$	C	Investment project	4,540,000	8,145
FR	CCPE	8,460,450	15,178	1st 2005	US$/$	C	Investment project	8,460,450	15,178
FR	CCPE	5,590,600	10,030	1st 2005	US$/$	C	Investment project	5,590,600	10,030
FR	CCPE	8,696,585	15,602	1st 2005	US$/$	C	Investment project	8,696,585	15,602
FR	CCPE	187,409	336	1st 2005	US$/Brazilian	V	Sales to Brazil	187,409	336
FR	CCPE	207,150	372	1st 2005	US$/Brazilian	C	Sales to Brazil	207,150	372
FR	CCPE	498,216	894	1st 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	1st 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	1st 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	2nd 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	2nd 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	2nd 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	498,216	894	3th 2005	US$/Pound Sterling	C	Sales to Europe	498,216	894
FR	CCPE	526,542	945	3th 2005	US$/Pound Sterling	C	Sales to Europe	526,542	945
FR	CCPE	555,424	996	3th 2005	US$/Pound Sterling	C	Sales to Europe	555,424	996
FR	CCPE	555,424	996	4th 2005	US$/Pound Sterling	C	Sales to Europe	555,424	996
FR	CCPE	583,196	1,046	4th 2005	US$/Pound Sterling	C	Sales to Europe	583,196	1,046
FR	CCPE	583,196	1,046	4th 2005	US$/Pound Sterling	C	Sales to Europe	583,196	1,046
FR	CI	1,366,317	2,451	3th 2005	EURO/US$	C	Investment Proyect	1,366,317	2,451
FR	CI	4,782,110	8,579	1st 2005	EURO/US$	C	Investment Proyect	4,782,110	8,579
FR	CI	1,268,087	2,275	3th 2005	EURO/US$	C	Investment Proyect	1,268,087	2,275
FR	CCPE	1,400,000	2,512	1st 2005	US$/$	C	Financial Investment	1,400,000	2,512
S	CCPE	53,007,000	95,096	2nd 2005	Interest Rate	C	Bond abroad rule 144a	53,007,000	95,096
S	CCPE	86,788,500	155,702	2nd 2005	Interest Rate	C	Bond abroad rule 144a	86,788,500	155,702
S	CCPE	24,812,800	43,385	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	24,812,800	44,515
S	CCPE	24,812,800	43,385	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	24,812,800	44,515
S	CCPE	27,914,400	50,080	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	27,914,400	50,080
S	CCPE	23,262,000	41,733	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	23,262,000	41,733
S	CCPE	31,016,000	55,644	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	31,016,000	55,644
S	CCPE	31,016,000	55,644	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	31,016,000	55,644
S	CCPE	31,016,000	55,644	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	31,016,000	55,644
S	CCPE	31,016,000	55,644	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	31,016,000	55,644
S	CCPE	23,262,000	41,733	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	23,262,000	41,733
S	CCPE	46,524,000	83,466	3th 2009	Libor Rate	C	Syndicated loan MMUS$475	46,524,000	83,466
S	CI	43,059,800	77,251	3th 2005	Libor Rate	C	Syndicated loan	43,059,800	77,251
S	CI	43,059,800	77,251	3th 2005	Libor Rate	C	Syndicated loan	43,059,800	77,251

Amount off protected item		Account item related			Effect in income			
		Name	Amount		Realized		Not realized	
ThCh$	ThUS$		ThCh$	ThUS$	ThCh$	ThUS$	ThCh$	ThUS$
6,720,425	12,057	Time Deposit	409,682	735	(409,682)	(735)	-	-
5,594,471	10,037	Time Deposit	305,815	549	(305,815)	(549)	-	-
7,869,248	14,118	Time Deposit	439,971	789	(439,971)	(789)	-	-
2,968,001	5,325	Time Deposit	161,779	290	(161,779)	(290)	-	-
10,649,242	19,105	Time Deposit	129,662	233	129,662	233	-	-
9,681,046	17,368	Time Deposit	205,087	368	205,087	368	-	-
6,463,649	11,596	Time Deposit	156,102	280	156,102	280	-	-
3,420,378	6,136	Time Deposit	84,313	151	(84,313)	151	-	-
7,612,009	13,656	Time Deposit	204,742	367	(204,742)	(367)	-	-
7,620,533	13,672	Time Deposit	201,977	362	(201,977)	(362)	-	-
8,798,448	15,785	Time Deposit	169,164	303	(169,164)	(303)	-	-
8,433,466	15,130	Time Deposit	22	-	22	-	-	-
13,058,539	23,428	Time Deposit	431,554	774	(431,554)	(774)	-	-
4,721,085	8,470	Time Deposit	249,566	448	(249,566)	(448)	-	-
3,885,583	6,971	Time Deposit	251,276	451	(251,276)	(451)	-	-
2,480,763	4,451	Time Deposit	130,875	235	(130,875)	(235)	-	-
4,638,716	8,322	Time Deposit	171,169	307	(171,169)	(307)	-	-
5,947,577	10,670	Other Current Assets	216,123	388	(216,123)	(388)	-	-
5,603,875	10,053	Other Current Assets	255,508	458	(255,508)	(458)	-	-
7,267,685	13,039	Other Current Assets	299,717	538	(299,717)	(538)	-	-
6,136,150	11,009	Other Current Assets	233,620	419	(233,620)	(419)	-	-
2,175,563	3,903	Other Current Assets	82,732	148	(82,732)	(148)	-	-
6,134,879	11,006	Other Current Assets	201,121	361	(201,121)	(361)	-	-
5,577,183	10,006	Other Current Assets	52,617	94	(52,617)	(94)	-	-
4,462,194	8,005	Other Current Assets	77,806	140	(77,806)	(140)	-	-
8,365,592	15,008	Other Current Assets	94,858	170	(94,858)	(170)	-	-
5,577,024	10,005	Other Current Assets	13,576	24	(13,576)	(24)	-	-
8,644,122	15,508	Other Current Assets	52,463	94	(52,463)	(94)	-	-
184,536	331	Other Current Assets	4,083	7	4,083	7	-	-
203,654	365	Other Current Assets	4,494	8	4,494	8	-	-
479,538	860	Other Current Assets	547	-	547	-	-	-
479,538	860	Other Current Assets	1,486	3	1,486	3	-	-
479,538	860	Other Current Assets	2,217	4	2,217	4	-	-
479,538	860	Other Current Assets	2,995	5	2,995	4	-	-
479,538	860	Other Current Assets	3,728	7	3,728	7	-	-
479,538	860	Other Current Assets	4,413	8	4,413	8	-	-
479,538	860	Other Current Assets	4,986	9	4,986	9	-	-
506,803	909	Other Current Assets	5,874	11	5,874	11	-	-
534,602	959	Other Current Assets	6,829	12	6,829	12	-	-
534,602	959	Other Current Assets	7,356	13	7,356	13	-	-
561,332	1,007	Other Current Assets	8,280	15	8,280	15	-	-
561,332	1,007	Other Current Assets	8,798	16	8,798	16	-	-
1,384,486	2,484	Other Current Assets	165,638	297	165,638	297	-	-
4,839,997	8,683	Other Current Assets	574,028	1,030	574,028	1,030	-	-
1,286,063	2,307	Other Current Assets	154,843	278	154,843	278	-	-
1,400,280	2,512	Other Current Assets	6,045	11	(6,045)	(11)	-	-
55,740,000	100,000	Bonds	11,891	21	11,891	21	-	-
83,610,00	150,000	Bonds	3,902	7	3,902	7	-	-
22,296,000	40,000	Liabilities with Banks	60,716	109	(60,716)	(109)	-	-
22,296,000	40,000	Liabilities with Banks	60,086	108	(60,086)	(108)	-	-
25,083,000	45,000	Liabilities with Banks	62,262	112	(62,262)	(112)	-	-
20,902,500	37,500	Liabilities with Banks	88,574	159	(88,574)	(159)	-	-
27,870,000	50,000	Liabilities with Banks	121,161	217	(121,161)	(217)	-	-
27,870,000	50,000	Liabilities with Banks	117,224	210	(117,224)	(210)	-	-
27,870,000	50,000	Liabilities with Banks	119,411	214	(119,411)	(214)	-	-
27,870,000	50,000	Liabilities with Banks	123,348	221	(123,348)	(221)	-	-
20,902,500	37,500	Liabilities with Banks	86,606	155	(86,606)	(155)	-	-
41,805,000	75,000	Liabilities with Banks	175,180	314	(175,180)	(314)	-	-
39,018,000	70,000	Liabilities with Banks	391,762	703	(391,762)	(703)	-	-
39,018,000	70,000	Liabilities with Banks	194,158	348	(194,158)	348	-	-

NOTE 27 - CONTINGENCIES AND RESTRICTIONS

Direct guarantees:

To guarantee Banco Bice full compliance with any and all current and future obligations incurred by Empresas CMPC S.A. and subsidiaries, the Company set up a first mortgage of ThCh$ 4,481,999 - ThUS$ 8,041 on the mezzanine and 2nd, 3rd, 4th and 5th floors of the building located at Agustinas 1343, per public deed dated March 16, 2003 before the Notary Enrique Morgan under digest number 1290.

Indirect guarantees:

The syndicated loan and the bond issuance of the subsidiary Inversiones CMPC S.A., through its Agency in the Cayman Islands, were guaranteed by Empresas CMPC S.A.

In the case of indirect guarantees, the creditor of the guarantee backed by Empresas CMPC S.A., in the holder of the document, since such documents are transferable.

Empresas CMPC S.A. guaranteed the compliance by La Papelera del Plata S.A. with the lease contract on the machinery this company subscribed with Citibank N.A.

Restrictions:

Empresas CMPC S.A., as a result of certain debt contracts, has to comply with certain financial indicators ("covenants"), as to maintain a minimum equity, a maximum leverage ratio and a minimum level of financial expenses hedging, At December 31, 2004, such indicators are amply complied with.

Lawsuits

a) At December 31, 2004 the subsidiaries Forestal Mininco S.A. and Forestal Crecex S.A. have participated in a number of proceedings involving growers and landholders regarding boundaries and other disputes. At December 31, 2004 Forestal Mininco S.A. has a provision of ThCh$ 100,000.

In other respect, Forestal Mininco S.A. is involved in the following proceedings at December 31, 2004.

Court	Case N°	Origin	Procedural phase	Amounts involved ThCh$
Court of first instance of Cañete	4,468	Ancillary labour Liability	Unfavorable sentence Appealed and motion vacate was filed	300,000

b) In August 2001, the Supreme Court unanimously confirmed the rule that accepted the claim presented by CMPC, declaring that the Central Bank had to pay the promissory notes issued by that public body, pursuant to the calculation rules contained in them upon issuance and not under a new calculation formula subsequently established by the debtor, The Central Bank did not accept the rule, invoking a technical impossibility to arrive to the determination of the proper amount, In view of that refusal, CMPC has had to begin new legal procedures in which the Central Bank has continued presenting any kina of dilatory motions.

- Other lawsuits

a) Tax Lawsuit filed against CMPC Celulosa S.A. for a claim over tax settlement made by the S.I.I. and related to the appraisal of the value of shares internally transferred. This action is in process of appeal before the Court of Appeal of Santiago (case N° 1767-03). The company lawyer's have a favorable opinion, therefore, no allowances have been made.

b) As of December 31, 2004 the subsidiary Papelera de la Plata S.A. of Argentina, copes with several lawsuits in a number of Argentine labor courts, which involve committed amounts of ThCh$ 263,163 - ThUS$ 472, and have been duly provisioned.

c) At December 31, 2004 the subsidiary FABI S.A. faces a labor lawsuit the amount involved of which is ThCh$ 72,072 - ThUS$ 129, A provision has been set up for this concept.

d) At December 31, 2004 the subsidiary CMPC Celulosa S.A. follows two labor lawsuits before the Court of first instance of Laja the amount involved of which is ThCh$ 104,599 - ThUS$ 188. A provision has been set up for this concept, Further, a lawsuit was concluded, which meant the payment of ThCh$ 400,000 - ThUS$ 718.

- Other contingencies

a) Responsibility in return of exports under consignment amounting to ThCh$ 32,073,493 - ThUS$ 57,541 at December 31, 2004 and ThCh$ 44,271,434 - ThUS$ 72,738 in 2003.

b) As of December 31, 2004 the Company has no liability for the collection upon maturity of the portfolio of assigned loans. As of December 31, 2003 this obligation amounted to ThCh$ 15,324,436 - ThUS$ 25,178.

c) Empresas CMPC S.A guarantees compliance of SWAPS contracts signed by Inversiones CMPC S.A. mainly with Jp Morgan Chase Bank and others, related to interest rates applied at the local value of US$ 795,000,000.

d) Subsidiaries of the Company have appealed before the court of Argentine Nation to suspend and annul decisions by official letter of the Federal Administration of Public Income, relating to taxes and interest on financial transactions of 1995 and 1998, amounting to 3,220,843 Argentine pesos, plus penalties and interest. In the opinion of the Company and its counsels, these requirements should not be successful, as transactions have been legally and administratively performed in conformity with the current legislation and therefore no provisions have been recorded .

- Situation in Argentine and Uruguay

The Company's Financial Statements include the effect of the current economic context of Argentine and Uruguay over the economic and financial position of related companies in such countries, according to the administrations evaluations, as at the date of preparation. The real future results will depend on the evolution of said economies.

Direct guarantees:

Guarantee creditor	Entity	Relation	Type of guarantee	Assets involved	
				Type	Book value ThCh$
Banco BICE	Empresas CMPC S.A.	Informant	Mortgage	Floor 2,3,4 and 5	8,041
Import orders placed	Industrias Forestales S.A.	Indirect subsidiary	Notes	Machinery	6,901
General Treasury of the Republic	CMPC Celulosa S.A.	Indirect	Promissory notes	Fixed Assets	2,739
General Treasury of the Republic	CMPC Celulosa S.A.	Indirect	Bill of exchange	Fixed Assets	2,295
General Treasury of the Republic	Cartulinas CMPC S.A.	Indirect subsidiary	Promissory notes	Machinery	1,301
General Treasury of the Republic	Industrias Forestales S.A.	Indirect subsidiary	Promissory notes	Machinery	1,075
Customs	Industrias Forestales S.A.	Indirect subsidiary	Notes	Machinery	312
Customs	CMPC Tissue S.A.	Indirect	Promissory notes	Inventories	312
General Treasury of the Republic	CMPC Maderas S.A.	Indirect	Promissory notes	Fixed Assets	295
National Customs Superintendency	Protisa del Perú S.A.	Indirect subsidiary	Guarantee letter	Machinery	120
General Treasury of the Republic	Forestal Mininco S.A.	Subsidiary	Promissory notes	Fixed assets	92
General Treasury of the Republic	Propa S.A.	Indirect subsidiary	Promissory notes	Fixed assets	71
Fondo Nacional de Desarrollo Tecnológico	Forestal Mininco S.A.	Subsidiary	Performance bond	Cash	34
General Treasury of the Republic	Envases Impresos S.A.	Indirect subsidiary	Promissory notes	Fixed assets	26
Empresa de Ferrocarriles del Estado	CMPC Celulosa S.A.	Indirect subsidiary	Promissory notes	Fixed assets	17
Compañía de Telecomunicaciones de Chile	CMPC Tissue S.A.	Subsidiary	Promissory notes	Cash	6

Balances pending at year end		Guarantees released			
2004 ThCh$	2003 ThCh$	2005 ThCh$	Assets	2006 ThCh$	Assets
-	-	-	-	-	-
6,901	1,474	6,901	Current Assets	-	-
2,739	4,914	35	Fixed Assets	2,692	Fixed Assets
2,295	2,295	-	-	-	-
1,301	1,182	1,301	Fixed Assets	-	-
1,075	3,551	1,075	Fixed Assets	-	-
312	69	312	Fixed Assets	-	-
312	-	312	Inventories	-	-
295	719	295	Fixed Assets	-	-
120	110	120	Fixed Assets	-	-
92	100	92	Fixed Assets	-	-
71	71	71	Fixed Assets	-	-
34	96	34	Cash	-	-
26	153	26	Fixed Assets	-	-
17	29	-	-	17	Fixed Assets
6	5	6	Cash	-	-

Indirect guarantees:

Guarantee creditor	Entity	Relation	Type of guarantee	Assets involved	Balances pending at year end ThCh$		Guarantees released ThCh$		
				Type	2004	2003	2005	2006	2007
BBVA S.A.	Inversiones CMPC S.A. - Cayman Island Agency	Subsidiary	Guarantor	No	475,000	-	-	41,663	83,337
Bonds	Inversiones CMPC S.A. - Cayman Island Agency	Subsidiary	Guarantor	No	300,000	300,000	-	-	-
Bonds	Inversiones CMPC S.A. - Cayman Island Agency	Subsidiary	Guarantor	No	250,000	250,000	250,000	-	-
Citibank N.A.	La Papelera del Plata S.A. - (Argentina)	Indirect subsidiary	Guarantor	No	16,786	39,315	3,320	3,320	3,320
Voith Paper Maq, y equipamientos Ltda.	Industrias Forestales S.A. (Argentina)	Indirect subsidiary	Guarantor	No	11,251	14,933	3,507	3,332	3,404
Fibertech AB, Kvaerner Pulping AB y otros	CMPC Celulosa S.A.	Indirect subsidiary	Guarantor	No	1,685	26,657	1,685	-	-
Banco Santander Chile	Papeles Cordillera S.A.	Indirect subsidiary	Surety bond and several joint debtor	No	-	13,449	-	-	-
Kilvert S.A.	Papeles Cordillera S.A.	Indirect subsidiary	Guarantor	No	-	6,933	-	-	-
Voith S.A. Maquinarias y equipamientos	Papeles Cordillera S.A.	Indirect subsidiary	Guarantor	No	-	5,962	-	-	-
J. P. Morgan and others	Inversiones CMPC S.A.- Cayman Island Agency	Subsidiary	Guarantor	No	-	125,000	-	-	-
Dresdner Bank and others	Inversiones CMPC S.A. - Cayman Island Agency	Subsidiary	Guarantor	No	-	100,000	-	-	-
Citibank N.A. - Argentina	Inversiones CMPC S.A. Cayman Island Agency	Subsidiary	Guarantor	No	-	13,750	-	-	-

NOTE 28 - GUARANTEES FROM THIRD PARTIES

Guarantees from third parties are as follows:

Transaction	Amount ThCh$	Issuer	Relation
Investment Project	25,930,635	Andritz A.G.	Supplier
Investment Project	9,376,347	Metso Paper Inc.	Supplier
Investment Project	6,022,451	Kvarner Power	Supplier
Services	5,018,142	Constructora Tecsa	Supplier
Construction Contracts	3,643,166	Voith S.A.	Supplier
Services	1,784,609	Andritz OY	Supplier
Finished product sales	1,757,312	Proveedores y maquilladores S.A.	Customer
Finished product sales	1,226,280	Papel y Carton Derivados S.A.	Customer
Imports	1,201,319	Others	Supplier
Investment Project	1,039,756	Sundry contractors	Supplier
Finished product sales	845,249	Others	Customer
Finished product sales	819,349	Grapho Pak Gilardi	Customer
Services	802,526	Constructora Incolur Fe	Supplier
Services	793,851	Others	Supplier
Construction Contracts	676,257	Constructora Inarco S.A.	Supplier
Finished product sales	658,747	Maderas Polcura Ltda	Customer
National Buys	643,870	Domestic suppliers	Supplier
Imports	547,837	Alstom Brasil	Supplier
Investment Project	496,540	Ingevec S.A.	Supplier
Services	471,477	Soletanche Bachy Chile	Supplier
Services	483,436	Sundry suppliers	Supplier
Finished product sales	390,180	Guedikian Impresores S.A.	Customer
Correct execution	388,488	Sundry contractors	Supplier
Timber Sales	312,107	Proarauco S.A.	Customer
Timber Sales	285,740	Juan Larsague y Cia. Ltda.	Customer
Finished product sales	278,200	Estab, Grafico Impresora S.A.	Customer
Forestal Protection	278,700	Inversiones Aerea Patagonia Ltda,	Supplier
Timber Sales	270,427	Aserraderos Poco a Poco Ltda.	Customer
Finished product sales	267,331	Vera y Giannini S.A.	Customer
Timber Sales	263,469	Forestal Transp. y Const. Sta. Elena	Customer
Finished product sales	200,664	Papelera Corrientes S.A.	Customer
Services	192,273	Bosch S.A.	Supplier
Finished product sales	171,074	Centro Gráfico S.A.	Customer
Road Construction	158,146	Ing. y Const. Aninat Ltda.	Supplier
Services	154,747	Echeverria Izquierdo S.A.	Supplier
Timber Sales	152,500	Forestal Sta. Inés Ltda.	Customer
Finished product sales	139,350	Impresora Hispania	Customer
Services	137,444	Salfa	Supplier
Road Construction	135,000	Emp. Mov de Tierra INB Ltda.	Supplier
Timber Buys	130,000	Sundry contractors	Supplier
Timber Sales	127,762	Agric. y Maderera Finbosque	Customer
Road Construction	123,956	Constructora Tricam S.A.	Supplier
Finished product sales	119,562	Montt, Palumbo y Cia. Ltda.	Customer
Guarantee	111,480	Chilempack S.A.	Customer
Finished product sales	108,800	Caracas Paper Company	Customer
Finished product sales	98,996	Papelera Internacional	Customer
Road Construction	98,811	Equipos y Servicios Ltda.	Supplier
Finished product sales	89,184	Fabrica de Cajas de Carton S.A.	Customer
Construction contracts	83,939	Sundry contractors	Supplier
Finished product sales	83,610	Litografia Byron Zadik S.A.	Customer
Osmosis Plant	67,973	Aguas Industriales	Supplier

NOTE 29 - LOCAL AND FOREIGN CURRENCY

Current assets:

	Currency	2004		2003	
		ThCh$	ThUS$	ThCh$	ThUS$
Current assets:					
Cash and banks	Non indexed pesos	1,324,937	2,377	806,595	1,325
Cash and banks	Dollar	2,180,718	3,912	1,633,523	2,684
Cash and banks	Euros	386,316	693	-	-
Cash and banks	Argentinean pesos	431,259	774	257,823	424
Cash and banks	Other currencies	399,345	716	771,457	1,267
Time deposits and marketable securities	Non Indexed pesos	10,744,742	19,277	38,870,955	63,865
Time deposits and marketable securities	Dollar	173,599,094	311,444	97,338,874	159,927
Time deposits and marketable securities	Euro	81,498,939	146,213	68,048	112
Time deposits and marketable securities	Other currencies	343,231	616	577,355	949
Accounts receivable short-term	Non indexed pesos	77,536,106	139,103	66,409,219	109,110
Accounts receivable short-term	Dollar	106,778,484	191,565	97,972,993	160,969
Accounts receivable short-term	Euro	5,208,996	9,345	-	-
Accounts receivable short-term	Argentinean pesos	9,441,988	16,939	8,204,838	13,480
Accounts receivable short-term	Other currencies	5,409,605	9,705	7,614,834	12,511
Notes and accounts receivable from related companies	Non indexed pesos	373,658	670	130,443	214
Inventories	Indexed pesos	108,392,952	194,462	100,813,506	165,636
Inventories	Dollar	97,226,994	174,429	88,910,074	146,079
Inventories	Argentinean pesos	12,123,060	21,749	11,573,835	19,016
Inventories	Other currencies	7,777,392	13,953	7,538,047	12,385
Taxes recoverable	Indexed pesos	24,896,549	44,665	20,187,407	33,168
Taxes recoverable	Argentinean pesos	753,751	1,352	825,503	1,356
Taxes recoverable	Other currencies	1,718,048	3,082	1,562,227	2,567
Prepaid expenses	Non indexed pesos	2,666,503	4,784	3,022,207	4,965
Prepaid expenses	Dollar	3,288,370	5,899	3,714,553	6,103
Prepaid expenses	Argentinean pesos	467,928	839	69,628	114
Prepaid expenses	Other currencies	322,684	579	215,489	354
Deferred taxes	Non indexed pesos	2,858,624	5,128	3,676,429	6,040
Deferred taxes	Argentinean pesos	434,898	780	384,725	632
Deferred taxes	Other currencies	71,617	128	251,522	413
Other currents assets	Indexed pesos	-	-	195,785	322
Other currents assets	Non indexed pesos	25,479,098	45,711	5,536,636	9,097
Other currents assets	Dollar	16,666,298	29,900	82,258,451	135,150
Other currents assets	Euro	5,931,213	10,641	-	-
Other currents assets	Other currencies	134,648	242	-	-

	Currency	2004		2003	
		ThCh$	ThUS$	ThCh$	ThUS$
Fixed assets:					
Fixed assets	Indexed pesos	2,051,527,604	3,680,530	1,991,947,494	3,272,758
Fixed assets	Dollar	154,547,924	277,266	181,539,305	298,268
Fixed assets	Euro	25,163,047	45,144	-	-
Other assets:					
Investments in related companies	Indexed pesos	26,972,800	48,390	19,668,340	32,315
Investments in other companies	Indexed pesos	129,573	232	129,480	213
Goodwill	Indexed pesos	59,056,315	105,950	65,275,326	107,247
Negative goodwill	Indexed pesos	(25,035,150)	(44,914)	(35,281,748)	(57,968)
Long-term debtors	Indexed pesos	2,010,753	3,607	302,494	497
Long-term debtors	Argentinean pesos	1,889,893	3,391	2,007,937	3,299
Long-term debtors	Other currencies	351,731	631	-	-
Intangibles	Indexed pesos	1,741,656	3,125	1,739,839	2,859
Intangibles	Other currencies	55,158	99	59,212	97
Others	Indexed pesos	995,058	1,785	813,777	1,337
Others	Non indexed pesos	70,841	127	-	-
Others	Dollar	338,922	608	334,444	549
Others	Argentinean pesos	41,104	74	223,190	367
Total assets	**Non indexed pesos**	**121,054,509**	**217,177**	**118,452,484**	**194,616**
	Dollar	**554,626,804**	**995,023**	**553,702,217**	**909,729**
	Euro	**118,188,511**	**212,036**	**68,048**	**112**
	Argentinean pesos	**25,583,881**	**45,898**	**23,547,479**	**38,688**
	Other currencies	**16,583,459**	**29,751**	**18,590,143**	**30,543**
	Indexed pesos	**2,250,688,110**	**4,037,832**	**2,165,791,700**	**3,558,384**

Current liabilities:

	Currency	2004 Amount ThCh $	2004 Amount ThUS$	Average annual interest rate %	Up to
Liabilities to banks and financial institutions short-term	Non indexed pesos	849,206	1,524	-	
Liabilities to banks and financial institutions short-term	Dollar	159,971	287	-	
Liabilities to banks and financial institutions short-term	Other currencies	506,180	908	4.20	
Short-term portion of long term liabilities to banks and financial institutions	Dollar	3,165,182	5,678	-	
Liabilities with public (Bonds)	Dollar	-	-	-	
Short-term portion of long term liabilities	Dollar	1,381,611	2,479	4.20	
Dividends payable	Non indexed pesos	25,025,391	44,897	-	
Account payable	Non indexed pesos	58,209,744	104,431	-	
Account payable	Dollar	20,334,539	36,481	-	
Account payable	Argentinean pesos	7,994,266	14,342	-	
Account payable	Other currencies	2,750,172	4,934	-	
Notes payable	Non indexed pesos	33,940	61	-	
Notes payable	Dollar	2,880,218	5,167	-	
Notes payable	Other currencies	185,288	332	-	
Sundry creditors	Indexed pesos	149,397	268	-	
Sundry creditors	Non indexed pesos	1,194,963	2,144	-	
Sundry creditors	Other currencies	12,378	22	-	
Notes and accounts payable to related companies	Non indexed pesos	69,271	124	-	
Notes and accounts payable to related companies	Dollar	-	-	-	
Provisions	Non indexed pesos	10,536,009	18,902	-	
Provisions	Dollar	-	-	-	
Provisions	Argentinean pesos	381,705	685	-	
Provisions	Other currencies	922,606	1,655	-	
Withholdings	Non indexed pesos	5,743,710	10,304	-	
Withholdings	Argentinean pesos	653,246	1,172	-	
Withholdings	Other currencies	514,829	924	-	
Income tax	Indexed pesos	-	-	-	
Unearned income	Non indexed pesos	827,703	1,485	-	
Unearned income	Dollar	493,764	886	-	
Other current liabilities	Non indexed pesos	2,007,969	3,602	-	
Other current liabilities	Dollar	-	-	-	
Total current liabilities	**Non indexed pesos**	**104,497,906**	**187,474**	-	
	Dollar	**28,415,285**	**50,978**	-	
	Other currencies	**4,891,453**	**8,775**	-	
	Indexed pesos	**149,397**	**268**	-	
	Argentinean pesos	**9,029,217**	**16,199**	-	

90 days			90 days up to one year					
2003 Amount		Average annual interest rate	2004 Amount		Average annual interest rate	2003 Amount		Average annual interest rate
ThCh $	ThUS$	%	ThCh $	ThUS$	%	ThCh$	ThUS$	%
1,268,534	2,084	-	-	-	-	-	-	-
395,410	650	1.90	-	-	-	-	-	-
743,653	1,222	3.60	-	-	-	-	-	-
18,877,348	31,015	1.74	-	-	-	8,418,848	13,832	1.74
-	-	-	140,034,151	251,227	7.38	788,863	1,296	-
719,043	1,181	3.16	4,141,625	7,430	4.20	40,108,919	65,899	3.16
17,219,391	28,291	-	-	-	-	-	-	-
61,516,205	101,071	-	1,043,819	1,873	-	2,633,482	4,327	-
15,831,978	26,012	-	3,683,757	6,609	-	2,304,481	3,786	-
5,522,288	9,073	-	-	-	-	-	-	-
1,058,038	1,738	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,332,738	5,476	-	-	-	-	-	-	-
54,433	89	-	-	-	-	-	-	-
178,303	293	-	-	-	-	-	-	-
534,182	878	-	-	-	-	-	-	-
17,491	29	-	-	-	-	-	-	-
43,929	72	-	-	-	-	-	-	-
1,410,839	2,318	-	-	-	-	-	-	-
13,496,970	22,175	-	4,453,947	7,991	-	1,415,695	2,326	-
47,693	78	-	-	-	-	-	-	-
722,877	1,188	-	-	-	-	-	-	-
136,021	224	-	-	-	-	444,361	731	-
3,079,749	5,060	-	-	-	-	-	-	-
594,855	977	-	-	-	-	-	-	-
448,673	737	-	-	-	-	-	-	-
-	-	-	-	-	-	4,586,218	7,535	-
1,072,208	1,762	-	-	-	-	-	-	-
92,917	153	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
732,296	1,203	-	-	-	-	-	-	-
98,231,168	**161,393**	-	**5,497,766**	**9,864**	-	**4,049,177**	**6,653**	-
41,440,262	**68,086**	-	**147,859,533**	**265,266**	-	**51,621,111**	**84,813**	-
2,458,309	**4,039**	-	-	-	-	**444,361**	**731**	-
178,303	**293**	-	-	-	-	**4,586,218**	**7,535**	-
6,840,020	**11,238**	-	-	-	-	-	-	-

Long-term liabilities - current period 2004

	Currency	One up to three years		
		2004 Amount		Average annual interest rate
		ThCh $	ThUS$	%
Liabilities to banks	Dollar	69,675,000	125,000	2.35
Liabilities with public (Bonds)	Dollar	-	-	-
Notes payable	Dollar	9,037,551	16,214	4.60
Provisions	Non indexed	4,777,938	8,572	-
Provisions	Argentinean pesos	724,706	1,300	-
Deferred taxes	Non indexed	12,657,287	22,708	-
Deferred taxes	Other currencies	446,232	801	-
Total long-term liabilities	**Dollar**	**78,712,551**	**141,214**	-
	Non indexed	**17,435,225**	**31,280**	-
	Argentinean pesos	**724,706**	**1,300**	-
	Other currencies	**446,232**	**801**	-

Long-term liabilities - prior period 2003

	Currency	One up to three years		
		2004 Amount		Average annual interest rate
		ThCh $	ThUS$	%
Liabilities to banks	Dollar	67,965,359	111,667	1.883
Liabilities with public (Bonds)	Dollar	152,161,250	250,000	7.375
Notes payable	Dollar	22,877,072	37,587	2.50
Provisions	Non indexed	3,906,398	6,418	-
Deferred taxes	Non indexed	23,801,441	39,106	-
Deferred taxes	Other currencies	185,444	305	-
Total long-term liabilities	**Dollar**	**243,003,681**	**399,254**	-
	Non indexed	**27,707,839**	**45,524**	-
	Other currencies	**185,444**	**305**	-

Three up to five years			Five up to ten years			More than 10 years		
2004 Amount		Average annual interest rate	2004 Amount		Average annual interest rate	2004 Amount		Average annual interest rate
ThCh $	ThUS$	%	ThCh $	ThUS$	%	ThCh$	ThUS$	%
195,090,000	350,000	2.35	-	-	-	-	-	-
-	-	-	167,220,000	300,000	4.875	-	-	-
2,735,779	4,908	3.50	-	-	3.29	-	-	-
4,926,543	8,838	-	5,399,040	9,686	-	12,336,532	22,132	-
-	-	-	-	-	-	-	-	-
5,274,679	9,463	-	12,397,319	22,241	-	22,367,539	40,128	-
-	-	-	-	-	-	-	-	-
197,825,779	**354,908**	-	**167,220,000**	**300,000**	-	-	-	-
10,201,222	**18,301**	-	**17,796,359**	**31,927**	-	**34,704,071**	**62,260**	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

Three up to five years			Five up to ten years			More than 10 years		
2004 Amount		Average annual interest rate	2004 Amount		Average annual interest rate	2004 Amount		Average annual interest rate
ThCh $	ThUS$	%	ThCh $	ThUS$	%	ThCh$	ThUS$	%
50,720,416	83,333	2.00	-	-	-	-	-	-
-	-	-	182,593,500	300,000	4,875	-	-	-
2,877,654	4,728	-	-	-	-	-	-	-
3,072,658	5,048	-	7,611,644	12,506	-	13,363,067	21,955	-
14,480,717	23,792	-	2,011,210	3,304	-	-	-	-
182,885	300	-	94,213	155	-	-	-	-
53,598,070	**88,061**	-	**182,593,500**	**300,000**	-	-	-	-
17,553,375	**28,840**	-	**9,622,854**	**15,810**	-	**13,363,067**	**21,955**	-
182,885	**300**	-	**94,213**	**155**	-	-	-	-

NOTE 30 - PENALTIES

No penalties were imposed on the Company and subsidiaries, nor on their Directors or General Managers by the Chilean Superintendency of Securities and Insurance or any other competent administrative authority. Except the penalty of 15 UF imposed on the General Managers of Forestal Mininco S.A. and Forestal Crecex S.A. pursuant to exempt resolutions N° 183 and N° 184, respectively, dated April 22, 2004, in connection with a delay in the sending of information relating to the shareholders listing. In September 2004 such companies have cancelled their listing in the registry of the Superintendency (Note N°1).

NOTE 31 - SUBSEQUENT EVENTS

There have been no subsequent events during the year ended December 31, 2004 and the date on which these financial statements were prepared (January 28, 2005) which could significantly affect their balances or interpretation.

NOTE 32 - ENVIRONMENTAL ISSUES

Empresas CPMC S.A. and subsidiaries have a long-term policy in place consisting in the sustainable development of their forest and industrial activities in harmony with the environment. In this context, investments in fixtures, equipment, and industrial plants include cutting-edge technology, consistent with the latest breakthroughs in this matter. Accordingly, their costs have increased due to these advances.

Most of the subsidiaries and factories have already obtained or have filed for certification for the ISO 9002 and 14001 international quality standards. In addition, annually vast land surface is recovered and protected from erosion through forestation.

Expenses incurred in environmental projects during the year amount to ThCh$ 5.256.391 - ThUS$ 9.430 (ThCh$ 3.307.434 - ThUS$ 5.434 in 2003), among which are expenses involving outflow treatment in industrial processes.

NOTE 33 - TIME DEPOSITS

At December 31, 2004 and 2003 this caption includes the following financial investments:

Institutions	ThCh$ 2004	ThCh$ 2003
Time Deposits in pesos, re-denominated to dollar		
Banco Santander Santiago	19,728,774	7,669,007
Banco BICE	7,827,331	13,264,275
Citibank BBVA	4,471,518	14,078,139
Deutsche Bank Chile S.A.	3,634,307	-
Banco Credito Inversiones	2,349,888	-
Banco de Chile	-	26,909,714
Scotiabank	-	4,084,102
Banco Security	-	3,051,935
SubTotal	**38,011,818**	**69,057,172**
Time Deposits in pesos, re-denominated to EURO		
Banco Santander Santiago	25,828,618	-
Banco Chile	24,785,816	-
Banco BBVA	9,675,692	-
Corp Banca	8,755,212	-
Banco Crédito Inversiones	6,457,302	-
SubTotal	**75,502,640**	-
Time Deposit in dollars.		
Dresdner Bank A.G.	8,382,733	-
Bayerische Landesbank N.Y.	8,382,565	-
J.P. Morgan Chase Bank (Perú)	2,672,274	-
J.P. Morgan Chase Bank - New York	1,744,240	4,181,889
Citibank N.A. - New York	449,984	1,568,301
HSBC Bank U.S.A.	21,794	21,789
SubTotal	**21,653,590**	**5,771,979**
Time Deposit in EUROS.		
Citibank N.A. - London	174,011	-
Mirlan Bank	67,467	68,048
SubTotal	**241,478**	**68,048**
Time Deposits in others currency.		
Banco BBVA	4,666,042	-
Citibank N.A. - Londres	232,775	418,912
Banco Crédito - Peru	110,358	-
Banco Bice	1,391	1,405
Citibank N.A. - Peru	98	158,443
Banco Santander Santiago	-	4,634,055
SubTotal	**5,010,664**	**5,212,815**
Total deposits ThCh$	**140,420,190**	**80,110,014**
Total deposits ThUS$	**251,920**	**131,621**

Time deposits in Chilean pesos re-denominated to dollar and subscribed with financial institutions have been valued at the year end, considering the value of principal and accrued interest of such instrument, in the amount of ThCh$ 116,235,468 - ThUS$ 208,532 (ThCh$ 72,722,777 - ThUS$ 119,483 in 2003), net of the difference in the value of the forward contracts entered to re-denominate these transactions to dollar. They have been recorded at the year-end fair value ThCh$ (2,721,010) - ThUS$ (4,882) (ThCh$ (3,665,605) - ThUS$ (6,023) in 2003).

NOTE 34 - LONG-TERM NOTES PAYABLE

Long-term Notes payable denominated in US dollars amount to ThCh$ 11,773,330 - ThUS$ 21,122 at December 31, 2004 (ThCh$ 25,754,726 - ThUS$ 42,315 in 2003), corresponding to loans from suppliers related to project of investments in fixed assets, accruing an annual average interest rate of 4.2%.

The breakdown of these loans is the following:

Supplier	ThCh$		Destination
	2004	2003	
Leasing Argentina (1)	7.505.961	-	Machinery and equipment
Voith S.A.	3.967.625	12.144.965	Machinery and equipment
General Treasury of the Republic	274.653	549.449	Custom taxes
Kvaerner	-	3.192.017	Machinery and equipment
Andritz Ahlstron	-	2.884.844	Machinery and equipment
Alstom Brasil Ltda.	-	1.896.984	Machinery and equipment
Metso Chemical Pulping	-	1.289.726	Machinery and equipment
Valmet Fiber Tech A.B.	-	1.025.854	Machinery and equipment
US Filter	-	951.454	Machinery and equipment
Rader Canada	-	720.833	Machinery and equipment
Otros	25.091	1.098.600	Other fixed assets
Total	**11.773.330**	**25.754.726**	
ThUS$	**21.122**	**42.315**	

These loans mature between 2006 and 2009.

The portion corresponding to current maturities which are shown in Long-term liabilities with current maturities under Current liabilities is as follows:

Supplier	ThCh$		Destination
	2004	2003	
Leasing Argentina (1)	1,957,479	24,031,374	Machinery and equipment
Voith S.A.	1,703,484	11,997,133	Machinery and equipment
Valmet Fiber Tech A.B.	939,483	1,025,854	Machinery and equipment
General Treasury of the Republic	905,297	1,545,726	Custom taxes
Kvaerner	-	567,355	Machinery and equipment
Andritz-Ahlstrom	-	536,605	Machinery and equipment
Others	17,493	1,123,915	Other fixed assets
Total	**5,523,236**	**40,827,962**	
ThUS$	**9,909**	**67,080**	

1) During 2004 the subsidiary La Papelera de la Plata S.A., rescheduled the debt relating to the lease contract. Consequently, the respective debt shown in the short term in the previous year in Current portion of long-term liabilities is presented under Long-term liabilities in Notes payable in 2004; both amounts are exposed net of deferred interest.

NOTE 35 - FOREIGN CURRENCY TRANSLATION

The accounting record of Empresas CMPC S.A. and local subsidiaries area in Chilean pesos. Foreign subsidiaries are converted to Chilean pesos as indicated in Note 2 f). The accompanying financial statements have been translated into United States dollars as follows.

The balance sheet statement of income, statement of cash flows and amounts in the notes to the financial statements as of December 31, 2004 have been translated into United States dollars at the year end exchanged rate of $ 557.40 to US$ 1. In the case of the prior year 2003, they were translated at the year end exchange rate of Ch$ 593.80 to US$ 1, but on a basis of it's historical values in Chilean pesos at December 31, 2003.

Ricardo Hetz Vorpahl
Controller

Arturo Mackenna Iñiguez
Chief Executive Officer

PRICEWATERHOUSECOOPERS

PricewaterhouseCoopers
R.U.T.: 81.513.400-1
Santiago de Chile
Av. Andrés Bello 2711
Torre Costanera - Pisos 3,4 y 5
Las Condes
Teléfono: (56) 940 0000

REPORT OF INDEPENDENT ACCOUNTANTS

(Translation of the original in Spanish)

Santiago, January 28, 2005

To the Shareholders and Directors,
Empresas CMPC S.A.

We have audited the accompanying consolidated balance sheets of Empresas CMPC S.A. and subsidiaries as of December 31, 2004 and 2003, and the related consolidated statements of income and cash flows for the years then ended. These financial statements (including the related notes thereto) are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in Chile. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Empresas CMPC S.A. and subsidiaries as of December 31, 2004 and 2003, and the results of their operations and cash flows for the years then ended, in conformity with accounting principles generally accepted in Chile.

Javier Gatica Menke
Rut: 7.003.684-3

PricewaterhouseCoopers

OVERSEAS REPRESENTATIVES

CMPC FORESTAL

Benelux
Koninklijke Eduard Van Leer B.V.
Jodenbreestraat 152-154
1011 NS Ámsterdam
Holland, Belgium, Luxemburg
Tel. : (31-20) 622 2324
Fax : (31-20) 624 4500
Tlx. : 11267 LEE
Mr. Goderd H. Graafland
Mr. Martin S. Den Butter

CMPC Asia Limited
Toto Bldg. 6F-5-1-4,
Toranomon - Minato-ku,
Tokyo 105-0001 Japan
Tel. : (81-3) 5733 2570
Fax : (81-3) 3432 3005
Mr. Patricio Arenas

CMPC USA
CMPC USA, Inc.
1050 Crown Pointe Parkway
Suite 1590
Atlanta, GA 30338
Tel. : 1 (770) 551 2640
Fax : 1 (770) 551 2641
USA
Mr. Pablo Sufan

China
Palmas International Co., Ltd.
1266 Nan Jing West Road, 39F,
Plaza 66, Shanghai 200040,
China
Tel : (86-21) 6288 2184
Fax : (86-21) 6288 3988
5228 2326
Hot line: 86 1382 9233766
Mr. Peter Chang

Egypt
Sherif Exp & Imp.
4, Adib Street
Alexandria
Egypt
Tel. : (203) 597 2896
Fax : (203) 597 1463
385 1465063
Mr. Murat Pasic

Japan
Sakin Corporation
Toto Bldg. 6F-5-1-4,
Toranomon-Minato-ku,
Tokyo 105-0001 Japan
Tel. : (81-3) 5733 2570
Fax : (81-3) 3432 3005
Mr. Kenji Hatogai Sato

Korea
Dupoong Corporation
287, 11, Yangjae-Dong
Socho-Ku Seoul
Korea 137-130
Tel. : (822) 575 6761-4
Fax : (822) 577 4963-4
Mr. S.H. Ahn

Mexico
Comiexport S.A. de C.V.
Chichen Itza Nº 4955
Colonia Mirador del Sol,
Zapopan, Jalisco
Mexico
Tel. : (52-3) 628 9780
Fax : (52-3) 125 0379
Mr. Pedro Arellano

Middle East
United Agencies
Suite Nº 801, Khalid Al Attar Tower,
Sheik Zayed Road, Post Box 2212
Dubai, U.A.E.
Tel. : (971-4) 332 2443
Fax : (971-4) 332 2553
www.uadubai.com
Mr. Vijai Nihalani

Spain
Eliz Atea 8-2º A
48280 Lekeitio Bizcaia
Spain
Tel. : (34-94) 684 0007
Fax : (34-94) 684 3189
Mr. Ramón Zarandona García

Taiwan
COPC International Ltd.
22F-1, 447, Sec 3, Win Hsin
Road, Taichung, Taiwan, R.O.C
Taiwan
Tel. : (886-4) 2296 8736
Fax : (886-4) 2296 8430
Mr. Peter Chang

United Kingdom
Price & Pierce Softwoods Limited
Cavendish House, 40
Goldsworth Road,
Woking Surrey GU21 1JT
England
Tel. : (44-1483) 221 800
Fax : (44-1483) 726 203
Mr. Stephen Pitt

CMPC CELULOSA S.A.

CMPC Europe Limited
5 Dukes Gate
Acton Lane
London W4 5DX
Tel. : (44-20) 899 69960
Fax : (44-20) 899 69967

Argentina
Productos Forestales S.A.
PROFORSA
Laprida 3278 piso 2, of. 43
1642 San Isidro, Buenos Aires
Tel. : (54-11) 4735 2733
Fax : (54-11) 4735 2740

Australia
Silvania Resources, Inc.
1820 N. Corporate Lakes Blvd.
Suite 307
Weston, Florida 33326
U.S.A
Tel. : (1-954) 385 4890
Fax : (1-425) 944 1836

Benelux
Euro Fibres S.A.
18 Avenue Lavoisier
B-1300 Wavre
Belgium
Tel. : (32-10) 23 74 50
Fax : (32-10) 23 74 52

Bolivia
Hein Ltda.
Avda. Arce 2396
La Paz
Tel. : (591-2) 244 2786
244 0945
Fax : (591-2) 244 1188

Brazil
Claudio Maresca,
Representante
Rua Itapicuru, 369 - piso 10
Conj. 1003, Perdizes
05006 -000 Sao Paulo - SP
Tel. : (55-11) 3864 1119
Fax : (55-11) 3675 7519

China
China International Tourism &
Trade Co., Ltd.
(CITTC)
2F International Convention
Center
N° 8 Beichendonglu
Beijing 100101
Tel. : (86-10) 8497 3322
Fax : (86-10) 8497 3339

CellMark AB, Shanghai Office
Room 1901, 205 South Mao
Ming Road
Rui Jin Building
Shanghai 200020
Tel. : (86-21) 6473 0266
Fax : (86-21) 6473 0030

Colombia
Herzig & Cía. S.A.
Carrera 50 N 6-41
Medellín
Tel. : (57-4) 255 2122
Fax : (57-4) 285 5805

Eastern Europe
W. Heinzel A.G.
Wagramer Strasse 28-30
Viena A-1223
Austria
Tel. : (43-1) 260 110
Fax : (43-1) 263 6363

Ecuador
Alter Cia Ltda.
Almagro 1550 y Pradera
Edificio P.A. Kingman, piso 4B
Quito
Tel. : (593-2) 290 5531
Fax : (593-2) 256 4571

France
Larsen & Danglade
72, Rue La Boetie
75008 Paris
Tel. : (33-1) 5659 7799
Fax : (33-1) 4225 9725

Germany and Austria
GUSCO Handel - G. Schürfeld & Co.
Mönckebergstrasse 31
D-20095 Hamburg
Tel. : (49-40) 333 040
Fax : (49-40) 333 04100

India
CellMark India Pvt. Ltd.
3rd Floor, Mustafa Bldg.
7 Sir P.M. Road
Mumbai 400 001
Tel. : (91-22) 2266 1912
Fax : (91-22) 2266 1914

Indonesia
Cellmark Interindo Trade Pt.
Jl. Raya Jatiwaringin N° 54
Pondok, Gede
17411 Jakarta
Tel. : (62-21) 848 0130
Fax : (62-21) 848 0140

Italy
CMP Cellulosa Marketing SARL
3 Chemin Frank-Thomas 32
CHF-1200 Geneva
Suiza
Tel. : (41-22) 707 4101
Fax : (41-22) 700 0062

Japan
Hirom Corporation
Toto Bldg. 6th. Fl.
5-1-4 Toranomon
Minato-ku
Tokyo 105-0001
Tel. : (81-3) 5733 5893
Fax : (81-3) 5733 5894

Korea
Heungbo Industrial Co., Ltd.
4th Fl. HB Bldg., 627-17 Sinsa-Dong,
Kangnam-Gu
Seoul, 135-895
Tel. : (82-2) 3448 5131
Fax : (82-2) 3448 5132

Mexico
Paxell International S.A. de CV.
Fuente de Pirámides No 1-506
Tecamachalco Mex.
53950 Mexico
Tel. : (52-55) 293 1403
Fax : (52-55) 293 1377

Peru
Inunsa S.A.
Av. Mariategui # 218
Lima 11
Tel. : (51-1) 471 8990
Fax : (51-1) 470 6061

Portugal
Sanches de Gama & Cía. Lda.
Rua Tomás Ribeiro, 50 5th Floor
1050-231 Lisboa
Tel. : (351-21) 313 9260
Fax : (351-21) 357 6572

South Africa
Dennis C. Money Esq.
c/o Bimac International
58A Curzon Road
Bryanston
Sandton
South Africa
Tel. : (27-11) 462 9238
Fax : (27-11) 462 2493

Spain
Northern Pulp Cellulose Sales S.A.
Almagro 21
28010 Madrid
Tel. : (34-91) 310 1526
Fax : (34-91) 319 1910

Switzerland
GUSCO Handel - G. Schürfeld & Co.
Mönckebergstrasse 31
D-20095 Hamburg
Tel. : (49-40) 333 040
Fax : (49-40) 333 04100

Taiwan
Beauflex International Corp.
21 FL. No 27-5, Chung Cheng
East Rd. Sec. 2
Tanshui 251, Taipei County
Tel. : (886-2) 8809 8666
Fax : (886-2) 8809 8669

Thailand
CellMark (Thailand) Co. Ltd.
2024/139-140 Rimtangrodfai
Road
Prakanong, Bangkok 10250
Tel. : (66-2) 333 1300
Fax : (66-2) 333 1299

United Kingdom
F.G. Evans & Co. (Pulp) Ltd.
15 Manor Courtyard
Hughenden Avenue
High Wycombe, Bucks HP13 5RE
Tel. : (44-1494) 450 692
Fax : (44-1494) 471 457

Uruguay
Arturo Nogueira
Representaciones
18 de Julio 1044. piso 2
Esc. 204
Montevideo
Tel. : (598-2) 902 0630
Fax : (598-2) 902 0630

USA
International Forest Products
Corp.
One Patriot Place
Foxboro, MA 02035
Tel. : (1-508) 698 4600
Fax : (1-508) 698 1500

Venezuela
CellMark Pulp & Paper Inc.
C/O Rero, C.A.
Torre Phelps, piso 19, Of. A.
Plaza Venezuela
Caracas, 1010-A
Tel. : (58-212) 781 9501/2476
Fax : (58-212) 781 5932/6976

CARTULINAS CMPC S.A.

Argentina
Cartulinas CMPC Argentina
Intendente Rabanal 3120
1437 Capital Federal
Buenos Aires
Tel. : (54-11) 4630 0290
Fax : (54-11) 4630 0295
apersico@cmpc.com.ar

Brazil
Knemitz International Ltda.
Rua Borba Gato, 331 Bloco G,
Sala 191
Cep 04747-030 Alto de Boa Vista
Sao Paulo - SP
Tel./Fax : (55-11) 5522 1500
knemitz.cmpc@terra.com.br

China
China International Tourism &
Trade Co. Ltd. (CITTC)
2 F International Convention
Center
8 Beichendonglu Ubeijing
100101 Beijing
Tel. : (8610) 8497 3322
Fax : (8610) 6493 3339
cittc@mx.cei.gov.cn

Colombia
J.A.Guevara Representaciones
Carrera 127 N° 9-45, Casa # 7
Cali
Colombia
Tel. : (57-2) 555 1696
Fax : (57-2) 682 0895
jagrepresent@uniweb.net.co

Continental Europe
Gusco Handel G. Schürfeld + Co
Mönckebergstr 31
D-20095 Hamburg
Germany
Tel. : (49-40) 333 040
Fax : (49-40) 333 04100
info@gusto.hh.eunet.de

Costa Rica, El Salvador and Panamá
Jorosa
250 metros al Norte del
Supersaretto
Apartamento # 4
San José
Costa Rica
Tel. : (506) 289 7736 / 37
Fax : (506) 289 7739
randallr@jorosacr.com

Ecuador
Alter y Cía. Ltda.
Almagro 1550 y Pradera
Edif. P.A. Kingman, piso 4B
Quito
Tel. : (593-2) 290 5531
254 7035
Fax : (593-2) 254 7036
alter@access.net.ec

J.G.B. Representaciones
(Propapel)
Córdova 810 y Víctor M.
Rendon - Piso 17, of. 2
Guayaquil
Tel. : (593-4) 2300 734
Fax : (593-4) 2313 070
jguzman@srv1telconet.net

England
Profor (UK) Ltd.
44 Dartford Road
Sevenoaks TN13 3TQ
Kent
Tel. : (44-1732) 456 699
Fax : (44-1732) 743 082
board7oaks@aol.com

Guatemala
Cellmark Inc.
50 Avda. B 0-46 Zona 11,
Molino de las Flores
Ciudad de Guatemala
Tel. : (50-2) 431 2092
Fax : (50-2) 438 0455
cellmark@guate.net

Hong Kong
Great China Papers Co. Ltda.
2105 MassMutual Tower
38 Gloucester Rd., Wanchai
Hong Kong
Tel. : (852) 2865 3618
Fax : (852) 2865 3077
gcpsales@netvigator.com

Mexico
Federico Escoto
Tamuin N° 2 Col San Jerónimo
CP 10400 Aculco
Mexico D.C.
Tel./Fax : (52-55) 5595 3504
Tel./Fax : (52-55) 5668 3458
escoto@cmpcmexico.com.mx

Paraguay
Marea SRL
Patricio Colman 400 Tourin Park
Pablo Rojas - Ciudad del Este
Tel./Fax : (595-61) 509 118
marea@cde.rieder.net.py

Peru
Inunsa S.A.C.
Av. Maritegui 218
Lima 11
Tel. : (51-1) 471 8990
Fax : (51-1) 470 6061
inunsasac@millicom.com.pe

Southeast Asia
Roxcel Handelges. mbH
Thurngasse 10
A-1090 Viena
Austria
Tel. : (43-1) 40156201
Fax : (43-1) 401567200
cornelis.geest@roxcel.com

Uruguay
A.Nogueira Representaciones
Av. 18 de Julio 1044, P-2 Of. 204
Montevideo
Tel. : (598-2) 901 5066
Fax : (598-2) 902 0630
anrepr@dedicado.net.uy

Venezuela
Cellmark Inc.
Av. Principal del Bosque,
Edificio Suzet
Planta Baja, Of. 1 y 2,
Urbanización El Bosque
Caracas
Tel. : (58-212) 953 8064
Fax : (58-212) 763 2326
cmmgeo@attglobal.net

CMPC TISSUE S.A.

Bolivia
Proesa
Av.Arce 2847,
La Paz
Tel. : (591-2) 2430 642
Fax : (591-2) 2411 306
lurquizo@proesabol.com
Mr. Luis Roberto Urquizo

Ecuador
Distribuidor Zona La Costa
Maxin S.A.
Mapasingue este, calle 4ta NS
122 y Vía Daule
Post Box 09-01-7013
Guayaquil
Tel. : (593-4) 235 2000
Fax : (593-4) 235 4411
maxin@interactive.net.ec
Mr. Rodrigo Campos

Distribuidor Zona la Sierra
Intermedia C.A. Inmomedia
Vía a Llano s/n (Ciudadela Alegría)
Post Box: 17-1106153
Tel. : (593-2) 282 0760
Fax : (593-2) 282 0753
jnajas@porta.net
Mr. Juan Najas

Paraguay
Trovato CISA
Calle Central 1340
Asunción
Tel. : (595-21) 210 556
Fax : (595-21) 214 994
mtrovato@trovatocisa.com
www.trovatocisa.com
Ing. Marco Trovato

Ramírez Díaz de Espada Industrial
y Comercial S.A.E.C.A.
Raul Díaz de Espada y Curupayty
Fernando de la Mora
Paraguay
Tel. : (595-21) 518 1000
Fax : (595-21) 518 1209
gerencia_general@rdesa.com.py
Mr. Juan M. Pozzán

CMPC PRODUCTOS DE PAPEL S.A.

ENVASES IMPRESOS - CHIMOLSA

Argentina, Brazil and Uruguay
Raúl Scialabba
Calle Bulnes 2791 6to piso
Buenos Aires
Tel. : (54-11) 4806 0774
Cel : (54-911) 5004 0002
rsciala@ciudad.com.ar

Peru
Imexagro S.A.C.
Reinaldo Avendaño /
Jorge Avendaño
Calle Los Jazmines 125
Urb. Valle Hermoso - Surco
Lima
Tel. : (51-1) 275 5002
Fax : (51-1) 275 4946
javendano@imexagro.com.pe

FABI ARGENTINA - CHIMOLSA

Uruguay
P.R.I. y Asociados
Leyenda Patria 3012 Oficina 401
C.P. 11300 Montevideo
Tel. : (5982) 711 8753
(5989) 442 8848
Fax : (5982) 711 8753
Gerente: Fernando Incerti
fincerti@adinet.com.uy

INDUSTRIAS FORESTALES S.A. INFORSA

Argentina
WAHREN ARGENTINA
Ricardo Güiraldes 916/924, 1°
Acassuso (1642)
Buenos Aires - Argentina
Tel. : (54-11) 4747 0799
Fax : (54-11) 4747 1311
gustavo@wahren.com.ar
Mr. Gustavo Wahren
pedro@wahren.com.ar
Mr. Pedro Wahren

Bolivia
HEIN LTDA.
Avenida Arce 2396, La Paz
Tel. : (591-2) 244 2786
244 0945
Fax : (591-2) 244 1188
Post Box de Correo 1811, La Paz
cfhein@megalink.com
Mr. Carlos Hein

Brazil
Cia. T. Janer Com. E Ind.
Av. Henry Ford 811
03109-901 Sao Paulo, SP
Tel. : (55-11) 2124 8400
Fax : (55-11) 2124 8432
baralle@tjaner.com.br
www.tjaner.com.br
Mr. Luiz Carlos Baralle

China, Hong Kong and Vietnam
Eurocell International Ltd.
4002 Central Plaza,
18 Harbour Road, Hong Kong
Tel. : (852) 2511 2282
Fax : (852) 2507 2053
louis@eurocell.com
www.eurocell.com
Mr. Louis Chan

Colombia
INVERSANES LIMITADA
Avenida 15 No. 122-71
Torre 1 - Oficina 205
Bogotá, Colombia
Tel. : (57-1) 620 2930
629 1047
Fax : (57-1) 629 1047
jsandino@elsitio.net.co
Mr. Juan Camilo Sandino

Dominican Republic and Puerto Rico
Jorge Santelli Inc.
3 Westfield Lane
White Plains, NY 10605
USA
Tel. : (1-914) 428 8583
Fax : (1-914) 761 3644
jsantelli@optonline.net
Mr. Jorge Santelli

Ecuador
ALTER CIA. LIMITADA
Almagro 1550 y Pradera,
Edificio P.A. Kingman,
Piso 4B, Quito
Tel. : (593-2) 290 5531
Fax : (593-2) 254 7036
Mr. Esteban Perez
proserfin@alter-ec.com

JGB REPRESENTACIONES
Córdova 810,
Esq. Víctor M. Rendón
Piso 17, Oficina 2, Guayaquil
Tel. : (593-4) 2300 734
Fax : (593-4) 2313 070
Mr. Julio Guzmán
jguzman@telconet.net

India, Thailand and Korea
KAVO International Paper Trading
Birkenstrasse 27
85604 Zorneding / Germany
Tel. : (49) 8106 995080
Fax : (49) 8106 23989
VHasemann@t-online.de
Mr. Volker W. Hasemann

Mexico
Soma Comercializadora, S.A.
de C.V.
Insurgentes Sur 953 104-A
Col. Nápoles, C.P. 03810
Mexico D.F.
Tel. : (52) 55 5536 6603
Fax : (52) 55 5523 3749
fsovando@prodigy.net.mx
Mr. Fernando Sánchez de Ovando

Paraguay
PYPA S.R.L.
Roque Centurión Miranda 1042
Con Melvin Jones, Barrio Manorá
Asunción
Tel. : (595-21) 662 220
Fax : (595-21) 605 067
rod@conexion.com.py
Mr. Rodolfo Serrano

Peru
KINTOS S.A.
Jirón Juno 102
Urbanización La Campiña
Chorrillos, Lima 9
Tel. : (51-1) 252 3343
Fax : (51-1) 467 0137
agranda@kintos.com.pe
www.kintos.com
Mr. Alfredo Granda

United Kingdom
International Forest Products (UK)
Winchombe House
Bartholomew Street
Newbury, Berkshire
RG 14 5BN
Tel. : (44) 1635 581732
Fax : (44) 1635 581735
jonathanh@ifpcorp.com
www.ifpcorp.com
Mr. Jonathan Heywood

Uruguay
Arturo Nogueira
Representaciones
Avda. 18 de Julio No. 1044,
Oficina 204
Montevideo
Tel : (598-2) 901 5066
Fax : (598-2) 902 0630
anrepr@montevideo.com.uy
Mss. Selina Nogueira

USA
Anticosti, LLC
668 Wyckoff Avenue,
Wyckoff, New Jersey 07481
Tel. : (1-201) 891 5454
Fax : (1-201) 891 7104
bparrilla@anticosti.com
Mr. Bill Parrilla

Venezuela
INVERSIONES CATORCE SRL
Avda. Libertador, Edificio La Línea,
Torre A, Piso 1, Caracas 1050
Tel. : (58-212) 793 3308
Fax : (58-212) 782 3802
Mr. Adán Celis
dromer@cantv.net
Mr. Dagoberto Romer

BANKERS

In Chile

ABN AMRO
Banco BICE
Banco Crédito e Inversiones
Banco de Chile
Banco Santander - Chile
Banco Security
BancoEstado
BankBoston
BBVA
Citibank
Corpbanca
Deutsche Bank Chile
HSBC Bank USA
JP Morgan Chase Bank
Scotiabank Sud Americano

Abroad

ABN AMRO Bank
Banca Commerciale Italiana
Banca Natzionale del Lavoro
Banco Bilbao Vizcaya Argentaria
Banco Central Hispano Americano
Banco de Crédito del Peru
Banco Santander Central Hispano
Bank of America
Barclays Bank
Bayerische Landesbank
BNP Paribas
Brown Brothers Harriman
Caja Madrid
Citibank
Credit Lyonnais
DEG Deutsche Investitions und Entwicklungsgesellschaft
Deutsche Bank
Dresdner Bank
Export Development Canada
Goldman Sachs
HSBC Bank
ING Bank
JPMorgan Chase Bank
Mizuho Corporate Bank
Morgan Stanley Dean Witter
N.M. Rothschild & Sons
Nordea Bank
Rabobank
Royal Bank of Canada
Sanpaolo IMI
Société Générale
The Bank of Nova Scotia
The Bank of Tokyo-Mitsubishi
UBS Warburg
Wachovia Bank

GENERAL INFORMATION

EMPRESAS CMPC S.A.

Chilean Public Liability Company incorporated by public deed on February 5, 1920.

Authorized by Supreme Decree Nº 589 of March 12, 1920. Listed in the Trade Registry for 1920 on page 366 Nº 208. Listed with the Registry of Securities on March 31, 1982 under Nº 0115.

OFFICES:

General Management
Agustinas 1343, P. 10
Tel. : 56 (2) 441 2000
Fax : 56 (2) 671 1957
Télex 240530 PAPEL CL
Post Code 6500587
Post Box 297, Correo Central
Santiago
R.U.T. 90.222.000-3

Share Registry
Agustinas 1343, Entrepiso
Tel. : 56 (2) 441 2000
Fax : 56 (2) 697 0539
Post Code: 6500587
Post Box 297, Correo Central
Santiago

INVERSIONES CMPC S.A.

Agustinas 1343, P. 9
Tel. : 56 (2) 441 2000
Fax : 56 (2) 671 0621
Télex 240530 PAPEL CL
Post Box 297, Correo Central
Santiago

SUBSIDIARIES IN CHILE

FORESTAL MININCO S.A.

General Management
Agustinas 1343, P. 4
Tel. : 56 (2) 441 2000
Fax : 56 (2) 672 9054
Post Box 297, Correo Central
Santiago

Concepción Office
Los Canelos 79,
San Pedro de la Paz
Tel. : 56 (41) 503 300
Fax : 56 (41) 373 431
Post Box 43-C
forestalmininco@formin.cmpc.cl
Concepción

Los Ángeles Office
Avenida Alemania 751
Tel. : 56 (43) 405 300
Fax : 56 (43) 312 701
Post Box 399
Los Ángeles

Vivero Carlos Douglas
Fundo Las Tres Marías y
María Pilar
Tel./Fax : 56 (43) 197 4666
Yumbel

CMPC MADERAS S.A.

General Management
Agustinas 1343, P. 4
Tel. : 56 (2) 441 2000
Fax : 56 (2) 696 8833
696 5437
Post Box 297, Correo Central
cmpcmaderas@cmpc.cl
cmpcforestry@cmpc.cl
Santiago

heas Office
Avda. Alemania 751
Tel. : 56 (43) 405 500
Fax : 56 (43) 312 750
Post Box 30 - D
Los Ángeles

Remanufacturing Mill
Panamericana Sur Km. 494 s/n
(1 Km. interior cruce La Mona)
Tel. : 56 (43) 405 520
321 977
Fax : 56 (43) 323 372
Post Box 30 - D
Los Ángeles

Mulchén Mill
Panamericana Sur Km. 540 s/n
Tel. : 56 (43) 405 540
561 371
Fax : 56 (43) 561 225
Post Box 152
Mulchén

Bucalemu Mill
Panamericana Sur Km. 471
(1,5 Km Camino Laja)
Tel. : 56 (43) 405 530
431 156
Fax : 56 (43) 431 156
Cabrero

Nacimiento Mill
Recinto Industrial s/n
Tel. : 56 (43) 405 550
Tel./Fax : 56 (43) 511 460
Fax : 56 (43) 511 374
Post Box 1799
Nacimiento

INMOBILIARIA PINARES S.A.

Avda. Alemania 751
Tel. : 56 (43) 405 500
Fax : 56 (43) 312 750
Post Box 30 - D
Los Ángeles

INMOBILIARIA Y FORESTAL MAITENES S.A.

Los Canelos 79
San Pedro de la Paz
Tel. : 56 (41) 503 300
Fax : 56 (41) 373 431
Post Box 43-C
forestalmininco@formin.cmpc.cl
Concepción

SERVICIOS FORESTALES ESCUADRÓN LTDA.

Avda. Alemania 751
Tel. : 56 (43) 405 370
Fax : 56 (43) 312 701
Post Box 24 - D
Los Ángeles

FORESTAL COIHUECO S.A.

Los Canelos 79
Tel. : 56 (41) 503 300
Fax : 56 (41) 373 431
Post Box 43-C
Concepción

FORESTAL Y AGRÍCOLA MONTE ÁGUILA S.A.

General Management
Av. Francisco Encina s/n, Paillihue
Tel. : 56 (43) 631 000
Fax : 56 (43) 320 497
Post Box 32-D
fmontea@famasa.cmpc.cl
Los Ángeles

Hacienda Rucamanqui
Rucamanqui s/n
Tel./Fax : 56 (43) 631 009
631 073
Tucapel

Coronel Mill
Av. Costanera s/n, Schwager
Tel. : 56 (41) 711 026
Fax : 56 (41) 711 275
Post Box 136
Coronel

CMPC CELULOSA S.A.

General Management
Agustinas 1343, P. 3
Tel. : 56 (2) 441 2030
Fax : 56 (2) 698 2179
Post Box 297, Correo Central
correo@celulosa.cmpc.cl
sales@celulosa.cmpc.cl
Santiago

Pacífico Mill
Av. Jorge Alessandri 001
Mininco, Comuna Collipulli
Tel. : 56 (45) 293 300
Fax : 56 (45) 293 305
Post Box 11 - D
Angol

Laja Mill
Balmaceda 30
Tel. : 56 (43) 334 000
Fax : 56 (43) 334 015
Post Box 108
Laja

Santa Fe Mill
Av. Julio Hemmelmann 670
Tel. : 56 (43) 403 800
Fax : 56 (43) 403 830
Post Box 1797
Nacimiento

CMPC PAPELES S.A.

Agustinas 1343, P. 5
Tel. : 56 (2) 441 2000
Fax : 56 (2) 695 5290
Post Box 297, Correo Central
Post Code 6500587
cmpc-papeles@gerencia.cmpc.cl
Santiago

CARTULINAS CMPC S.A.

General Management
Agustinas 1343, P. 5
Tel. : 56 (2) 441 2020
Fax : 56 (2) 672 3450
Post Code 6500587
cartulinas-cmpc@gerencia.cmpc.cl
Santiago

Valdivia Mill
Av. José Manuel Balmaceda 8500
Tel. : 56 (63) 214 791
Fax : 56 (63) 216 976
Post Box 5 - D
Valdivia

Maule Mill
Ruta L-25, 28500
Yerbas Buenas
Tel. : 56 (71) 237 631
56 (2) 440 3000
Fax : 56 (71) 237 633
56 (2) 440 3004
Post Box 119 - Talca
Linares

Puente Alto Dispatch Warehouse
Eyzaguirre 01098
Tel. : 56 (2) 367 5400
Fax : 56 (2) 850 1118
Post Box 23
Puente Alto, Santiago

Talcahuano Dispatch Warehouse
Juan Antonio Ríos 185 interior
Tel. : 56 (41) 544 524
542 241
Talcahuano

San Antonio Dispatch Warehouse
Hijuela 1-B Ruta 78
Cruce Cartagena
Tel. : 56 (35) 201 541
201 542
San Antonio

Aníbal Pinto 261
Tel. : 56 (35) 201 000
Fax : 56 (35) 285 096
Post Box 178
San Antonio

Valparaíso Dispatch Warehouse
Tupungato 2821,
Parque Industrial Curauma
Tel. : 56 (32) 294 184
Fax : 56 (32) 294 185
Valparaíso

Maipú Dispatch Warehouse
Camino a Melipilla 9070
Tel. : 56 (2) 538 8348
Fax : 56 (2) 538 9211
Maipú

PAPELES CORDILLERA S.A.

Eyzaguirre 01098
Tel. : 56 (2) 367 5700
Fax : 56 (2) 850 1118
Post Box 23
Puente Alto, Santiago

INDUSTRIAS FORESTALES S.A. INFORSA

General Management
Agustinas 1357, P. 9
Tel. : 56 (2) 441 2050
Fax : 56 (2) 441 2890
Post Box 9201, Correo Central
gerenciacomercial@inforsa.cmpc.cl
Santiago

Mill
Av. Julio Hemmelmann 330
Tel. : 56 (43) 631 300
Fax : 56 (43) 511 444
Post Box 1791
Nacimiento

FORESTAL CRECEX S.A.

Agustinas 1357, P. 9
Tel. : 56 (2) 441 2050
Fax : 56 (2) 441 2890
Santiago

Los Canelos 79
San Pedro de la Paz
Tel. : 56 (41) 503 300
Fax : 56 (41) 373 431
Concepción

EMPRESA DISTRIBUIDORA DE PAPELES Y CARTONES S.A. EDIPAC

José Ananías 207
Tel. : 56 (2) 375 2400
Fax : 56 (2) 375 2490
ventas@edipac.cmpc.cl
Macul, Santiago

Copiapó 1039
Tel./Fax : 56 (2) 222 1544
Santiago

Limache 4627
Tel. : 56 (32) 676 025
Fax : 56 (32) 676 167
Viña del Mar

Paicaví 3025
Tel./Fax : 56 (41) 480 490
Concepción

Avda. Rudecindo Ortega 02305
Tel. : 56 (45) 220 473
Fax : 56 (45) 221 267
Temuco

SOCIEDAD RECUPERADORA DE PAPEL S.A. SOREPA

General Management
Venecia 3200
Tel. : 56 (2) 473 7000
Fax : 56 (2) 473 7042
Post Box 1828
dcomercial@sorepa.cmpc.cl
San Joaquín, Santiago

Pudahuel Mill
Camino Renca Lampa,
Parcela 3
Parcelación El Bosque
Tel. : 56 (2) 443 6952
Fax : 56 (2) 443 6950
Pudahuel, Santiago

CMPC TISSUE S.A.

General Management
Agustinas 1343, P. 6
Tel. : 56 (2) 441 2000
Fax : 56 (2) 441 2568
www.cmpctissue.cl
Santiago

Tissue Chile Management
Puente Alto Mill
Eyzaguirre 01098
Tel. : 56 (2) 366 6400
Fax : 56 (2) 366 6469
Puente Alto, Santiago

Talagante Mill
Camino a Isla de Maipo 0297
Tel. : 56 (2) 462 4400
Fax : 56 (2) 462 4511
Talagante

INVERSIONES PROTISA S.A.

Agustinas 1343
Tel. : 56 (2) 441 2000
Fax : 56 (2) 623 8539
Santiago

CMPC PRODUCTOS DE PAPEL S.A.

Agustinas 1343, P. 6
Tel. : 56 (2) 441 2000
Fax : 56 (2) 672 3252
Post Box 297
Santiago

CHILENA DE MOLDEADOS S.A. CHIMOLSA

José Luis Coo 01162
Tel. : 56 (2) 360 0401
Fax : 56 (2) 850 3110
Post Code 7710568
Post Box 208, Puente Alto
chimolsa@chimolsa.cmpc.cl
Santiago

PROPA S.A.

Management & Sales
Huérfanos 1376, P. 9
Tel. : 56 (2) 441 2161
Fax : 56 (2) 698 1990
Post Box 2413, Correo Central
propa@propa.cmpc.cl
Santiago

Mill
Longitudinal Norte Km.3 s/n
Tel. : 56 (42) 272 405
Fax : 56 (42) 271 958
Chillán

PRODUCTOS AUSTRAL S.A.

Avda. Zañartu 1049
Tel. : 56 (2) 375 2222
Fax : 56 (2) 375 2100
Post Box 3113, Correo Central
austral@austral.cmpc.cl
Ñuñoa, Santiago

ENVASES IMPRESOS S.A.

Management & Mill
Camino Alto Jahuel 0360
Tel. : 56 (2) 471 1300
Fax : 56 (2) 821 5988
Buin, Santiago

ENVASES ROBLE ALTO S.A.

Management & Sales
Lo Echevers 221
Tel. : 56 (2) 444 2400
Fax : 56 (2) 444 2445
contacto@roblealto.cmpc.cl
Quilicura, Santiago

Quilicura Mill
Ojos del Salado 0711
Tel. : 56 (2) 444 2400
Fax : 56 (2) 444 2453
Quilicura, Santiago

Til Til Mill
Camino Cerro Blanco
de Polpaico 100
Tel. : 56 (2) 445 8611
Fax : 56 (2) 846 6120
Til Til

ABASTECIMIENTOS CMPC S.A.

Agustinas 1343 - Entrepiso
Tel. : 56 (2) 441 2000
Fax : 56 (2) 672 6403
absa@gerencia.cmpc.cl
Santiago

PORTUARIA CMPC S.A.

Alcalde René Mendoza 190
Lirquén
Tel. : 56 (41) 922 200
Fax : 56 (41) 922 202
Post Box 64
musvi@portuaria.cmpc.cl
Penco

RELATED COMPANIES

BICECORP S.A.

Teatinos 220, P. 5
Tel. : 56 (2) 692 2000
Fax : 56 (2) 698 0803
Santiago

SOCIEDAD HIDROELÉCTRICA MELOCOTÓN LTDA.

Teatinos 220, P. 5
Tel. : 56 (2) 692 2004
Telex 340090 BICE CZ
Santiago

INVERSIONES EL RAULÍ S.A.

Teatinos 280, P. 3
Tel. : 56 (2) 675 0110
Tel./Fax : 56 (2) 675 0105
pvrinverrauli@entelchile.net
Santiago

CONTROLADORA DE PLAGAS FORESTALES S.A.

Camino Público Los Ángeles
Laja s/n - Sector Curamávida
Tel. : 56 (43) 320 017
Fax : 56 (43) 320 018
Post Box 1194
cpf@cpf.cl
Los Ángeles

OVERSEAS SUBSIDIARIES

CMPC INVESTMENTS LTD.

P.O. Box 472, St. Peters House
Le Bordage, St. Peter Port
Guernsey GY1 6AX,
Channel Islands

CMPC EUROPE LIMITED

Representative
Claudio Ojeda Strauch
5 Dukes Gate
Acton Lane Chiswick
London W4 5DX
Tel. : 44 (20) 8996 9960
Fax : 44 (20) 8996 9967
Londres, Inglaterra

CMPC ASIA LIMITED

Representative
Patricio Arenas López
Toto Building 6th Fl.
5 - 1 - 4 Toranamon
Minato - ku, Tokyo
Tel. : 81 (3) 5733 2570
Fax : 81 (3) 3432 3005
Japan

CMPC INVERSIONES DE ARGENTINA S.A.

Suipacha 1111, P.18
Tel. : 54 (11) 4630 0100
Fax : 54 (11) 4630 0111
Post Code C1008AAW
Buenos Aires, Argentina

LA PAPELERA DEL PLATA S.A.

General Management
Av. Intendente Francisco
Rabanal 3120
Tel. : 54 (11) 4630 0100
Fax : 54 (11) 4630 0111
lpp-comercial@cmpc.com.ar
Buenos Aires, Argentina

Zárate Mill
Camino de la Costa Brava
Km. 7
Tel. : 54 (03) 487 428300
Fax : 54 (03) 487 427116
Zárate, Buenos Aires
Argentina

Corepa Mill
Paysandú 601
Tel. : 54 (11) 4207 7985
Fax : 54 (11) 4207 8220
Wilde, Buenos Aires
Argentina

Córdoba Mill
Lizardo Novillo Saravia 400
Barrio Ipona
Tel./Fax : 54 (03) 514 610108
514 610112
Córdoba, Provincia de Córdoba
Argentina

Naschel Mill
9 de Julio s/n e Islas Malvinas
Tel./Fax : 54 (26) 5649 1019
Naschel, San Luis
Argentina

FORESTAL BOSQUES DEL PLATA S.A.

Suipacha 1111, P. 18
Tel. : 54 (11) 4630 0100
4918 1535
Fax : 54 (11) 4630 0111
4630 0110
Post Code C1008AAW
bdelplata@cmpc.com.ar
Buenos Aires, Argentina

Calle 186, Parcela 3
Barrio San Isidro
Tel./Fax : 54 (37) 5245 1911
int. 102 - 129
Post Box 34 Post Code 3300
Posadas, Misiones
Argentina

FABI BOLSAS INDUSTRIALES S.A.

Management & Sales
Virasoro 2656, Edificio
Uruguay III
Tel./Fax : 54 (11) 4737 1001
Post Code 1643, Beccar
Provincia de Buenos Aires
fabi@cmpc.com.ar
Buenos Aires, Argentina

Hinojo Mill
Calle 5 s/n - (7310)
Hinojo - Olavarría
Tel./Fax : 54 (22) 8449 1036
8449 1150
Buenos Aires, Argentina

NASCHEL S.A.

General Management
Av. Intendente Francisco
Rabanal 3120
Tel. : 54 (11) 4630 0180
Fax : 54 (11) 4630 0170
Buenos Aires, Argentina

Naschel Mill
Pringles entre Belgrano y
25 de Mayo
Tel. : 54 (26) 5649 1004
Fax : 54 (26) 5649 1046
Naschel, San Luis
Argentina

PAPELERA DEL RIMAC S.A.

Av. Santa Rosa 550,
Santa Anita
Tel. : 51 (1) 362 5070
Fax : 51 (1) 362 4509
postmast@protisa.com.pe
Lima, Peru

PRODUCTOS TISSUE DEL PERU S.A.

Av. Santa Rosa 550,
Santa Anita
Tel. : 51 (1) 362 5070
Fax : 51 (1) 362 4509
postmast@protisa.com.pe
Lima, Peru

FORSAC PERU S.A.

Av. Gerardo Unger 5339,
Los Olivos
Tel. : 51 (1) 485 0510
Fax : 51 (1) 485 0520
forsac@forsac.com.pe
Lima, Peru

GESTUM INVERSIONES, S.L.

Velázquez 17
28001 Madrid
Tel. : 34 (91) 426 0700
Fax : 34 (91) 426 0701
Spain

PROTISA DO BRASIL LTDA.

Rua Albuquerque Lins 635
8° Andar c.j. 81 y 84
Tel./Fax : 55 (11) 3661 0000
Post Code 06787 - 480
Barrio Santa Cecilia
Sao Paulo, Brazil

IPUSA S.A.

Av. España s/n
Ciudad de Pando - Canelones
Tel. : 59 (82) 292 2240
Fax : 59 (82) 292 1358
Post Code 91000
ipusa@ipusa.com.uy
Uruguay

COMPAÑIA PRIMUS DEL URUGUAY S.A.

Av. España s/n
Ciudad de Pando - Canelones
Tel. : 59 (82) 292 2240
Fax : 59 (82) 292 1358
Post Code 91000
Uruguay

CELULOSAS DEL URUGUAY S.A.

Av. España s/n
Ciudad de Pando - Canelones
Tel. : 59 (82) 292 2240
Fax : 59 (82) 292 1358
Post Code 91000
Uruguay

CMPC USA, INC.

1050 Crown Pointe Parkway
Suite 1590
Atlanta, GA 30338
Tel. : 1 (770) 551 2640
Fax : 1 (770) 551 2641
USA

INVERSIONES CMPC CAYMAN LTD.

P.O. Box 309, Ugland House
South Church Street
George Town
Grand Cayman,
Cayman Islands

PROPA CAYMAN LTD.

P.O. Box 309, Ugland House
South Church Street
George Town
Grand Cayman,
Cayman Islands

TISSUE CAYMAN LTD.

P.O. Box 309, Ugland House
South Church Street
George Town
Grand Cayman,
Cayman Islands

EMPRESAS
cmpc