



TELEFÓNICA MÓVILES CHILE S,A, AND SUBSIDIARIES

REPORT ON THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the years ended as of december 31, 2023 and 2022

INDEX

Page No,

➤ Consolidated Statements of Financial Position.....	3
➤ Consolidated Statements of Comprehensive Income	5
➤ Consolidated Statements of Changes in Shareholders' Equity	7
➤ Consolidated Statements of Cash Flows	8

Notes to the Consolidated Financial Statements

1, Corporate information	9
2, Significant accounting principles	9
3, Changes in accounting policy and disclosures.....	31
4, Financial information by segment.....	32
5, Cash and cash equivalents.....	35
6, Other current and non-current financial assets	36
7, Other current and non-current non-financial assets.....	37
8, Current trade and other accounts receivable	37
9, Receivables from and payable to related companies.....	43
10, Inventory	50
11, Income taxes	51
12, Non-current trade and other accounts receivable	57
13, Intangible assets other than goodwill	58
14, Goodwill.....	59
15, Property, plant and equipment	60
16, Investment properties	63
17, Right of use assets	64
18, Investments accounted for using the equity method	65
19, Other current and other non-current financial liabilities	66
20, Current and non-current lease liabilities	77
21, Trade and other payables	78
22, Financial instruments	81
23, Other current provisions	89
24, Employee benefits accrual.....	90
25, Other current and non-current non-financial liabilities	92
26, Equity.....	94
27, Earnings per share	98
28, Income	98
29, Expenses.....	99
30, Financial income and costs	99
31, Leases	100
32, Local and foreign currency.....	101
33, Contingencies and restrictions	103
34, Environment	104
35, Risk management	107
36, Subsequent events	117

ThCh\$: Thousands of Chilean Pesos

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As of December 31, 2023 and 2022



	Notes	12.31.2023	12.31.2022
		ThCh\$	ThCh\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	(5)	562,852,328	466,972,364
Other current financial assets	(6)	1,748,723	89,268,915
Other current non-financial assets	(7)	186,972,919	145,104,073
Current trade and other accounts receivable	(8a)	265,736,035	241,993,838
Current receivables from related companies	(9a)	27,352,646	26,951,808
Inventory	(10a)	91,190,174	91,442,933
Current tax assets	(11b)	22,706,135	40,408,582
TOTAL CURRENT ASSETS		1,158,558,960	1,102,142,513
NON-CURRENT ASSETS			
Other non-current financial assets	(6)	53,859,135	11,600,641
Other non-current non-financial assets	(7)	218,464,286	209,336,847
Non-current trade and other accounts receivable	(12a)	27,227,835	39,787,680
Non-current receivables from related companies	(9b)	117,535,025	68,508,794
Investments in associates and joint ventures	(18a)	145,487,127	72,372,095
Intangible assets other than goodwill, net	(13a)	241,517,183	244,212,072
Goodwill	(14)	504,774,872	504,774,872
Property, plant and equipment, net	(15a)	977,549,962	1,029,275,837
Investment properties	(16)	4,640,582	4,440,742
Right of-use assets	(17)	337,229,792	304,785,725
Deferred tax assets	(11c)	158,411,899	116,708,947
TOTAL NON-CURRENT ASSETS		2,786,697,698	2,605,804,252
TOTAL ASSETS		3,945,256,658	3,707,946,765

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

As of December 31, 2023 and 2022



	Notes	12.31.2023	12.31.2022
		ThCh\$	ThCh\$
LIABILITIES			
CURRENT LIABILITIES			
Other current financial liabilities	(19)	113,908,880	346,453,273
Current leases liabilities	(20)	121,203,425	98,526,851
Trade and other payables	(21a)	561,006,232	510,580,700
Current payables to related companies	(9c)	118,005,045	121,121,862
Other current provisions	(23a)	2,271,581	2,802,796
Current tax liabilities	(11f)	-	756,228
Current employee benefits accrual	(24a)	13,109,043	5,216,457
Other current non-financial liabilities	(25)	15,989,844	38,541,054
TOTAL CURRENT LIABILITIES		945,494,050	1,123,999,221
NON-CURRENT LIABILITIES			
Other non-current financial liabilities	(19)	1,062,488,488	759,778,763
Non current leases liabilities	(20)	251,059,552	245,120,945
Trade and other payables non-current	(21a)	825,056	28,814
Current payables to related companies non-current	(9d)	7,122,754	5,548,164
Other non-current provisions	(23b)	16,437,538	18,078,266
Deferred tax liabilities	(11c)	96,297,996	105,767,529
Non-current employee benefits accrual	(24a)	26,503,814	31,235,592
Other non-current non-financial liabilities	(25)	13,418,337	77,478,576
TOTAL NON-CURRENT LIABILITIES		1,474,153,535	1,243,036,649
TOTAL LIABILITIES		2,419,647,585	2,367,035,870
NET SHAREHOLDERS' EQUITY			
Issued capital	(26a)	1,631,068,750	1,364,872,285
Retained earnings		347,489,603	424,008,652
Other reserves	(26d)	(461,235,392)	(457,048,524)
Shareholders' equity attributable to owners of the parent		1,517,322,961	1,331,832,413
Non-controlling interest	(26e)	8,286,112	9,078,482
TOTAL NET SHAREHOLDERS' EQUITY		1,525,609,073	1,340,910,895
TOTAL NET LIABILITIES & SHAREHOLDERS' EQUITY		3,945,256,658	3,707,946,765

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

As of December 31, 2023 and 2022



STATEMENTS OF COMPREHENSIVE INCOME	Notes	2023	2022
		ThCh\$	ThCh\$
Income from ordinary operations	(28a)	1,698,143,827	1,675,120,863
Other income	(28b)	94,173,623	68,749,726
Employee benefits expenses	(24d)	(187,133,501)	(144,197,349)
Depreciation and amortization expense	(13b) (15b) (16) (17b)	(339,488,093)	(277,082,691)
Impairment losses (reversal of impairment losses) recognized in income for the year	(29a)	(74,815,498)	(58,690,574)
Other expenses, by nature	(29b)	(1,196,706,497)	(1,142,207,562)
(Loss) Profit from operating activities		(5,826,139)	121,692,413
Finance income	(30a)	21,109,180	68,266,806
Finance costs	(30a)	(144,327,675)	(131,658,064)
Share in earnings (losses) of associates and joint ventures	(18)	6,178,945	(387,098)
Foreign exchange differences	(30b)	(4,352,645)	(2,204,801)
Income from indexation units	(30c)	3,647,276	1,568,783
(Loss) Profits before tax from continuing operations		(123,571,058)	57,278,039
Income tax expense	(11e)	47,005,698	5,586,192
(LOSS) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		(76,565,360)	62,864,231
(Loss) Profit attributable to holders of equity instruments of the controller and minority interest:			
(Loss) Profit attributable to parent owners	(27)	(76,519,049)	62,506,242
(Loss) Profit attributable to non-controlling interest	(26e)	(46,311)	357,989
PROFIT (LOSS)		(76,565,360)	62,864,231
EARNINGS PER SHARE			
Earnings per basic share			
Earnings (loss) per basic share for continuing operations	(27)	(0.078)	0.065
Earnings (loss) per basic share for discontinuing operations		-	
Earnings (loss) per basic share		(0.078)	0.065
Diluted earnings per share			
Diluted earnings (loss) per share from continuing operations		(0.078)	0.065
Diluted earnings (loss) per share from discontinuing operations			
Diluted earnings (loss) per share		(0.078)	0.065

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

As of December 31, 2023 and 2022

For years ended December 31

	2023 ThCh\$	2022 ThCh\$
STATEMENTS OF OTHER COMPREHENSIVE INCOME		
PROFIT (LOSS)	(76,565,360)	62,864,231
OTHER COMPREHENSIVE INCOME		
Components of other comprehensive income that will not be reclassified to income for the year		
Other comprehensive income, before taxes, profits (losses) on new measurements of defined benefits plans	(1,291,946)	(3,732,889)
Share in other comprehensive income associated to joint ventures accounted for using the equity method which will not be reclassified to income for the year before taxes	(4,725,348)	328,962
Other comprehensive income, before taxes, profits (losses) on investments in equity instruments	3,190,252	(1,004,538)
Total other comprehensive income that will not be reclassified to income for the year	(2,827,042)	(4,408,465)
Components of other comprehensive income that will be reclassified to income for the year		
Profit (loss) on cash flow hedges	(3,359,833)	(43,506,156)
Total Components of other comprehensive income that will be reclassified to income for the year	(3,359,833)	(43,506,156)
Total other components of other comprehensive income, before taxes	(6,186,875)	(47,914,621)
Income taxes associated to components of other comprehensive income which will not be reclassified to income for the year		
Income taxes associated to new measurements of defined benefits plans of other comprehensive income	348,128	1,005,394
Total income taxes associated to components of other comprehensive income which will not be reclassified to income for the year	348,128	1,005,394
Income taxes associated to components of other comprehensive income which will be reclassified to income for the year		
Income tax related to hedging cash flows from other comprehensive income	905,820	11,732,284
Total income taxes associated to components of other comprehensive income	1,253,948	12,737,678
TOTAL OTHER COMPREHENSIVE INCOME	(4,932,927)	(35,176,943)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(81,498,287)	27,687,288
COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
Comprehensive income attributable to parent owners	(80,705,917)	27,315,432
Comprehensive income attributable to non-controlling interest	(792,370)	371,856
TOTAL COMPREHENSIVE INCOME	(81,498,287)	27,687,288

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

As of December 31, 2023 and 2022



	Changes in capital (Note 26 a)	Changes in the other reserves (Note 26 d)				Retained earnings	Equity attributable to parent owners	Non controlling interests (Note 26 e)	Total Equity	
	Issued capital	Cash flow hedge reserves	Reserves of actuarial gains or losses on defined benefit plans	Accrual of profits or losses on remeasurement of financial assets available for sale	Other miscellaneous reserves					Total other reserves
Balance at the beginning of the year	1,364,872,285	3,630,329	(10,318,344)	148,204	(450,508,713)	(457,048,524)	424,008,652	1,331,832,413	9,078,482	1,340,910,895
Changes in equity										
Comprehensive income										
Profit	-	-	-	-	-	-	(76,519,049)	(76,519,049)	(46,311)	(76,565,360)
Other comprehensive income	-	(6,475,491)	(882,101)	3,170,724	-	(4,186,868)	-	(4,186,868)	(746,059)	(4,932,927)
Comprehensive income	-	(6,475,491)	(882,101)	3,170,724	-	(4,186,868)	(76,519,049)	(80,705,917)	(792,370)	(81,498,287)
Capital increase	266,196,465	-	-	-	-	-	-	266,196,465	-	266,196,465
Total changes in shareholders' equity	266,196,465	(6,475,491)	(882,101)	3,170,724	-	(4,186,868)	(76,519,049)	185,490,548	(792,370)	184,698,178
Ending balance as of 12.31.2023	1,631,068,750	(2,845,162)	(11,200,445)	3,318,928	(450,508,713)	(461,235,392)	347,489,603	1,517,322,961	8,286,112	1,525,609,073
Balance at the beginning of the year	1,364,872,285	35,021,989	(7,517,091)	1,146,101	(450,508,713)	(421,857,714)	291,568,647	1,234,583,218	8,443,820	1,243,027,038
Changes in equity										
Comprehensive income										
Profit	-	-	-	-	-	-	62,506,242	62,506,242	357,989	62,864,231
Other comprehensive income	-	(31,391,660)	(2,801,253)	(997,897)	-	(35,190,810)	-	(35,190,810)	13,867	(35,176,943)
Comprehensive income	-	(31,391,660)	(2,801,253)	(997,897)	-	(35,190,810)	62,506,242	27,315,432	371,856	27,687,288
Reversal of interim dividends	-	-	-	-	-	-	98,820,761	98,820,761	(98,069)	98,722,694
Capital increase	-	-	-	-	-	-	-	-	456,720	456,720
2022 dividend payment	-	-	-	-	-	-	(28,887,000)	(28,887,000)	(95,845)	(28,982,845)
Total changes in shareholders' equity	-	(31,391,660)	(2,801,253)	(997,897)	-	(35,190,810)	132,440,005	97,249,195	634,662	97,883,857
Ending balance as of 12.31.2022	1,364,872,285	3,630,329	(10,318,344)	148,204	(450,508,713)	(457,048,524)	424,008,652	1,331,832,413	9,078,482	1,340,910,895

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

As of December 31, 2023 and 2022



For years ended December 31,

	Notes	2023	2022
		ThCh\$	ThCh\$
CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Types of operating activity charges			
Proceeds from sale of assets and services rendered		1,961,972,154	1,946,034,268
Proceeds from sales and services		1,867,933,337	1,842,206,770
Proceeds from related entities		94,038,817	103,827,498
Types of payments		(1,745,509,046)	(1,656,283,284)
Payments to suppliers for supplying goods and services		(1,217,668,704)	(1,656,283,284)
Payments from related entities		(251,263,191)	(212,218,801)
Payments to and on account of employees		(165,716,958)	(153,239,317)
Other operating activities payments		(110,860,193)	(114,168,310)
Net cash flows provided by (used in) operating activities		216,463,108	289,750,984
Income taxes paid		15,529,830	(109,577,279)
Cash flows provided by (used in) operating activities		231,992,938	180,173,705
CASH FLOWS PROVIDED BY (USED IN) INVESTMENT ACTIVITIES			
Amounts from sales of property, plant and equipment		7,466,199	67,107,775
Additions to property, plant and equipment		(197,817,799)	(239,890,057)
Purchase of non-controlling interests		(44,186,971)	-
Related party loans		(44,186,971)	-
Interest received		14,061,866	53,773,767
Dividends received		158,854	221,026
Other cash inflows (outflows)		5,153,152	451,016,238
Net cash flows provided by (used in) investment activities		(259,351,670)	332,228,799
CASH FLOWS PROVIDED BY (USED IN) FINANCING ACTIVITIES			
Proceeds from loans		171,375,262	-
Loan reimbursements		(82,685,776)	(240,231,400)
Dividends paid		(105,633)	(28,854,037)
Proceeds from shares issued		266,196,465	-
Lease obligation payments in accordance with IFRS 16		(120,086,087)	(89,243,859)
Interest paid		(41,571,663)	(51,454,373)
Other cash inflows (outflows)		(69,883,872)	(48,429,592)
Net cash flows provided by (used in) financing activities	(19c)	123,238,696	(458,213,261)
Increase (decrease) in cash and cash equivalents, before the effects of changes in the exchange rate		95,879,964	54,189,243
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		95,879,964	54,189,243
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	(5)	466,972,364	412,783,121
CASH AND CASH EQUIVALENTS AT END OF YEAR	(5)	562,852,328	466,972,364

The accompanying notes 1 to 36 are an integral part of these consolidated financial statements.

1. Corporate information:

Telefónica Móviles Chile S,A, (formerly Inversiones Telefónica Móviles Holding S,A,, (hereinafter “the Company”), was established as a limited liability company on July 12, 2004, On December 30, 2011 the partners agreed to change it to a closely held company, The Company’s capital is divided into 10 billion common, single series registered shares, without par value, which have been fully subscribed and paid. The Company’s line of business is: i) operating the public telephone service concessions which it may become the owner by virtue of Supreme Decrees issued by the Ministry of Transportation and Telecommunications; ii) performing all types of activities in the field of telecommunications services (fixed and mobile), comprising the installation, operation, exploitation and management, in general, of all types of networks, systems and services; iii) purchasing and selling all types of articles and products in the communications area; iv) offering data processing services to third parties; v) performing research and development activities in the telecommunications and telematics fields; vi) investing in tangible and intangible personal property, in shares of public companies, rights in other companies, bonds, commercial papers and other transferable securities, as well as their administration and operation. The Company is located at Avenida Providencia No, 111, Santiago, Chile, Telefónica Móviles Chile S.A is part of the Telefónica Group, where its majority shareholder Inversiones Telefónica Internacional Holding SpA is an indirect subsidiary of Telefónica S,A., which has its headquarters in Spain.

The subsidiary registered in the Securities Registry is:

Subsidiary	Taxpayer No,	Registration No,	Participation percentage (direct and indirect)	
			12.31.2023 %	12.31.2022 %
Telefónica Chile S,A,	90,635,000-9	009	99.3878904	99.3388793

2 Significant accounting principles:

a) Accounting period

These consolidated financial statements (hereinafter, “financial statements”) cover the years ended December 31, 2023 and 2022.

b) Basis of presentation

The consolidated financial statements for December 31, 2023, and 2022 and their corresponding notes are shown in a comparative manner in accordance with Note 2a). Additionally, for comparison purposes, a reclassification has been made between current trade and other accounts receivable, current accounts receivable from related parties and current trade and other accounts payable, and between deferred tax assets and deferred tax liabilities. For cash flows reclassifications have been made between proceeds from sale of goods and providing of services and classes of cash payments used in operating activities.

c) Basis of preparation

The financial statements as of December 31, 2023, and 2022 have been prepared in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB).

2. Significant accounting principles, continued

c) Basis of preparation, continued

The figures included in these consolidated financial statements are expressed in thousands of Chilean pesos, since the Chilean peso is the Company's functional and reporting currency. All values are rounded to the nearest thousands, except where otherwise indicated.

The Company's Board of Directors is responsible for the information contained in these consolidated financial statements, and it expressly manifests its responsibility for the consistent and reliable nature of the application of IFRS.

d) Basis of consolidation

The consolidated financial statements comprise the financial statements of the parent company and its subsidiaries (hereinafter, "the Company"), including assets, liabilities, income, expenses and cash flows after making adjustments and eliminations related to transactions between the companies that are part of the consolidation. For its part, minority investments have been recognized under "Non-controlling Interests" (note 26e).

Control is achieved when the Company is exposed to or has rights to variable returns from its interest in the investee and has the capacity to influence these returns through its power over it, In order to comply with the definition of control, the following points must be fulfilled:

- Power over the investee (existing rights that give it the capacity to direct the relevant activities of the investee).
- Exposure, or right to variable returns from its interest in the investee; and
- Capacity to use its power over the investee to influence the amount of the returns of the investor.

The financial statements of the consolidated companies cover the years ended on the same dates as the individual financial statements of the parent Company, Telefónica Móviles Chile S.A., and have been prepared using the same accounting policies.

Non-controlling interest represents the portion of net income or loss and net assets of certain subsidiaries that are not owned by the parent company and are presented in the consolidated statements of income and equity, separately from shareholders' equity.

The following subsidiaries are included in consolidation:

Taxpayer No,	Company Name	Origin Country	Currency	% of participation			12.31.2022 Total
				12.31.2023 Direct	12.31.2023 Indirect	Total	
90,635,000-9	Telefónica Chile S.A.	Chile	CLP	99.3878904	-	99.3878904	99.3388793
76,703,410-1	Telefónica Empresas Chile S.A.	Chile	CLP	-	99.9999973	99.9999973	99.9999973
76,086,148-0	Telefónica Chile Servicios Corporativos Ltda.	Chile	CLP	49.0000000	51.0000000	100.0000000	100.0000000

(1) On June 29, 2022, Telefónica Investigación y Desarrollo Chile S,A, was completely absorbed by its parent company, Telefónica Móviles Chile S.A.

Notes to the consolidated financial statements

As of December 31, 2023 and 2022



2. Significant accounting principles, continued

e) Basis of consolidation, continued

The summarized financial information at December 31, 2023 of the companies included in the consolidation is as follows:

Taxpayer No,	Company Name	% Participation (*)	Currents assets	Non-currents assets	Total Assets	Currents liabilities	Non-currents liabilities	Total liabilities	Equity	Revenues from ordinary operations	Profit (loss), Net
			ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
78,703,410-1	Telefónica Empresas Chile S.A.	99.9999973	357,486,916	146,154,698	503,641,614	455,915,063	2,978,909	458,893,972	44,747,642	367,313,631	(43,424,678)
90,635,000-9	Telefónica Chile S.A.	99.3878904	619,917,378	1,215,052,173	1,834,969,551	540,587,087	213,188,327	753,775,414	1,081,194,137	662,934,810	(7,431,589)
76,086,148-0	Telefónica Chile Servicios Corporativos Ltda.	100.000000	179,463,400	35,895,283	35,895,283	90,481,005	32,170,480	122,651,485	92,707,198	238,010,911	13,253,410

(*) Direct and indirect participation,

The summarized financial information at December 31, 2022 of the companies included in the consolidation is as follows:

Taxpayer No,	Company Name	% Participation (*)	Currents assets	Non-currents assets	Total Assets	Currents liabilities	Non-currents liabilities	Total liabilities	Equity	Revenues from ordinary operations	Profit (loss), Net
			ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
78,703,410-1	Telefónica Empresas Chile S.A.	99.9999973	201,004,179	134,805,685	335,809,864	247,155,512	2,391,481	249,546,993	86,262,871	350,964,094	(13,740,945)
90,635,000-9	Telefónica Chile S.A.	99.3388793	500,198,440	1,160,998,665	1,661,197,105	396,228,030	242,397,650	638,625,680	1,022,571,425	579,666,916	50,239,024
76,086,148-0	Telefónica Chile Servicios Corporativos Ltda.	100.000000	144,163,514	34,706,681	178,870,195	64,270,944	34,201,281	98,472,225	80,397,970	186,093,282	8,168,706

(*) Direct and indirect participation,

2. Significant accounting principles, continued:

e) Exchange Method

Balances of monetary assets and liabilities denominated in foreign currency are presented valued at the closing exchange rate for each year. Foreign currency translation differences arising from the application of this standard are recognized in income for the year through the “Foreign currency translation differences account and differences resulting from valuation of the UF are recognize in income for the period in the “income from indexation units” account.

Non-monetary items in foreign currency, which are measured in terms of historical cost, are converted using the exchange rate on the transaction date and non-monetary items that are measured at fair value in a foreign currency, are converted using the exchange rates for the date on which this fair value is measured.

When a loss or profit derived from a non-monetary item is recognized in other comprehensive income, any foreign currency translation difference included in that loss or profit, is also recognized in other comprehensive income. On the other hand, when the loss or profit, derived from a non-monetary item, is recognized in income for the period, any foreign currency translation difference, included in this loss or profit, will also be recognized in income for the year.

Assets and liabilities in US\$ (United States dollars), Euros, Brazilian Real and UF (“Unidades de Fomento”), have been converted to Chilean pesos at the observed exchange rates as of the closing date of each year, detailed as follows:

FECHA	USD	EURO	REAL	UF
12.31.2023	877.12	970.05	180.80	36,789.36
12.31.2022	855.86	915.95	161.96	35,110.98

f) Financial assets and liabilities

1. Financial assets other than derivatives

Classification and presentation

The Company classifies its financial assets into the following categories: loans and accounts receivable, financial assets at fair value through profit and loss, financial assets held to maturity and assets-held-for-sale. The classification depends on the purpose for which the financial assets were acquired, The Company determines the classification of its financial assets at the time of initial recognition.

2. Significant accounting principles, continued

f) Financial assets and liabilities, continued

1. Financial assets other than derivatives, continued

i) Amortized cost

Financial assets that comply with the following two conditions will be measured at amortized cost: the objective of the business model supporting them is to hold the financial assets to obtain contractual cash flows and in turn, the contractual conditions of the financial assets lead to cash flows composed of principal and interest payments only on specific dates.

The Company's financial assets that comply with the conditions established in IFRS 9, for valuation at amortized cost are: accounts receivable, loans and cash and cash equivalents.

Trade receivables are recognized for the amount of the invoice, and an adjustment is recorded if there is objective evidence of customer payment risk.

The estimated impairment of accounts receivable, is determined on the basis of the expected loss throughout the lives of the assets, determined by assessing the historical payment behavior and current information demonstrating the present and future condition of customers from the various segments that compose the portfolio. Recoverability matrices are prepared for this assessment, composed of aging periods, which provide the percentages of uncollectible based on past behavior, in addition to gathering timely customer information and monitoring changes in macroeconomic factors, thus recognizing impairment which are from inception.

Loans and accounts receivable are included in "Trade and other accounts receivable" in the consolidated statement of financial position, except for those with due dates in excess of 12 months from the closing date, which are classified as Non-current trade and other accounts receivable. They are recorded at amortized cost using the effective interest rate method, which is its initial fair value.

The effective interest rate method is a method for calculating the amortized cost of a financial asset or liability and imputing finance income or expenses throughout the relevant year. The effective interest rate is the discount rate that exactly matches the estimated cash flows receivable or payable throughout the expected life of the financial instrument (or, when adequate in a shorter period) with the net carrying amount of the financial asset or liability.

Short-term trade receivables are not discounted, The Company has determined no difference between the amount invoiced and the amortized cost, as the transaction has no significant associated costs.

Cash and cash equivalents recognized in the financial statements includes cash balances, checking accounts, time deposits and investments in instruments with original maturity of ninety days or less. These items are recorded at their historical cost, which does not significantly differ from their realization value. There are no restrictions on the use of cash and cash equivalents contained in this heading.

2. Significant accounting principles, continued

f) Financial assets and liabilities, continued

1. Financial assets other than derivatives, continued

Classification and presentation, continued

ii. Financial assets at fair value through other comprehensive income

Financial assets that comply with the following two conditions are measured at fair value through other comprehensive income: they are classified within a business model whose objective is to hold financial assets both to collect contractual cash flows and to sell them and in turn, contractual conditions lead to payment of principal and interest on the amount of the outstanding principal.

The Company will apply this valuation to factoring transactions, as long as the following conditions are met by sales subject to this transaction: significant, frequent sales, not motivated by credit risk and far from their due date.

iii) Financial assets at fair value through profit or loss

Financial assets will be considered in this category when they are not classified in the two previous categories or are irrevocably designated at their initial recognition at fair value through profit or loss.

They are recorded in the statement of financial position at fair value. The changes in their value are recorded directly in income when they occur, as are the costs of the initial transaction.

2. Financial liabilities

The Company irrevocably determines the classification of its financial liabilities at the time of their initial recognition.

Financial liabilities are initially recognized at fair value and, in the case of loans, include costs directly attributable to the transaction. Subsequent measurement of financial liabilities depends on their classification: amortized cost and fair value through profit or loss.

Financial liabilities are derecognized when the obligation is cancelled, liquidated or expires. When an existing financial liability is replaced by another from the same lender under substantially different terms, or the terms of an existing liability are substantially modified, that exchange or modification is treated as an accounting derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the income statement.

i) Financial liabilities at amortized cost

The Company classifies all its financial liabilities at amortized cost, except for liabilities held for trading or that decrease an accounting asymmetry, which are valued at fair value through profit or loss.

2. Significant accounting principles, continued

f) Financial assets and liabilities, continued

2. Financial liabilities, continued

ii) Financial liabilities at fair value through profit or loss

Financial liabilities are classified to the category of financial liabilities at fair value through profit or loss when they are initially recognized at fair value through profit or loss, in order to reduce accounting asymmetries.

This classification includes derivatives designated as effective hedging instruments (see note 22,2).

The underlying items associated to these derivatives, which are measured at amortized cost, consider the amount determined by rate risk at fair value.

3. Derivative financial instruments

The Company holds hedge derivatives to manage its exposure to interest and/or exchange rate risks (see Note 22,2) to manage its risks associated to changes in interest rate and exchange rate. The Company's objective in respect to derivatives is to minimize these risks using the most effective method to eliminate or reduce the impact on underlying hedged transactions.

Derivative instruments are recognized at fair value on the date of the statement of financial position under "Other financial assets" or "Other financial liabilities" depending on whether their fair value is positive or negative respectively. They are classified as current or non-current depending on whether they mature in less than or more than twelve months. Derivative instruments that meet all the requirements for being treated as hedge instruments for long-term items are presented as non-current assets or liabilities, based on their balance separately from the hedged items, as indicated in IFRS 9.

Hedging the risk associated with the variation of exchange rates in a firmly committed transaction, may be treated as a fair value hedge or cash flow hedge, indistinctly.

Variations in the fair value of derivatives that have been designated and meet the requirements for being treated as fair value hedge instruments, are recorded in the comprehensive income statement offsetting the effects of the part of the underlying for which the risk is being hedged.

In the case of cash flow hedges, changes in the fair value of derivatives are recorded, for the effective part of those hedges, in an equity reserve called "Cash flow hedge reserve". The accumulated deficit or profit in that heading is transferred to the comprehensive income statement to the extent that the underlying has an impact on the comprehensive income statement for the hedged risk, offsetting that effect. The part of the hedge considered to be ineffective is recorded directly in the comprehensive income statement.

2. Significant accounting principles, continued

f) Financial assets and liabilities, continued

3. Derivative financial instruments, continued

The Company formally documents, at the initial moment, the hedging relationship between the derivative and the hedged item, as well as the objectives and risk management strategies pursued when establishing the hedge. This documentation includes identifying the hedge instrument, hedged item or transaction as well as the nature of the hedged risk. It also specifies the method for assessing the degree of effectiveness when offsetting the exposure to changes in the hedged item, either in its fair value or in the cash flows attributable to the hedged risk. The effectiveness assessment is performed prospectively and retroactively, both at inception of the hedge relationship and systematically throughout the period for which it were designated.

The fair value of the derivatives portfolio reflects estimates based on calculations made from observable market data, using specific assesment and risk management tools widely used among diverse financial entities.

g) Inventory

Materials for consumption and replacement are valued at their weighted average cost or at net realizable value, whichever is lower.

The net realizable value is the estimated sales value during the normal course of business, less costs related to the sale and costs related to finishing the product.

When cash flows related to inventory purchases are covered by an effective hedge, the corresponding gains and losses accumulated in equity become part of the cost of acquired inventory.

Obsolescence is determined on the basis of the age and commercial rotation of equipment and accessories. According to the Company's policies, a provision has been made for inventories whose age since the purchase is greater than 360 days and whose rotation is greater than 12 months. Likewise, stored scrapped products or accessories are considered to be a total loss.

2. Significant accounting principles, continued

h) Impairment of non-current assets

At each year-end, non-current assets are evaluated for signs of possible impairment. If such signs exist, the Company estimates the asset's recoverable amount, which is its value in use or its fair value, less cost to sell, whichever is greater. Value in use is determined by discounting estimated future cash flows. When an asset recoverable amount is less than its net book value, impairment is recorded.

To calculate impairment, the Company estimates the return on assets assigned to the different cash generating units based on expected cash flows.

i) Leases

Leases are recognized in accordance with IFRS 16, as a right of use asset and a corresponding liability as of the date on which the leased asset is available for use by the Company. The financial cost is charged to income over the term of the lease. The right of use asset is depreciated using the straight-line method over the useful life of the asset or the term of the lease, whichever is shorter.

1) Initial measurement

Right of use assets are measured at cost including the following:

- The initial measurement amount of the lease liability.
- Any lease payment made on or before the commencement date less any lease incentive received.
- Any direct initial cost and
- Restoration or decommissioning costs.

Lease liabilities include the present value, as of the commencement date of the lease, net of the following payments:

- Fixed payments (including those that are so in substance), less lease incentives receivable.
- Variable lease payments based on an index or rate.
- The amounts that are expected to be payable by the lessee as guarantee for the residual value;
- Payment of fines for lease contract termination, if the lease termination reflects the lessee that exercises that option.

2) Subsequent measurement

The right of use asset must be measured using the cost model, that is, cost less accumulated depreciation and any accumulated impairment loss, adjusted for any new measurement of the lease liability, including restatement of indexation units (UF).

The lease liability will be measured increasing the carrying amount to reflect the interest on the lease liability and reducing the carrying amount to reflect lease payments made, In addition, it must include new evaluations or modifications.

2. Significant accounting principles, continued

i) Leases, continued

2) Subsequent measurement, continued

Lease payments are discounted using the implicit interest rate in the lease contract, if it can be determined, or the incremental interest rate.

Payments associated to short-term leases and low value asset leases are recognized in income as an expense, based on accrual of the service. Short-term leases are those that are equal to or less than 12 months (that do not contain a purchase option). Low value assets comprise equipment for information processes, office furniture and equipment.

j) Income taxes

The income tax expense for each year comprises current and deferred income taxes.

Tax assets and liabilities for the current and prior periods are measured at the amount the Company estimates it will recover or pay to tax authorities. Tax rates and government regulations used to calculate these amounts are those in force as of each year, being 27% as of December 31, 2023 and 2022, respectively.

The deferred tax amount is obtained from analyzing temporary differences that arise due to differences between the tax and book values of assets and liabilities, mainly allowance for doubtful accounts, depreciation of Property, plant and equipment and staff severance indemnities.

Under Chilean tax regulations, the tax loss from previous year can be used in the future as a tax benefit with no expiration period.

Temporary differences generally become taxable or deductible when the related liability is settled or the related asset is recovered. A deferred tax liability or asset represents the amount of tax payable or refundable in future year under the currently enacted tax laws and rates as a result of temporary differences determined as of the date of issuance of the financial statements. Deferred tax assets and liabilities are not discounted at their current value and are classified as non-current.

k) Goodwill

Represents the difference between the acquisition cost and the fair values of the assets acquired, liabilities assumed and identifiable contingent liabilities acquired from an associate. After initial recognition, goodwill is recorded at cost, less any accumulated impairment loss.

2. Significant accounting principles, continued

k) Goodwill, continued

The Company tests goodwill impairment annually and when there are indicators that the net carrying amount might not be fully recoverable. The impairment test, which is based on fair value, is performed for each cash generating unit, for which the goodwill has been allocated. If that fair value is less than the carrying amount, an irreversible impairment loss is recognized in the income statement.

Impairment testing was determined considering the following estimated variables:

- i) Forecasted operating revenue and costs are based on the Strategic Plan for 2024, 2025 and 2026, forecasting a fourth and fifth year as terminal value. These projections have been made considering the Company's best estimates, using sectorial projections, historical behavior of the business and future expectations.
- ii) Cash flow projections are made at a terminal value, covering a 5-year period, with the last period being the terminal value.
- iii) The rate used to discount future cash flows considers the time value of money and the individual risks of the assets under analysis. For this purpose, the Company uses the market discount rate.
- iv) The valuation is determined using the value in use (VU) mechanism, which requires that the VU be determined using the net present value of the cash flows that the Company expects to receive from the Cash Generating Unit (CGU). Telefónica Móviles Chile S.A. and its subsidiaries Telefónica Chile S.A. and Telefónica Empresas Chile S.A. have been defined as a CGU.

l) Investment properties

Investment properties correspond to buildings held for the purpose of obtaining income instead of using them in the production process, or in the supply of goods or services, or for administrative purposes, or to sell them in the course of the Company's ordinary activities.

If the elements can be disaggregated for rental, they receive a separate accounting treatment.

They are recognized as an asset when it is probable that they will generate future benefits that will flow to the Company and their cost can be reliably measured.

Investment properties are initially recognized at cost, and the standard subsequently establishes two valuation alternatives, at fair value or cost, the latter includes the original cost, plus accumulated amortization, less accumulated impairment losses.

The criterion chosen by the Telefónica Group is to value them at cost.

2. Significant accounting principles, continued

m) Intangibles

i) Administrative concessions

Concession licenses correspond to the cost incurred to obtain mobile cellular telephone public services concessions. They are registered at their acquisition cost less accumulated amortization and less any impairment loss, should there be any. The Company amortizes these licenses over the concession period 30 years from the date of publication of the Decree that accredits the respective license in the Official Gazette.

ii) Licenses and software

This item includes software licenses and the right to use underwater cable, which are recorded at acquisition or production cost, less accumulated amortization and less any accumulated impairment loss. Also includes intangible assets under development which correspond to commercial systems applications, mainly billing, collecting and collections, to be used by the Company in the normal course of its operations in relation to its customers. These intangible assets under development are recorded at acquisition cost plus all costs associated to their implementation and are amortized over the period in which their use is expected to generate income.

Software licenses and rights to use underwater cable have finite useful lives and are amortized over their estimated useful lives. As of the close of each year date there is an analysis underway to determine whether there are events or changes that indicate that the net book value might not be recoverable, in which case impairment tests will be carried out.

The methods and periods of amortization applied are reviewed as of each year and, if applicable, adjusted in a prospective manner.

The Company amortizes software licenses and the right to use underwater cable using the straight-line method over their estimated useful lives, which is 3 years for software licenses and a maximum of 20 years for rights to use underwater cable.

There are no restrictions on ownership of software licenses or the right of use of underwater cable, and they have not been pledged as guarantee of compliance with obligations.

n) Property, plant and equipment

Property, plant and equipment items are valued at acquisition cost, less accumulated depreciation and less applicable impairment losses, Land is not depreciated.

Acquisition cost includes external costs plus internal costs necessary to carry out the investment, comprised of direct costs, direct labor costs used in the installation and any other cost necessary to carry out the investment. In addition, the Company recognizes an obligation for assets that will be dismantled, corresponding to future disbursements that the Company must make for removal of certain installations.

2. Significant accounting principles, continued

n) Property, plant and equipment, continued

These future disbursements are incorporated in the restated value of the asset, recognizing the corresponding dismantling provision.

Changes in the valuation of the existing dismantling liabilities, derived from changes in the amount or in the temporary structure of the outflow of resources that incorporate economic benefits required to cancel the obligation, or a change in the discount rate, shall be added to or deducted from the cost of the corresponding asset in the current period. The amount deducted from the cost of the asset must not exceed its book value. If the decrease in the liability should exceed the book value of the asset, the excess is immediately recognized in income for the year.

An asset's dismantling provisioned cost is recognized in the income statement through depreciation over its useful life, under the item depreciation and amortization expense. The provision discount process is recognized in income for the period as finance cost.

Interest and other financial expenses incurred and directly attributable to the acquisition or construction of qualifying assets, may be capitalized. Qualifying assets, under the criteria of the Telefónica Group, are assets that require at least 18 months of preparation for their use or sale.

At the end of the 2023 and 2022, years there are no capitalized interests.

Costs for improvements that result in increased productivity, efficiency, or extension of the useful lives of assets are capitalized as higher cost of such assets when they comply with the requirements to be recognized as an asset.

Repair and maintenance expenses are charged to the income statement account for the year in which they are incurred.

Property, plant and equipment assets do not have ownership restrictions and are not used as guarantees of compliance with obligations.

ñ) Depreciation of property, plant and equipment

The Company depreciates Property, plant and equipment from the moment when the assets are in condition to be used, distributing the cost of the assets on a straight-line basis over the respective estimated useful life. Projects classified under building in progress, for which their estimated termination date as of each closing period has expired but are in usable condition, are also included.

The average annual financial depreciation rate of the Company is approximately 11.74% and 8.45% at December 31, 2023 and 2022, respectively.

2. Significant accounting principles, continued

ñ) Depreciation of property, plant and equipment, continued

Estimated useful lives are summarized as follows:

Assets	Useful lives in years	
	Minimum	Maximum
Buildings	5	40
Transportation equipment	7	10
Supplies and accessories	7	10
Office equipment	10	10
Information equipment	4	4
Network and communications equipment	5	30
Other property, plant and equipment	2	7

Estimated residual values, as well as the methods and applied amortization periods are reviewed as of each closing year and, if appropriate, adjusted prospectively.

o) Investments in associates

Investments in entities in which the Company has significant influence, but not control and which are accounted for using the equity method, net of any accumulated impairment loss, are recorded in this account, in accordance with IAS 28 "Investments in Associates and Joint Ventures".

The investment in the associate is recorded in the statement of financial position at fair value plus the Company's share in the increase or decrease in equity of the associate net of the Purchase Price Allocation (PPA).

The income statement reflects the Company's share in the results of the associate, The Company recognizes its share in that change and discloses it in the statement of changes in equity, The accounting policies of associates are consistent with those used by the Company (see note 18).

p) Provisions

i) Post-employment benefits

The Company is obligated to pay staff severance indemnities in respect of collective negotiation agreements. This obligation is provisioned using the actuarial value of the accrued benefit cost method, using a nominal annual discount rate of 5.425% and 5.163% at December 31, 2023 and 2022 respectively, considering estimations such as future permanence, employee mortality rate and future salary increases determined on the basis of actuarial calculations, Discount rates are determined by reference to market interest curves.

ii) Other remunerations

The Company has defined a Variable Remuneration System for its collaborators, based on annual compliance with the established objectives.

These short-term obligations are measured on the basis of undiscounted securities and a liability is recognized for the amount that is expected to be paid.

2. Significant accounting principles, continued

p) Provisions, continued

iii) Provision for dismantling expenses

Corresponds to the cost that will be incurred in the future for dismantling microwave antennas from the telecommunications infrastructure once the third-party site rental contract ends. This cost is calculated at current value and recorded as a property, plant and equipment item in assets and as a non-current accrual for future obligation. That property, plant and equipment item is amortized over the duration of the asset associated to that accrual.

iv) Other provisions

Provisions are recognized when the Company has a present legal or implicit obligation, as a result of a past event, whose settlement requires an outflow of resources that is considered likely and can be reliably estimated. This obligation can be legal or tacit, derived from, among other factors, regulations, contracts, customary practices or public commitments that create a valid expectation before third parties that the Company will assume certain responsibilities.

q) Income and expenses

Income and expenses are recognized in the income statement based on the accrual criteria, regardless of the moment at which the cash flows or financing derived from it is produced.

The Company's income comes mainly from the provision of the following services:

i) Telecommunications

It is composed of voice and data packages, international business (carrier payments), multiservice network and capacities, pay TV, interconnection, network and equipment rental, sale of equipment and other services such as value added services or maintenance. Products and services can be sold separately or jointly, in commercial packages.

In the case of commercial offers where the customer pays a flat rate, which can include minutes, broadband and pay TV plans, revenue is recognized in a straight-line over the period covered by the rate paid by the customer.

In the case of revenues generated only by traffic, they are recorded as they are consumed.

In equipment sales, revenues are recognized at the time of delivery of the equipment to the customer; in case of sale includes installation, configuration, startup or other complementary activities, revenue is recognized upon the satisfactory reception by the customer.

Revenues from capacity and multi-service networks, are accrued as the service is rendered.

2. Significant accounting principles, continued

q) Income and expenses, continued

i) Telecommunications, continued

Interconnection income derived from fixed-mobile and mobile-fixed calls, as well as from other services used by customers, are recognized in the period in which they make said calls.

The Company has current agreements with foreign correspondents, with which the conditions governing international traffic are set, and the same is charged or paid in accordance with the net traffic exchanges and at the rates set in each agreement. Accounting for this exchange is carried out on an accrual basis, recognizing costs and income in the period in which they are produced, recording the balances receivable or payable for each correspondent in the headings of "Accounts trade receivables and other accounts receivable" and "Accounts receivable from related entities, current" or "Trade creditors and Other accounts payable" and "Accounts payable to entities related, current", as applicable.

In the case of prepayment, the amount corresponding to the paid traffic pending generates a deferred income which is recorded within liabilities. Electronic top-ups usually have an expiry period of up to 180 days, and any unused prepaid traffic is recognized directly in income when traffic is consumed or when the top-up expires, since from that moment the Company has no remaining obligations to provide the service.

Monthly fees are recognized as income using the straight-line method in the corresponding year, Rentals and other services are recognized as income as the service is provided.

In accordance with IFRS 15, income from commercial package offers that combine different goods and services for fixed telephone service, data, Internet and television, the Company determines whether it is necessary to separate the different elements identified, applying the appropriate revenue recognition criterion for each case. Total revenue for the package is allocated to its identified elements on the basis of their respective fair values (i.e, the fair value of each individual component, in relation to the total fair value of the package). To the extent that packages are commercialized with an equipment discount, the application of the new criteria will involve an increase in the recognition of income from sale of equipment, which will generally be recognized coinciding with the time of delivery to the customer, at the expense of periodic income from providing services in subsequent periods.

Likewise, due to IFRS 15 the Company will recognize an asset for the cost of obtaining contracts as long as these are incremental, it is estimated that they will be recovered, they can be allocated to a contract and it is estimated that they will be amortized over more than one year. In addition, the Company will recognize an asset for contract compliance costs as long as these are directly identified with a specific contract, generate or improve the Company's resources that will be used to satisfy or continue to satisfy compliance obligations in the future and the Company expects to recover those costs over time. For both cases, the amortization period is determined based on the transfer to the customer of the goods or services related to those assets (see note 7).

2. Significant accounting principles, continued

q) Income and expenses, continued

i) Telecommunications, continued

All costs directly associated to obtaining revenue are recognized in profit and loss to the extent that the revenue is generated. The rest of the expenses are recognized in profit and loss when they are accrued.

ii) Customer loyalty program

The Company has a customer loyalty program called "Club Movistar" which provides multiple benefits to its customers which can be provided by third parties or by the Company, These benefits will be reflected as a discount in revenue when points from the program are exchanged for products. As of December 31, 2023 and 2022, the valuation of this loyalty program is immaterial in relation to the contracts for which it was generated.

iii) Government subsidies

Parent Company and the subsidiary Telefónica Chile S,A, participate in tenders for Government projects associated to the Telecommunications Development Fund, for the purpose of receiving resources to install operating assets for the operation and exploitation of public services. These resources, called "Government subsidies", , in the case to be obtained from January 1, 2018, must be presented in the statement of financial position recognizing them as deductions from the book value of the associated assets.

The subsidies obtained prior to January 1, 2018 were initially recorded as a deferred income, in the item "Other non-financial liabilities", and are allocated to results in the period of useful life of the assets associated with these subsidies (Note 25a).

r) Use estimates

The following section shows the main future hypotheses assumed and other relevant sources of uncertainty in estimates as of the reported periods that could have a significant effect on the financial statements in the future.

i) Impairment of trade accounts receivable

The calculation of impairment of long and short-term financial assets measured at amortized cost, related to trade accounts receivable (generated by the sale of goods and services and telecommunications transactions with other operators) and contractual assets, is based on the expected loss per group of customers, for which the Company applies a simplified model. The simplified model is based on an estimated rate of uncollectability to determine the expected credit loss over the entire life of the asset in particular, For this, the Company uses matrices that have been developed based on the historical uncollectability experience and on a portfolio classified by customer category and type of product and services contracted, according to the pattern of credit behavior. The matrix for each category has a defined temporal horizon divided in intervals based on the collection management policy and is fed with historical data encompassing at least 24 collection cycles, Data is periodically updated.

2. Significant accounting principles, continued

r) Use estimates, continued

i) Impairment of trade accounts receivable, continued

Based on the observable information at each closing date, the Company analyzes the need to adjust the rates resulting from those matrices based on current market conditions, regulatory changes, credit improvements, and so on, as well as the prevailing and projected macroeconomic forecasts. This means, any event that could reasonably affect the statistically proven impairment behavior of the portfolio.

Due to the above, hedging for the probability of non-payment of the portfolio is established from the time at which revenue is provisioned, thus faithfully reflecting its intrinsic credit risk.

ii) Property, plant and equipment and intangibles

The accounting treatment for Property, plant and equipment and intangible assets uses estimates to determine useful life for the purpose of calculating depreciation and amortization.

Determination of useful lives requires estimates regarding expected technological progress and alternative use of assets. Hypotheses regarding technological framework and its future development imply a significant degree of judgment, as the timing and nature of future technological change is difficult to predict.

Decommissioning estimates for assets classified in property, plant and equipment, are calculated on the basis of the price agreed with the supplier, taking it to its future value using the future inflation rate, to then bring it to its present value using a risk-free discount rate.

iii) Right of use:

Regarding the reasonable period of time of contracts considered non-cancellable under IFRS 16, it is important to consider that contracts with a duration of less than one year, including their active extensions with that duration are considered to be within the short-term exceptions of the standard, In addition, contracts for information processing equipment and office furniture and equipment with a comparable new individual purchase cost of US\$ 5,000 (reference value) are considered to be of low value.

iv) Deferred taxes

The Company evaluates probability of recovery of deferred tax assets based on estimates of future earnings, This probability of recovery ultimately depends on the Company's capacity to generate taxable income throughout the period in which the deferred tax assets are deductible.

2. Significant accounting principles, continued

r) Use estimates, continued

iv) Deferred taxes, continued

This analysis takes into consideration the forecasted reversal calendar for deferred tax liabilities as well as estimates of taxable income, based on internal projections that are updated to reflect recent trends.

Determining the proper classification of tax items depends on various factors, including timing estimates, realization of deferred tax assets and the expected timing of tax payment, The real flows of income tax payments and recoveries may differ from estimates made by the Company as a consequence of changes in tax legislation or of unforeseen future transactions that may affect tax balances.

v) Provisions

Given the uncertainty inherent to estimates used to determine provisions, real disbursements may differ from the amounts originally recognized using these estimates.

Determination of the amount of provisions is based on the best estimate of the disbursements that must be made for the corresponding obligations, taking into consideration all information available as of the end of period, including the opinion of independent experts, such as legal advisors and consultants.

vi) Post-employment benefits

The present value of the obligation is determined using actuarial valuations, The actuarial valuation involves making assumptions about discount rates, future salary increases, mortality rates and future pension increases, All assumptions are reviewed once a year, In determining the appropriate discount rate, it is considered the interest rates of instruments issued by the Central Bank of Chile, The mortality rate is based on publicly available mortality tables for the country.

Future salary increases and pension increases are based on expected future inflation rates for the country, (See details of the actuarial hypotheses used in Note 24a).

vii) Financial assets and liabilities

When the fair value of financial assets and financial liabilities recorded in the balance sheet and disclosed in the notes can not be derived from active markets, they are determined using valuation techniques including the Discounted Cash Flows model. The inputs to these models are taken from observable markets when possible, but when not, a degree of judgment is required in establishing fair values, The variables include considerations of inputs such as liquidity risk, credit risk and volatility, Changes in assumptions about these factors could affect the reported fair value of the financial instrument.

2. Significant accounting principles, continued

s) Methods of consolidation

Consolidation has been carried out using the “Global Integration method” for companies where there is control, whether through effective control or the existence of agreements with the rest of the shareholders.

All balances and transactions among consolidated companies have been eliminated in the consolidation process. Likewise, the margins included in the operations carried out by subsidiaries to other companies of the Company for capitalizable goods or services, have been eliminated in the consolidation process.

The accounts in the statement of comprehensive income and consolidated cash flows include, respectively, the income and expenses and cash flows of the companies that cease to be part of the Company up to the date on which the participation has been sold or the company has been liquidated. Likewise, in the case of new acquisitions, income and expenses and cash flows of the new companies are gathered from the date of purchase of those companies.

The value of the participation of minority shareholders in the equity and results of companies subsidiaries consolidated by the global integration method is presented in the items “non-controlling interests” and “profit attributable to non-controlling interests”, respectively.

t) New IFRS and Interpretations of the IFRS Interpretations Committee

i) The new Standards, interpretations and amendments issued, whose application is not yet mandatory, which the Company has not adopted in advance are detailed as follows:

	New Standards, Interpretations and amendments	Mandatory application date
IAS 1	Non-current liabilities with covenants	January 1, 2024
IFRS 16	Leases	January 1, 2024
IAS 7 and IFRS 7	Statement of cash flows/Financial Instruments: Disclosures	January 1, 2024
IAS 21	Lack of exchangeability	January 1, 2025

Amendment to IAS 1 “Non-current Liabilities with Covenants”

Published in January 2022, the purpose of the amendment is to improve the information that an entity provides when the payment terms of its liabilities can be deferred subject to compliance with covenants within 12 months after the date of issuance of the financial statements.

2. Significant accounting principles, continued

t) New IFRS and Interpretations of the IFRS Interpretations Committee, continued

i) Publication new Standards, continued

Amendments to IFRS 16 “Leases” Sales with Leaseback

Published in September 2022, this amendment explains how an entity recognizes rights for use of the asset and how profits or losses from the sale and leaseback must be recognized in the financial statements.

Amendments to IAS 7 “Statement of Cash Flows” and IFRS 7 “Financial Instruments” Disclosure of Supplier Financing Arrangements.

Published in May 2023, these amendments require disclosures to improve the transparency of financial arrangements with suppliers and their effects on liabilities, cash flows and the exposure to liquidity risk of a company.

Amendments to IAS 21 – Lack of Exchangeability.

Published in August 2023, this amendment affects an entity that has a transaction or operation in a foreign currency that is not exchangeable to another currency for a specific purpose as of the date of measurement, A currency is exchangeable to another currency when it is possible to obtain the other currency (with normal administrative delay), and the transaction is carried out through an currency exchange market or mechanism that creates enforceable rights and obligations, This amendment establishes the guidelines to be followed to determine the exchange rate to be used in situations of lack of exchangeability as mentioned above. Early adoption is allowed.

Based on the analysis carried out to date, the Company believes that the application of these standards, interpretations and amendments will not have a material impact on the financial statements in the year of their initial application.

2. Significant accounting principles, continued

t) New IFRS and Interpretations of the IFRS Interpretations Committee, continued

ii) Standards, interpretations and amendments that are mandatory for the first time for financial years beginning on January 1, 2023:

	New Standards, interpretations and amendments	Mandatory application date
IAS 1	Presentation of Financial Statements and Accounting Policies, Changes in Accounting Estimates and Errors	January 1, 2023
IAS 1	Presentation of Financial Statements Classification of Liabilities	January 1, 2023
IAS 12	Deferred taxes	January 1, 2023
IAS 12	Income Taxes	January 1, 2023
IFRS 17	Insurance Contracts	January 1, 2023
IFRS 17	Initial Application of IFRS 17 and IFRS 9 Comparative Information	January 1, 2023

Amendments to IAS 1 "Presentation of Financial Statements" and IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors"

Published in February 2021, The amendments are intended to improve disclosure of accounting policies and help users of the financial statements to distinguish between changes in accounting estimates and changes in accounting policies, This standard must be applied to annual periods beginning as of January 1, 2023.

Amendment to IAS 1 "Presentación of Financial Statements, Classification of Liabilities"

This amendment clarifies that liabilities are classified as current or not current depending on the existing rights at the close of the reporting period, Classification is not affected by the entity's expectations or events subsequent to the reporting date (for example, reception of a resignation or breach of the agreement). The amendment also clarifies the meaning of IAS 1 in respect to the "settlement" of a liability, The amendment must be applied retrospectively in accordance with IAS 8, The effective date of initial application is January 1, 2023.

Amendment to IAS 12 – Deferred Tax Related to Assets and Liabilities arising from a Single Transaction,.

Published in May 2021, this amendment requires that companies recognize deferred taxes on transactions that, upon initial recognition, lead to equal amounts of taxable and deductible temporary differences. This standard must be applied to annual periods beginning as of January 1, 2023.

Amendments to IAS 12 "Income Taxes" related to International Tax Reform Pillar Two Model Rules.

Published in May 2023, these amendments provides companies with a temporary accounting exception to the accounting for deferred taxes arising from the international tax reform of the Organization for Economic Cooperation and Development (OECD). The amendments also introduce specific disclosure requirements for the affected companies, This standard must be applied to annual periods beginning as of January 1, 2023.

2. Significant accounting principles, continued

t) New IFRS and Interpretations of the IFRS Interpretations Committee, continued

ii) Standards, interpretations and amendments that are mandatory for the first time for financial periods beginning on January 1, 2023:

IFRS 17 “Insurance Contracts”

Published in May 2017, it replaces the current IFRS 4, IFRS 17 will mainly change the accounting of all entities that issue insurance contracts and investment contracts with discretionary participation features. The standard is applicable to annual periods beginning as of January 1, 2023.

Amendment to IFRS 17 – Initial Application of IFRS 17 and IFRS 9 Comparative Information

This amendment is a limited scope amendment to the transition requirements of IFRS 17, Insurance Contracts, which provides insurance companies with an option intended to improve the usefulness of the information for investors on initial application of the new standards, The amendment is related solely to the transition of insurance companies to the new standard, it does not affect any other requirements of IFRS 17.

Based on the analysis carried out, the Company determined that the application of these standards did not have a material impact on the financial statements for this year.

u) Statement of cash flows

The statement of cash flows includes movements of cash performed during the period, determined using the direct method. Cash flows are understood to be cash inflows and outflows or inflows and outflows of other equivalent means, such as highly liquid time deposits maturing in less than three months with low risk of change in value. The following expressions are used in the following sense:

- i. Operating activities: are activities that constitute the main source of the Company's ordinary income, as well as other activities that can not be qualified as investing or financing.
- ii. Investing activities: are activities such as acquisition, alienation or disposal of non-current assets by other means and other investments not included in cash and cash equivalents.
- iii. Financing activities: are activities that produce changes in the size and composition of total shareholders' equity and financial liabilities.

3. Changes in Accounting Policy and Disclosures

International Financial Reporting Standards have been consistently applied in the year covered by these financial statements.

4. Financial information by segment

Telefónica Móviles Chile S.A. and subsidiaries disclose segment information in accordance with IFRS 8, “Operating Segments” which establishes the standards for reporting operating segments and related disclosures for products and services and geographical areas. Operating segments are defined as components of an entity for which there is separate financial information that is regularly used by the main decision maker to decide how to assign resources and to evaluate performance. The Company presents segment information that is used by Management for internal decision making purposes.

The Company manages and measures the performance of its operations by business segment, Since the Company’s corporate organization coincides basically with that of the businesses, and therefore of the segments, the distributions established in the information presented below, are based on the financial information of the companies of each business segment. Assets and liabilities correspond to those directly attributable to the segment.

Operating revenues generated by each business segment are for services provided in the national territory. Revenue corresponds mainly to services provided to mass customers and does not concentrate dependence on anyone specifically that might significantly affect such revenue.

The operating segments reported internally are as follows:

a) Mobile Telecommunications

Mobile Telecommunications services mainly include revenues from the provision of mobile telecommunications services, sale of electronic prepaid top-ups and the sale of handsets, Revenues are recognized as the services are provided.

b) Fixed Telecommunications

Landline telephone services include basic telephone services, connections and line installations, value added services, broadband, dedicated lines, international long-distance services, marketing of handsets, and circuit media rental and others. According to the financial statements, incomes are recognized as the services are provided or the equipment is sold.

c) Corporate Communications and Data

Corporate communications services include revenues from the sale and rental of telecommunications equipment and the sale of networks to corporate customers, rental of networks associated to public or private projects and data transmission services. Revenues are recognized as the services are provided.

d) Television Services

Multimedia services include direct and indirect development, installation, maintenance, marketing and operations of television services via cable, satellite, broadband or any other physical means using any physical or technical means, including individual paid services or multiple basic channels, special or paid, videos on demand and interactive or multimedia television services. Consistent with the financial statements, incomes are recognized as the services are delivered.

e) Others

“Other” includes logistics, personnel and management services.

4. Financial information by segment, continued

Relevant information regarding Telefónica Móviles Chile S.A. and its subsidiaries, which represent different segments, together with information regarding other subsidiaries, corresponding to December 31, 2023 and 2022 is detailed as follows:

For the exercise ended as of December 31, 2023	Mobile Telecommunications	Fixed Telecommunications	Corporate Communication and Data	Television Services	Other	Eliminations	Total
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Income from external customers	891,627,384	444,648,353	201,609,874	151,332,412	8,925,804	-	1,698,143,827
Income from ordinary activities arising from transactions with other operating segments of the same entity	6,346,463	143,944,691	14,371,345	-	237,964,271	(402,626,770)	-
Total income from operating activities from external customers and transactions with other operating segments of the same entity	897,973,847	588,593,044	215,981,219	151,332,412	246,890,075	(402,626,770)	1,698,143,827
Cost of sales	320,277,191	248,366,230	187,488,803	121,131,839	1,150	(212,398,433)	664,866,780
Impairment losses (reversal of impairment losses)	52,754,141	19,699,423	2,368,483	(6,549)	-	-	74,815,498
Administrative expenses	349,198,160	244,090,831	47,040,847	40,141,672	21,269,795	(169,901,588)	531,839,717
Employee benefits expenses	9,867	-	-	-	201,372,496	(14,248,862)	187,133,501
Cost of interest	119,544,972	24,553,293	20,580,773	2,387,458	6,436,266	(29,175,087)	144,327,675
Interest income	20,944,433	26,628,630	1,401,018	-	1,310,290	(29,175,191)	21,109,180
Depreciation and amortization	180,712,627	150,900,131	10,410,052	321,960	3,206,180	(6,062,857)	339,488,093
Share in earnings (losses) of associates and joint ventures	(869,224)	(30,658,787)	172,294	-	-	37,534,662	6,178,945
Income tax expense	(20,652,278)	(10,366,711)	(7,160,013)	(13,030,619)	4,203,923	-	(47,005,698)
Other significant non-cash items	7,313,678	85,248,721	(474,481)	(162,434)	1,542,855	(85)	93,468,254
Profits(loss) before tax	(97,134,224)	(17,798,300)	(50,808,908)	(12,806,402)	17,457,333	37,519,443	(123,571,058)
Profit (loss) for the period from continuing operations	(76,481,946)	(7,431,589)	(43,648,895)	224,217	13,253,410	37,519,443	(76,565,360)
Profit (loss) for the period from discontinuing operations	-	-	-	-	-	-	-
Profit (loss) for the year	(76,481,946)	(7,431,589)	(43,648,895)	224,217	13,253,410	37,519,443	(76,565,360)
Assets	2,651,916,931	1,834,969,551	297,148,552	206,493,062	215,358,683	(1,260,630,121)	3,945,256,658
Investments in associates accounted for using the equity method	1,120,002,086	236,310,244	1,205,194	-	-	(1,212,030,396)	145,487,128
Increases in non-current assets	56,962,673	77,912,156	16,344,163	-	-	-	151,218,992
Liabilities	-	753,775,414	270,747,443	188,146,529	122,651,485	1,084,326,713	2,419,647,584
Shareholders' equity	-	1,081,194,137	26,401,109	18,346,533	92,707,198	306,960,097	1,525,609,074
Liabilities & Shareholders' equity	-	1,834,969,551	297,148,552	206,493,062	215,358,683	1,391,286,810	3,945,256,658
Cash flows provided by (used in) operating activities	135,419,642	161,365,477	(109,019,762)	(76,387,307)	38,036,419	82,578,469	231,992,938
Cash flows provided by (used in) investment activities	(65,844,517)	(165,100,921)	(7,370,052)	(5,164,004)	-	(15,872,176)	(259,351,670)
Cash flows provided by (used in) financing activities	42,032,132	(353,200,471)	124,193,834	87,019,383	(37,863,148)	261,056,966	123,238,696

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



4. Financial information by segment, continued

For the exercise ended as of December 31, 2022	Mobile Telecommunications	Fixed Telecommunications	Corporate Communication and Data	Television Services	Other	Eliminations	Total
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Income from external customers	883,465,974	443,373,952	188,996,845	149,028,217	10,255,875	-	1,675,120,863
Income from ordinary activities arising from transactions with other operating segments of the same entity	7,039,177	136,292,964	12,939,032	-	186,077,171	(342,348,344)	-
Total income from operating activities from external customers and transactions with other operating segments of the same entity	890,505,151	579,666,916	201,935,877	149,028,217	196,333,046	(342,348,344)	1,675,120,863
Cost of sales	340,064,562	224,869,313	185,334,746	87,570,836	1,632	(185,097,072)	652,744,017
Impairment losses (reversal of impairment losses)	42,991,453	13,082,039	2,504,515	112,567	-	-	58,690,574
Administrative expenses	297,125,639	225,507,945	37,660,843	41,146,461	26,818,674	(138,796,017)	489,463,545
Employee benefits expenses	30,099	214,206	-	-	158,487,547	(14,534,503)	144,197,349
Cost of interest	92,284,864	35,972,325	5,782,615	1,065,111	2,608,127	(6,054,978)	131,658,064
Interest income	33,873,614	39,719,233	705,650	-	23,287	(6,054,978)	68,266,806
Depreciation and amortization	169,419,632	98,157,822	8,472,763	2,594,982	2,367,699	(3,930,207)	277,082,691
Share in earnings (losses) of associates and joint ventures	53,909,559	(10,068,196)	106,193	-	-	(44,334,654)	(387,098)
Income tax expense	(5,617,314)	7,992,631	(3,767,146)	(2,454,880)	(1,739,483)	-	(5,586,192)
Other significant non-cash items	20,533,257	46,717,352	257,390	249,140	356,569	-	68,113,708
Profits(loss) before tax	56,905,332	58,231,655	(36,750,372)	16,787,400	6,429,223	(44,325,199)	57,278,039
Profit (loss) for the period from continuing operations	62,522,646	50,239,024	(32,983,226)	19,242,280	8,168,706	(44,325,199)	62,864,231
Profit (loss) for the period from discontinuing operations	-	-	-	-	-	-	-
Profit (loss) for the year	62,522,646	50,239,024	(32,983,226)	19,242,280	8,168,706	(44,325,199)	62,864,231
Assets	3,125,784,595	1,661,197,105	194,081,280	141,728,584	178,870,195	(1,593,714,994)	3,707,946,765
Investments in associates accounted for using the equity method	1,055,206,212	198,592,757	1,045,174	-	-	(1,182,472,048)	72,372,095
Increases in non-current assets	104,263,227	70,809,271	8,089,162	-	-	-	183,161,660
Liabilities	1,803,243,150	638,625,680	143,186,186	106,360,807	98,472,225	(422,852,178)	2,367,035,870
Shareholders' equity	1,322,541,445	1,022,571,425	50,895,094	35,367,777	80,397,970	(1,170,862,816)	1,340,910,895
Liabilities & Shareholders' equity	3,125,784,595	1,661,197,105	194,081,280	141,728,584	178,870,195	(1,593,714,994)	3,707,946,765
Cash flows provided by (used in) operating activities	191,514,004	(159,742,711)	4,531,965	3,344,580	(42,952,486)	183,478,353	180,173,705
Cash flows provided by (used in) investment activities	(64,951,375)	(7,073,085)	(3,047,482)	(2,249,035)	-	409,549,776	332,228,799
Cash flows provided by (used in) financing activities	(56,876,464)	(47,462,159)	(1,155,118)	(852,474)	42,942,858	(394,809,904)	(458,213,261)

There are no differences in the criteria used, in respect to the previous year, in relation to measurement and valuation of segment results and valuation of their assets and liabilities, as well as transactions among segments.

Accounting criteria regarding transactions among subsidiaries of Telefónica Móviles Chile S.A., which are carried out at market prices, independently and in a manner similar to transactions with third parties, consider that, the balances, transactions and profits or losses, remain in the segment of origin and are only eliminated in the consolidated financial statements of the entity.

5. Cash and cash equivalents

Cash and cash equivalents composition is detailed as follows:

Concepts	Currency	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Cash (a)		154,071	129,152
	CLP	154,071	129,152
Banks (b)		165,267,064	76,404,812
	CLP	161,905,834	72,468,969
	USD	2,171,135	1,410,926
	EUR	1,190,095	2,472,466
	Others currencies	-	52,451
Time deposits (c)		397,431,193	390,438,400
	CLP	397,431,193	390,438,400
Total cash and cash equivalents		562,852,328	466,972,364
Sub-total by currency	CLP	559,491,098	463,036,521
	USD	2,171,135	1,410,926
	EUR	1,190,095	2,472,466
	Other currencies	-	52,451

Each item within cash and cash equivalents is detailed as follows:

a) Cash

The cash balance is made up of funds to be rendered destined to minor expenses and its book value is the same as the fair value.

b) Banks

The balance in banks is made up of money held in checking accounts and its book value is the same as the fair value.

5. Cash and cash equivalents, continued

c) Time deposits

Time deposits, maturing in less than 90 days, are recorded at fair value and, of December 31, 2023 and 2022, are detailed as follows:

Type of investment	Currency	Principal in original currency (thousands)	Average annual rate	Average days to maturity	Principal in local currency ThCh\$	Accrued interest in local currency ThCh\$	12.31.2023 ThCh\$
Time deposit	CLP	396,196,465	8.25%	4	396,196,465	1,234,728	397,431,193
Total					396,196,465	1,234,728	397,431,193

Type of investment	Currency	Principal in original currency (thousands)	Average annual rate	Average days to maturity	Principal in local currency ThCh\$	Accrued interest in local currency ThCh\$	12.31.2022 ThCh\$
Time deposits	CLP	390,000,000	11.46%	5	390,000,000	438,400	390,438,400
Total					390,000,000	438,400	390,438,400

In accordance with working capital management policies, all investments in time deposits are only with well-known domestic banks that are ranked in Chile with the highest credit quality.

6. Other current and non-current financial assets

Other current and non-current financial assets are detailed as follows:

Concepts		12.31.2023		12.31.2022	
		Current ThCh\$	Current ThCh\$	Current ThCh\$	Non-Current ThCh\$
Hedging instruments	(See Note 22,2)	1,675,599	44,841,309	61,814,270	5,773,067
Other non-trade accounts receivable	(a)	-	-	21,883,468	-
Other investments	(b)	-	9,017,826	-	5,827,574
Otros créditos	(c)	-	-	5,498,053	-
Guarantees established	(d)	73,124	-	73,124	-
Total		1,748,723	53,859,135	89,268,915	11,600,641

a) During the last quarter of 2023 contractual changes were made to the current contract with Alameda ChileCo SpA, through which the Company waived charges (see Note 18).

b) Other current and non-current investments are detailed as follows:

Participation	Country	Investment currency	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Telefónica Brasil (1)	Brazil	REAL	9,017,708	5,827,456
Other participation (2)	Chile	CLP	118	118
Total			9,017,826	5,827,574

(1) This investment is valued at market value through the trading of its shares, information obtained in the Sao Paulo Stock Exchange (Bovespa), and variations in their value are recorded when they occur, directly in equity under other reserves.

As December 31, 2023, and 2022 dividends have accrued in the amount of ThCh\$288,611 and ThCh\$456,978 respectively, which were recorded as finance income.

(2) Corresponds to the participation in the companies Pegaso México and Telefónica Argentina acquired in April 2019.

6. Other current and non-current financial assets, continued

- c) On January 19, 2023, Digital Holdings Chile SpA paid the loan granted derived from the sale of the Data Center business, That loan included principal in the amount of ThCh\$5,153,152 and interest in the amount of ThCh\$381,626.
- d) Securities established correspond to guarantees with customers, official organizations and other institutions,

7. Other current and non-current non-financial assets

Other non-financial assets correspond to prepayments detailed as follows:

Concepts	12.31.2023		12.31.2022	
	Current ThCh\$	Current ThCh\$	Current ThCh\$	Non-current ThCh\$
Contract compliance costs (1)	93,401,716	119,964,394	76,963,152	127,320,172
Costs of obtaining contracts (2)	69,973,479	98,200,405	45,769,506	81,384,188
Deferred cost of handsets	2,262,366	-	1,214,071	-
Amortizable expenses (3)	14,918,928	299,487	11,214,664	632,487
Other Taxes (4)	6,416,430	-	9,942,680	-
Total	186,972,919	218,464,286	145,104,073	209,336,847

- (1) Corresponds to capitalization of compliance costs associated to television equipment, broadband equipment and project management, The company updates the average life of customers to calculate the amortizable expense in January and July of each year,
- (2) Corresponds to capitalization of the cost from commissions associated to capturing new mobile services, basic telephone services, broadband and television customers, The company updates the average life of customers to calculate the amortizable expense in January and July of each year,
- (3) Mainly includes amortizable maintenance and support expenses, insurances and leases,
- (4) This item includes remaining VAT credit and recoverable taxes,

8. Current trade and other accounts receivable

- a) The composition of current trade and other accounts receivables is as follows:

Concepts	12.31.2023			12.31.2022		
	Gross value ThCh\$	Provision for impairment ThCh\$	Net value ThCh\$	Gross value ThCh\$	Provision for impairment ThCh\$	Net value ThCh\$
Receivables on current loan transactions	426,319,699	(175,350,617)	250,969,082	414,650,913	(184,534,132)	230,116,781
Invoiced services (1)	278,120,507	(173,986,557)	104,133,950	271,419,737	(182,882,827)	88,536,910
Services provided and not invoiced	134,261,046	(1,113,784)	133,147,262	128,702,602	(1,412,548)	127,290,054
Contractual asset (2)	13,938,146	(250,276)	13,687,870	14,528,574	(238,757)	14,289,817
Miscellaneous receivables (3)	14,766,953	-	14,766,953	11,877,057	-	11,877,057
Total	441,086,652	(175,350,617)	265,736,035	426,527,970	(184,534,132)	241,993,838

- (1) The balances in this account consider the effects of portfolio sales operations of large enterprises, mass services and mobile handset installments, The company remains as collection agent for mass services transactions.
- (2) Under IFRS 15, the contractual asset corresponds to the difference between income from sale of postpaid handsets and the amount received from the customer at the beginning of the contract.
- (3) Corresponds mainly to employee loans and advances and miscellaneous receivables outside the core business.

8. Current trade and other accounts receivable, continued

- b) The composition of current trade and other accounts receivable with overdue net balances that have not been collected and have not been provisioned as a whole is detailed as follows:

Concepts	12.31.2023					12.31.2022				
	Less than 3 months	3 to 6 months	6 to 12 months	Older than 12 months	Total	Less than 3 months	3 to 6 months	6 to 12 months	Older than 12 months	Total
Miscellaneous receivables	25,376,603	11,229,745	16,622,808	4,726,564	57,955,720	17,337,264	8,205,015	7,478,547	4,730,839	37,751,665
Total	25,376,603	11,229,745	16,622,808	4,726,564	57,955,720	17,337,264	8,205,015	7,478,547	4,730,839	37,751,665

- c) The movement of Provision for impairment, which includes “Current trade and other accounts receivable” and “Non-current trade and other accounts receivable” found in Note 12, is detailed as follows:

Movements	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Beginning balance	187,937,025	192,239,498
Increases	74,323,723	59,173,788
Eliminations/ Additions	(84,556,747)	(63,476,261)
Movements, subtotal	(10,233,024)	(4,302,473)
Ending balance	177,704,001	187,937,025

- d) Provision for impairment movements according to the composition of the portfolio as of December 31, 2023, and 2022 are detailed as follows:

Provisions and write-offs	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Provision for non renegotiated portfolio	74,334,520	56,625,869
Provision for renegotiated portfolio	(10,797)	33,093
Write-offs for the period	(84,556,747)	(60,961,435)
Total	(10,233,024)	(4,302,473)

- e) As of December 31, 2023, and 2022 the portfolio of returned documents and those in judicial collection is detailed as follows:

Portfolio of returned documents and judicial collection as of 12.31.2023	Returned notes receivable portfolio w/o guarantee	Returned notes receivable, portfolio w/guarantee	Notes receivable in judicial collection, portfolio w/o guarantee	Notes receivable in judicial collection, portfolio w/guarantee
Number of customers in portfolio of returned documents or those in judicial collection	190	-	-	-
Portfolio of returned documents or those in judicial collection (ThCh\$)	5,812,781	-	-	-

Portfolio of returned documents and judicial collection as of 12.31.2022	Returned notes receivable portfolio w/o guarantee	Returned notes receivable, portfolio w/guarantee	Notes receivable in judicial collection, portfolio w/o guarantee	Notes receivable in judicial collection, portfolio w/guarantee
Number of customers in portfolio of returned documents or those in judicial collection	167	-	-	-
Portfolio of returned documents or those in judicial collection (ThCh\$)	5,765,309	-	-	-

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



8. Current trade and other accounts receivable, continued

f) The composition of the portfolio stratified by segment as of December 31, 2023, is detailed as follows:

Stratification of portfolio by segment As of December 31, 2023	Up to date ThCh\$	From 1 to 30 days ThCh\$	From 31 to 60 days ThCh\$	From 61 to 90 day ThCh\$	From 91 to 120 days ThCh\$	From 121 to 150 days ThCh\$	From 151 to 180 days ThCh\$	From 181 to 210 days ThCh\$	From 211 to 250 days ThCh\$	More than 250 days ThCh\$	Total portfolio w/o guarantee ThCh\$
Fixed Telecommunications											
Number of clients w/o renegotiation (1)	688,771	124,240	74,490	70,602	54,778	69,885	63,837	65,003	73,927	3,215,398	4,500,931
Net portfolio w/o renegotiation	21,763,293	698,821	1,019,889	634,284	588,687	598,845	174,673	179,990	298,663	3,202,716	29,159,861
Debt	21,839,471	1,610,643	2,473,454	1,825,539	1,817,339	2,215,851	1,182,624	1,709,889	2,340,296	88,145,306	125,160,412
Accrual	(76,178)	(911,822)	(1,453,565)	(1,191,255)	(1,228,652)	(1,617,006)	(1,007,951)	(1,529,899)	(2,041,633)	(84,942,590)	(96,000,551)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	90,708	90,708
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	381	381
Debt	-	-	-	-	-	-	-	-	-	838,115	838,115
Accrual	-	-	-	-	-	-	-	-	-	(837,734)	(837,734)
Total number of clients	688,771	124,240	74,490	70,602	54,778	69,885	63,837	65,003	73,927	3,306,106	4,591,639
Total Fixed Telephone Portfolio	21,763,293	698,821	1,019,889	634,284	588,687	598,845	174,673	179,990	298,663	3,203,097	29,160,242
Debt	21,839,471	1,610,643	2,473,454	1,825,539	1,817,339	2,215,851	1,182,624	1,709,889	2,340,296	88,983,421	125,998,527
Accrual	(76,178)	(911,822)	(1,453,565)	(1,191,255)	(1,228,652)	(1,617,006)	(1,007,951)	(1,529,899)	(2,041,633)	(85,780,324)	(96,838,285)
Corporate Communication and Data											
Number of clients w/o renegotiation (1)	5,589	3,927	2,761	3,056	2,889	2,573	2,519	2,373	2,342	8,787	36,816
Net portfolio w/o renegotiation	43,702,179	5,830,403	2,956,776	2,536,683	2,842,242	1,203,527	1,383,559	962,332	989,550	7,003,965	69,411,216
Debt	44,175,188	6,079,036	3,138,828	2,725,565	3,112,398	1,339,038	1,552,467	1,101,192	1,148,236	19,737,960	84,109,908
Accrual	(473,009)	(248,633)	(182,052)	(188,882)	(270,156)	(135,511)	(168,908)	(138,860)	(158,686)	(12,733,995)	(14,698,692)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	5,589	3,927	2,761	3,056	2,889	2,573	2,519	2,373	2,342	8,787	36,816
Total Corporate Communication and Data Portfolio	43,702,179	5,830,403	2,956,776	2,536,683	2,842,242	1,203,527	1,383,559	962,332	989,550	7,003,965	69,411,216
Debt	44,175,188	6,079,036	3,138,828	2,725,565	3,112,398	1,339,038	1,552,467	1,101,192	1,148,236	19,737,960	84,109,908
Accrual	(473,009)	(248,633)	(182,052)	(188,882)	(270,156)	(135,511)	(168,908)	(138,860)	(158,686)	(12,733,995)	(14,698,692)
Television											
Number of clients w/o renegotiation (1)	191,420	78,235	23,959	22,616	22,183	23,323	22,123	20,155	21,464	239,477	664,955
Net portfolio w/o renegotiation	21,299,424	398,131	143,134	108,797	59,145	13,320	19,002	9,399	6,871	180,432	22,237,655
Debt	21,602,144	651,097	440,143	550,008	589,136	573,554	533,097	532,997	545,020	3,041,111	29,058,307
Accrual	(302,720)	(252,966)	(297,009)	(441,211)	(529,991)	(560,234)	(514,095)	(523,598)	(538,149)	(2,860,679)	(6,820,652)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	191,420	78,235	23,959	22,616	22,183	23,323	22,123	20,155	21,464	239,477	664,955
Total Television Portfolio	21,299,424	398,131	143,134	108,797	59,145	13,320	19,002	9,399	6,871	180,432	22,237,655
Debt	21,602,144	651,097	440,143	550,008	589,136	573,554	533,097	532,997	545,020	3,041,111	29,058,307
Accrual	(302,720)	(252,966)	(297,009)	(441,211)	(529,991)	(560,234)	(514,095)	(523,598)	(538,149)	(2,860,679)	(6,820,652)

(1) The information mentioned in this line represents the number of current customers and to those that have been commercially eliminated and which are still in collections management,

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



8. Current trade and other accounts receivable, continued

f) The composition of the portfolio stratified by segment as of December 31, 2023 is detailed as follows, continued

Stratification of portfolio by segment As of December 31, 2023	Up to date ThCh\$	From 1 to 30 days ThCh\$	From 31 to 60 days ThCh\$	From 61 to 90 day ThCh\$	From 91 to 120 days ThCh\$	From 121 to 150 days ThCh\$	From 151 to 180 days ThCh\$	From 181 to 210 days ThCh\$	From 211 to 250 days ThCh\$	More than 250 days ThCh\$	Total portfolio w/o guarantee ThCh\$
Mobile Business											
Number of clients w/o renegotiation (1)	882,223	318,194	57,245	50,406	35,118	49,070	47,695	49,057	61,186	1,672,163	3,222,357
Net portfolio w/o renegotiation	92,560,596	5,572,393	3,277,276	2,200,016	1,703,789	1,681,505	961,451	614,187	584,935	7,315,951	116,472,099
Debt	100,241,065	9,445,777	5,966,293	4,404,226	4,057,504	4,675,329	3,210,529	2,560,087	2,786,022	35,101,346	172,448,178
Accrual	(7,680,469)	(3,873,384)	(2,689,017)	(2,204,210)	(2,353,715)	(2,993,824)	(2,249,078)	(1,945,900)	(2,201,087)	(27,785,395)	(55,976,079)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	10,556	10,556
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	766,633	766,633
Accrual	-	-	-	-	-	-	-	-	-	(766,633)	(766,633)
Total number of clients	882,223	318,194	57,245	50,406	35,118	49,070	47,695	49,057	61,186	1,682,719	3,232,913
Total Other Portfolio	92,560,596	5,572,393	3,277,276	2,200,016	1,703,789	1,681,505	961,451	614,187	584,935	7,315,951	116,472,099
Debt	100,241,065	9,445,777	5,966,293	4,404,226	4,057,504	4,675,329	3,210,529	2,560,087	2,786,022	35,867,979	173,214,811
Accrual	(7,680,469)	(3,873,384)	(2,689,017)	(2,204,210)	(2,353,715)	(2,993,824)	(2,249,078)	(1,945,900)	(2,201,087)	(28,552,028)	(56,742,712)
Contractual Asset and Others											
Number of clients w/o renegotiation (1)	-	-	-	-	-	-	-	-	-	-	-
Net portfolio w/o renegotiation	28,454,823	-	-	-	-	-	-	-	-	-	28,454,823
Debt	28,705,099	-	-	-	-	-	-	-	-	-	28,705,099
Accrual	(250,276)	-	-	-	-	-	-	-	-	-	(250,276)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	-	-	-	-	-	-	-	-	-	-	-
Total Other Portfolio	28,454,823	-	-	-	-	-	-	-	-	-	28,454,823
Debt	28,705,099	-	-	-	-	-	-	-	-	-	28,705,099
Accrual	(250,276)	-	-	-	-	-	-	-	-	-	(250,276)
Consolidated Portfolio											
Number of clients w/o renegotiation (1)	1,768,003	524,596	158,455	146,680	114,968	144,851	136,174	136,588	158,919	5,135,825	8,425,059
Net portfolio w/o renegotiation	207,780,315	12,499,748	7,397,075	5,479,780	5,193,863	3,497,197	2,538,685	1,765,908	1,880,019	17,703,064	265,735,654
Debt	216,562,967	17,786,553	12,018,718	9,505,338	9,576,377	8,803,772	6,478,717	5,904,165	6,819,574	146,025,723	439,481,904
Accrual	(8,782,652)	(5,286,805)	(4,621,643)	(4,025,558)	(4,382,514)	(5,306,575)	(3,940,032)	(4,138,257)	(4,939,555)	(128,322,659)	(173,746,250)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	101,264	101,264
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	381	381
Debt	-	-	-	-	-	-	-	-	-	1,604,748	1,604,748
Accrual	-	-	-	-	-	-	-	-	-	(1,604,367)	(1,604,367)
Total number of clients	1,768,003	524,596	158,455	146,680	114,968	144,851	136,174	136,588	158,919	5,237,089	8,526,323
Total Consolidated Portfolio	207,780,315	12,499,748	7,397,075	5,479,780	5,193,863	3,497,197	2,538,685	1,765,908	1,880,019	17,703,445	265,736,035
Debt	216,562,967	17,786,553	12,018,718	9,505,338	9,576,377	8,803,772	6,478,717	5,904,165	6,819,574	147,630,471	441,086,652
Accrual	(8,782,652)	(5,286,805)	(4,621,643)	(4,025,558)	(4,382,514)	(5,306,575)	(3,940,032)	(4,138,257)	(4,939,555)	(129,927,026)	(175,350,617)

(1) The information mentioned in this line represents the number of current customers and to those that have been commercially eliminated and which are still in collections management.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



8. Current trade and other accounts receivable, continued

f) The composition of the portfolio stratified by segment as of December 31, 2022 is as follows, continued

Stratification of portfolio by segment As of December 31, 2022	Up to date ThCh\$	From 1 to 30 days ThCh\$	From 31 to 60 days ThCh\$	From 61 to 90 day ThCh\$	From 91 to 120 days ThCh\$	From 121 to 150 days ThCh\$	From 151 to 180 days ThCh\$	From 181 to 210 days ThCh\$	From 211 to 250 days ThCh\$	More than 250 days ThCh\$	Total portfolio w/o guarantee ThCh\$
Fixed Telecommunications											
Number of clients w/o renegotiation (1)	586,004	224,072	76,887	69,481	61,374	57,594	56,913	56,040	60,769	3,110,686	4,359,820
Net portfolio w/o renegotiation	20,968,886	784,368	1,039,736	777,333	730,667	423,844	141,314	194,787	183,567	1,924,092	27,168,594
Debt	20,995,380	1,155,713	2,201,273	1,907,798	1,854,823	1,568,312	956,762	1,262,683	1,343,655	88,543,394	121,789,793
Accrual	(26,494)	(371,345)	(1,161,537)	(1,130,465)	(1,124,156)	(1,144,468)	(815,448)	(1,067,896)	(1,160,088)	(86,619,302)	(94,621,199)
Number of clients w/renegotiation	-	218	57	50	60	18	45	48	42	90,307	90,845
Net renegotiated portfolio	-	4,020	132	19	31	32	-	-	-	5,191	9,425
Debt	-	4,760	457	117	408	550	339	542	113	828,204	835,490
Accrual	-	(740)	(325)	(98)	(377)	(518)	(339)	(542)	(113)	(823,013)	(826,065)
Total number of clients	586,004	224,290	76,944	69,531	61,434	57,612	56,958	56,088	60,811	3,200,993	4,450,665
Total Fixed Telephone Portfolio	20,968,886	788,388	1,039,868	777,352	730,698	423,876	141,314	194,787	183,567	1,929,283	27,178,019
Debt	20,995,380	1,160,473	2,201,730	1,907,915	1,855,231	1,568,862	957,101	1,263,225	1,343,768	89,371,598	122,625,283
Accrual	(26,494)	(372,085)	(1,161,862)	(1,130,563)	(1,124,533)	(1,144,986)	(815,787)	(1,068,438)	(1,160,201)	(87,442,315)	(95,447,264)
Corporate Communication and Data											
Number of clients w/o renegotiation (1)	2,988	1,852	41	1,175	1,006	906	736	642	640	4,590	14,576
Net portfolio w/o renegotiation	38,622,396	2,848,144	301,781	1,743,788	1,713,020	972,550	645,193	506,371	483,599	2,386,783	50,223,625
Debt	38,809,558	3,052,624	349,876	2,133,086	2,310,735	1,438,519	1,016,692	912,088	884,790	15,992,844	66,900,812
Accrual	(187,162)	(204,480)	(48,095)	(389,298)	(597,715)	(465,969)	(371,499)	(405,717)	(401,191)	(13,606,061)	(16,677,187)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	2,988	1,852	41	1,175	1,006	906	736	642	640	4,590	14,576
Total Corporate Communication and Data Portfolio	38,622,396	2,848,144	301,781	1,743,788	1,713,020	972,550	645,193	506,371	483,599	2,386,783	50,223,625
Debt	38,809,558	3,052,624	349,876	2,133,086	2,310,735	1,438,519	1,016,692	912,088	884,790	15,992,844	66,900,812
Accrual	(187,162)	(204,480)	(48,095)	(389,298)	(597,715)	(465,969)	(371,499)	(405,717)	(401,191)	(13,606,061)	(16,677,187)
Television											
Number of clients w/o renegotiation (1)	182,360	74,532	22,825	21,545	21,133	22,218	21,075	19,200	20,448	228,142	633,478
Net portfolio w/o renegotiation	18,587,477	289,670	139,022	78,247	37,884	9,327	7,119	5,223	4,405	269,225	19,427,599
Debt	19,049,156	336,248	427,500	395,567	377,357	401,595	199,716	296,198	349,431	5,050,039	26,882,807
Accrual	(461,679)	(46,578)	(288,478)	(317,320)	(339,473)	(392,268)	(192,597)	(290,975)	(345,026)	(4,780,814)	(7,455,208)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	182,360	74,532	22,825	21,545	21,133	22,218	21,075	19,200	20,448	228,142	633,478
Total Television Portfolio	18,587,477	289,670	139,022	78,247	37,884	9,327	7,119	5,223	4,405	269,225	19,427,599
Debt	19,049,156	336,248	427,500	395,567	377,357	401,595	199,716	296,198	349,431	5,050,039	26,882,807
Accrual	(461,679)	(46,578)	(288,478)	(317,320)	(339,473)	(392,268)	(192,597)	(290,975)	(345,026)	(4,780,814)	(7,455,208)

(1) The information mentioned in this line represents the number of current customers and to those that have been commercially eliminated and which are still in collections management.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



8. Current trade and other accounts receivable, continued

f) The composition of the portfolio stratified by segment as of December 31, 2022 is as follows, continued

Stratification of portfolio by segment As of December 31, 2022	Up to date ThCh\$	From 1 to 30 days ThCh\$	From 31 to 60 days ThCh\$	From 61 to 90 day ThCh\$	From 91 to 120 days ThCh\$	From 121 to 150 days ThCh\$	From 151 to 180 days ThCh\$	From 181 to 210 days ThCh\$	From 211 to 250 days ThCh\$	More than 250 days ThCh\$	Total portfolio w/o guarantee ThCh\$
Mobile Business											
Number of clients w/o renegotiation (1)	976,218	300,926	68,523	56,322	54,958	47,432	50,436	44,348	40,393	1,626,980	3,266,536
Net portfolio w/o renegotiation	99,896,540	4,363,602	2,701,076	2,266,326	1,042,011	1,703,172	778,851	711,877	459,450	5,074,816	118,997,721
Debt	110,256,578	7,563,423	5,064,848	4,706,572	2,944,278	5,344,878	2,837,674	3,867,057	2,898,095	37,462,529	182,945,932
Accrual	(10,360,038)	(3,199,821)	(2,363,772)	(2,440,246)	(1,902,267)	(3,641,706)	(2,058,823)	(3,155,180)	(2,438,645)	(32,387,713)	(63,948,211)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	10,556	10,556
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	767,505	767,505
Accrual	-	-	-	-	-	-	-	-	-	(767,505)	(767,505)
Total number of clients	976,218	300,926	68,523	56,322	54,958	47,432	50,436	44,348	40,393	1,637,536	3,277,092
Total Other Portfolio	99,896,540	4,363,602	2,701,076	2,266,326	1,042,011	1,703,172	778,851	711,877	459,450	5,074,816	118,997,721
Debt	110,256,578	7,563,423	5,064,848	4,706,572	2,944,278	5,344,878	2,837,674	3,867,057	2,898,095	38,230,034	183,713,437
Accrual	(10,360,038)	(3,199,821)	(2,363,772)	(2,440,246)	(1,902,267)	(3,641,706)	(2,058,823)	(3,155,180)	(2,438,645)	(33,155,218)	(64,715,716)
Contractual Asset and Others											
Number of clients w/o renegotiation (1)	-	-	-	-	-	-	-	-	-	-	-
Net portfolio w/o renegotiation	26,166,874	-	-	-	-	-	-	-	-	-	26,166,874
Debt	26,405,631	-	-	-	-	-	-	-	-	-	26,405,631
Accrual	(238,757)	-	-	-	-	-	-	-	-	-	(238,757)
Number of clients w/renegotiation	-	-	-	-	-	-	-	-	-	-	-
Net renegotiated portfolio	-	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-	-
Accrual	-	-	-	-	-	-	-	-	-	-	-
Total number of clients	-	-	-	-	-	-	-	-	-	-	-
Total Other Portfolio	26,166,874	-	-	-	-	-	-	-	-	-	26,166,874
Debt	26,405,631	-	-	-	-	-	-	-	-	-	26,405,631
Accrual	(238,757)	-	-	-	-	-	-	-	-	-	(238,757)
Consolidated Portfolio											
Number of clients w/o renegotiation (1)	1,747,570	601,382	168,276	148,523	138,471	128,150	129,160	120,230	122,250	4,970,398	8,274,410
Net portfolio w/o renegotiation	204,242,173	8,285,784	4,181,615	4,865,694	3,523,582	3,108,893	1,572,477	1,418,258	1,131,021	9,654,916	238,474,711
Debt	215,516,303	12,108,008	8,043,497	9,143,023	7,487,193	8,753,304	5,010,844	6,338,026	5,475,971	147,048,806	421,415,273
Accrual	(11,274,130)	(3,822,224)	(3,861,882)	(4,277,329)	(3,963,611)	(5,644,411)	(3,438,367)	(4,919,768)	(4,344,950)	(137,393,890)	(182,940,562)
Number of clients w/renegotiation	-	218	57	50	60	18	45	48	42	100,863	101,401
Net renegotiated portfolio	-	4,020	132	19	31	32	-	-	-	5,191	9,425
Debt	-	4,760	457	117	408	550	339	542	113	1,595,709	1,602,995
Accrual	-	-740	(325)	(98)	(377)	(518)	(339)	(542)	(113)	(1,590,518)	(1,593,570)
Total number of clients	1,747,570	601,600	168,333	148,573	138,531	128,168	129,205	120,278	122,292	5,071,261	8,375,811
Total Consolidated Portfolio	204,242,173	8,289,804	4,181,747	4,865,713	3,523,613	3,108,925	1,572,477	1,418,258	1,131,021	9,660,107	241,993,838
Debt	215,516,303	12,112,768	8,043,954	9,143,140	7,487,601	8,753,854	5,011,183	6,338,568	5,476,084	148,644,515	426,527,970
Accrual	(11,274,130)	(3,822,964)	(3,862,207)	(4,277,427)	(3,963,988)	(5,644,929)	(3,438,706)	(4,920,310)	(4,345,063)	(138,984,408)	(184,534,132)

(1) The information mentioned in this line represents the number of current customers and those that have been commercially removed and are still in collection management.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies

a) Currents receivables from related companies:

Company	Taxpayer No.	Country of origin	Nature of the relationship	Transaction origin	Currency	Term	12.31.2023	12.31.2022
							ThCh\$	ThCh\$
Infraco SpA	77,122,635-3	Chile	Associate	Subtotal			5,342,561	7,405,873
				Wholesale and other services	CLP	60 days	2,384,934	3,901,626
				Deployment services	CLP	60 days	2,077,191	2,598,180
				Other credits	CLP	60 days	880,436	906,067
Telefónica Hispanoamérica	Foreign	Spain	Common end controller	Subtotal			4,098,071	4,443,170
				Professional services	EUR	60 days	4,098,071	4,317,733
				Services provided	EUR	60 days	-	125,437
Telefónica Móviles Argentina S.A.	Foreign	Argentina	Common end controller	Subtotal			3,435,549	1,362,092
				Services provided	USD	60 days	1,979,510	1,076,009
				Professional services	EUR	60 days	1,456,039	286,083
Telefónica Cybersecurity & Cloud Tech Chile SpA (1)	77,145,256-6	Chile	Common end controller	Prestación de servicios	CLP	60 days	2,232,531	2,978,259
Telefónica de Argentina S.A.	Foreign	Argentina	Common end controller	Subtotal			2,079,854	1,712,834
				Services provided	USD	60 days	1,083,262	935,985
				Professional services	EUR	60 days	996,592	776,849
Colombia Telecomunicaciones S.A.E.S.P	Foreign	Colombia	Common end controller	Subtotal			2,063,701	34,518
				Professional services	EUR	60 days	2,034,640	-
				Services provided	USD	60 days	29,061	34,518
Telefónica del Perú S.A.	Foreign	Perú	Common end controller	Subtotal			1,786,531	2,008,468
				Professional services	EUR	60 days	1,786,531	1,938,795
				Services provided	USD	60 days	-	69,673
Telxius Cable Chile	96,910,730-9	Chile	Common end controller	Subtotal			1,161,390	300,465
				Services provided	CLP	60 days	1,146,654	149,491
				Professional services			14,736	150,974
Sub-total							22,200,188	20,245,679

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies, continued

a) Currents receivables from related companies, continued

Company	Taxpayer No.	Country of origin	Nature of the relationship	Transaction origin	Currency	Term	12.31.2023	12.31.2022
							ThCh\$	ThCh\$
Pegaso PCS, S.A. de C.V.	Foreign	México	Common end controller	Subtotal			1,015,899	485,235
				Professional services	EUR	60 days	1,015,899	468,710
				Services provided	USD	60 days	-	16,525
Otecel S.A.	Foreign	Ecuador	Common end controller	Subtotal			910,446	806,991
				Professional services	EUR	60 days	903,738	804,165
				Services provided	USD	60 days	6,708	2,826
Telefónica Global Solutions	Foreign	Spain	Common end controller	Services provided	EUR	60 days	727,232	1,290,808
Telefónica Global Solutions Chile, S.p.A.	76,540,944-6	Chile	Common end controller	Services provided	CLP	60 days	672,908	563,928
Telefónica Móviles del Uruguay	Foreign	Uruguay	Common end controller	Services provided	EUR	60 days	531,541	459,739
Telefónica Brasil	Foreign	Brazil	Common end controller	Services provided	USD	90 days	396,138	461,347
Telefónica Venezolana C.A.	Foreign	Venezuela	Common end controller	Subtotal			225,954	263,558
				Professional services	EUR	60 days	225,925	211,255
				Services provided	USD	60 days	29	52,303
Telefónica S.A.	Foreign	Spain	Final controller	Services provided	EUR	60 days	205,070	767,902
Telefónica IoT & Big Data Tech Chile SpA	76,338,291-5	Chile	Common end controller	Services provided	CLP	60 days	167,915	1,014,926
Telefónica Innovación Digital	Foreign	Spain	Common end controller	Services provided	EUR	60 days	111,814	277,000
Telefónica Móviles España	Foreign	Spain	Common end controller	Services provided	EUR	90 days	90,284	62,157
Telefónica Global Technology	Foreign	Spain	Common end controller	Services provided	EUR	60 days	63,435	-
Wayra Chile	96,672,150-2	Chile	Common end controller	Services provided	CLP	60 days	26,076	8,137
TIS Hispam	59,083,900-0	Chile	Common end controller	Services provided	CLP	60 days	6,323	76,276
Telefonica Iot & Big Data Tech	Foreign	Spain	Common end controller	Services provided	EUR	60 days	1,423	46,372
Telefónica Global Roaming GmbH	Foreign	Germany	Common end controller	Services provided	EUR	60 days	-	58,751
Telefónica UK	Foreign	United Kingdom	Common end controller	Services provided	EUR	60 days	-	44,923
Terra Networks Chile S.A.	96,834,230-4	Chile	Common end controller	Services provided	CLP	60 days	-	18,079
Total							27,352,646	26,951,808

There are no allowances for doubtful accounts or guarantees related to amounts included in outstanding balances,
For amounts in excess of 5% of their total heading, the origin of the service rendered is specified,

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies, continued

b) Non-current receivables from related companies

Company	Taxpayer No.	Country of origin	Nature of the relationship	Transaction origin	Currency	Term	12.31.2023 ThCh\$	12.31.2022 ThCh\$
HoldCo Infraco SpA (1)	77,374,961-2	Chile	Associate	Sale of Fiber Optic business (1)	CLP	-	73,199,300	68,508,794
				Loan (2)	CLP	-	44,335,725	-
Total							117,535,025	68,508,794

(1) Corresponds to subordinate debt generated by the sale of 40% of the optic fiber business which took place in July 2021, for the amount of ThCh\$78,863,065 (historical), documented in share purchase agreement signed with Alameda ChileCo SpA.

(2) On December 22, 2023 HoldCo InfraCo SpA signed for a loan in the amount of ThCh\$44,186,971 with Telefónica Chile S.A. (see Note 18).

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies, continued

c) Current payables to related companies:

Company	Taxpayer No.	Country of origin	Nature of the relationship	Transaction origin	Currency	Term	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Infraco SpA.	77,122,635-3	Chile	Associate	Services provided	CLP	60 days	42,942,037	46,264,286
Telefónica Cybersecurity & Cloud Tech Chile SpA	77.145.256-6	Chile	Common end controller	Services provided	CLP	60 days	16,899,762	17,463,563
Telefónica Argentina S.A.	Foreign	Argentina	Common end controller	Services provided	USD	60 days	9,582,536	11,235,475
Telxius Cable Chile	96,910,730-9	Chile	Common end controller	Subtotal			7,725,849	7,295,917
				IP voice traffic	CLP	60 days	6,495,599	5,323,538
				Data and links	CLP	60 days	1,230,250	1,874,949
				Mandate	CLP	60 days	-	97,430
Telefónica Innovación Digital	Foreign	Spain	Common end controller	Services provided	EUR	60 days	6,616,144	4,686,002
Telefónica S.A.	Foreign	Spain	Controlador final	Subtotal			6,413,307	6,809,674
				Brand Fee	EUR	60 days	6,064,376	6,251,544
				Others	EUR	60 days	348,931	558,130
Telefónica Hispanoamérica, S.L.	Foreign	Spain	Common end controller	Services provided	EUR	60 days	6,123,065	5,771,749
Telefónica Global Solutions	Foreign	Spain	Common end controller	Services provided	EUR	60 days	4,943,435	6,559,356
Telefónica IoT & Big Data Tech Chile SpA	76,338,291-5	Chile	Common end controller	Services provided	CLP	60 days	4,388,655	4,326,512
Telefónica Móviles Argentina S.A.	Foreign	Argentina	Common end controller	Services provided	USD	60 days	2,662,165	1,122,684
Telefónica Compras Electrónicas	Foreign	Spain	Common end controller	Services provided	EUR	60 days	2,163,947	1,591,360
Telefónica Global Solutions Chile, SpA	76,540,944-6	Chile	Common end controller	Services provided	CLP	60 days	2,964,471	4,258,743
Telefonica lot & Big Data Tech	Foreign	Spain	Common end controller	Services provided	EUR	60 days	1,169,544	1,076,207
Telefónica del Perú S.A.	Foreign	Perú	Common end controller	Services provided	USD	60 days	603,651	569,890
TIS Hispam	Foreign	Spain	Common end controller	Services provided	EUR	60 days	507,369	399,347
Telefónica Brasil	Foreign	Brazil	Common end controller	Services provided	USD	60 days	332,880	200,165
Telefónica Global Roaming GmbH	Foreign	Germany	Common end controller	Services provided	EUR	60 days	318,813	-
Telefónica Global Technology S.A.U.	Foreign	Spain	Common end controller	Services provided	EUR	60 days	314,006	37,580
Media Network Perú	Foreign	Perú	Common end controller	Services provided	EUR	60 days	239,768	322,119
Telefonica Venezolana C.A.	Foreign	Venezuela	Common end controller	Services provided	USD	60 days	191,092	124,897
Telefónica Móviles España	Foreign	Spain	Common end controller	Services provided	EUR	60 days	182,692	41,431
Telefónica O2 Germany GmbH & Co Ohg	Foreign	Germany	Common end controller	Services provided	EUR	60 days	142,659	163,513
Terra México	Foreign	México	Common end controller	Services provided	USD	60 days	142,258	109,177
Colombia Telecomunicaciones	Foreign	Colombia	Common end controller	Services provided	USD	60 days	136,239	72,621
Pegaso PCS, S.A.	Foreign	México	Common end controller	Services provided	USD	60 days	123,345	90,850
Telefónica Móviles del Uruguay S.A.	Foreign	Uruguay	Common end controller	Services provided	USD	60 days	78,951	18,033
Telefónica Servicios Audiovisuales	Foreign	Spain	Common end controller	Services provided	EUR	60 days	51,764	58,912
Otecel S.A.	Foreign	Ecuador	Common end controller	Services provided	USD	60 days	29,301	22,710
Telefónica Global Services GmbH	Foreign	United Kingdom	Common end controller	Services provided	EUR	60 days	15,340	21,743
Sub-total							118,005,045	120,714,516

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies, continued

c) Current payables to related companies, continued

Company	Taxpayer No,	Country of origin	Nature of the relationship	Transaction origin	Currency	Term	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Telefónica Cybersecurity & Cloud Tech España	Foreign	Spain	Common end controller	Services provided	EUR	60 days	-	351,463
Telefónica UK	Foreign	United Kingdom	Common end controller	Services provided	EUR	60 days	-	30,528
T. Germany GMBH & CO OHG	Foreign	Alemania	Controlador final común	Prestación de servicios	EUR	60 days	-	16,105
Inversiones Telefónica Internacional Holding SpA	77,363,730-K	Chile	Matrix	Prestación de servicios	CLP	60 days	-	9,250
Total							118,005,045	121,121,862

There are no guarantees related to amounts included in outstanding balances.

For amounts in excess of 5% of their total heading, the origin of the service rendered is specified.

d) Non-current payables to related companies:

Company	Taxpayer No,	Country of origin	Nature of the relationship	Transaction origin	Currency	12.31.2023 ThCh\$	12.31.2022 ThCh\$
InfraCo SpA	77,122,635-3	Chile	Associate	Lease	CLP	4,847,422	4,555,421
				HR obligation	CLP	577,882	-
Telefónica S.A.	Foreign	Spain	End controller	HR obligation	CLP	1,620,713	992,743
Telefónica Cybersecurity & Cloud Tech Chile SpA	77,145,256-6	Chile	End controller	HR obligation	CLP	76,737	-
Total						7,122,754	5,548,164

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



9. Receivables from and payable to related companies, continued

e) The most significant transactions and their effects on Results:

Company	Taxpayer No.	Country of origin	Nature of the relationship	Transaction origin	Currency	ThCh\$	12.31.2023 Effect on income (charge)/credit	ThCh\$	12.31.2022 Effect on income (charge)/credit
Infraco S.p.A.	77,122,635-3	Chile	Associate	Deployment services	CLP	57,294,950	57,294,950	80,842,849	80,842,849
				Fiber optic connectivity.	CLP	135,682,401	(135,682,401)	112,064,231	(112,064,231)
HoldCo InfraCo S.p.A	77,374,961-2	Chile	Associate	Interest and readjustment, subordinated debt	CLP	11,018,205	11,018,205	2,350,714	2,350,714
Telefónica Hispanoamérica S.A.	Foreign	Spain	Common end controller	Professional services	EUR	4,180,430	4,180,430	4,553,734	4,553,734
				Costs	EUR	5,372,629	(5,372,629)	5,706,603	(5,706,603)
Telxius Cable Chile S.A.	96,910,730-9	Chile	Common end controller	Services provided	CLP	3,020,443	3,020,443	2,872,447	2,872,447
				Costs	CLP	12,815,177	(12,815,177)	14,133,279	(14,133,279)
Colombia Telecomunicaciones S.A.	Foreign	Colombia	Common end controller	Professional services	EUR	2,034,640	2,034,640	-	-
Telefónica Móviles Argentina S.A.	Foreign	Argentina	Common end controller	Professional services	EUR	1,934,561	1,934,561	2,810,566	2,810,566
				Professional services	USD	1,345,237	1,345,237	521,622	521,622
				Costs	USD	1,430,749	(1,430,749)	1,428,704	(1,428,704)
Telefónica Global Solutions Chile, S.p.A.	76,540,944-6	Chile	Common end controller	Services provided	CLP	1,790,915	1,790,915	1,777,189	1,777,189
				Costs	CLP	3,738,561	(3,738,561)	4,494,767	(4,494,767)
Pegaso PCS, S.A.	Foreign	México	Common end controller	Professional services	EUR	1,369,020	1,369,020	399,531	399,531
Telefónica Global Solutions	Foreign	Spain	Common end controller	Services provided	EUR	1,411,771	1,411,771	1,777,189	1,777,189
				Costs	EUR	4,447,185	(4,447,185)	4,494,767	(4,494,767)
Telefónica Cybersecurity & Cloud Tech Chile S.p.A.	77,145,256-6	Chile	Common end controller	Services provided	CLP	998,287	998,287	1,320,230	1,320,230
				Costs	CLP	40,107,351	(40,107,351)	29,202,716	(29,202,716)
Telefónica S.A.	Extranjera	Spain	Matrix	Services provided	EUR	377,941	377,941	1,887,675	1,887,675
				Costos	EUR	1,591,271	(1,591,271)	2,320,070	(2,320,070)
				Brand Fee	EUR	23,409,263	(23,409,263)	27,062,468	(27,062,468)
Telefónica Compras Electrónicas S.L.	Foreign	Spain	Common end controller	Costs	EUR	2,273,947	(2,273,947)	2,209,313	(2,209,313)
Telefónica IoT & Big Data Tech S.A.	Foreign	Spain	Common end controller	Costs	EUR	2,603,279	(2,603,279)	2,885,611	(2,885,611)
Telefónica Argentina S.A.	Foreign	Argentina	Common end controller	Costs	CLP	3,189,947	(3,189,947)	962,845	(962,845)
Telefónica IoT & Big Data Tech Chile S.p.A.	76,338,291-5	Chile	Common end controller	Sale IOT Big Data	CLP	3,338,135	(3,338,135)	6,312,785	(6,312,785)
Telefónica Global Technology S.A.U.	Foreign	Spain	Common end controller	Costs	EUR	4,735,160	(4,735,160)	4,675,939	(4,675,939)
Telefónica Innovación Digital	Foreign	Spain	Common end controller	Costs	EUR	13,009,462	(13,009,462)	11,099,842	(11,099,842)

Only transactions between related entities exceeding Th\$1,000,000 are disclosed.

9. Receivables from and payable to related companies, continued

e) The most significant transactions and their effects on results, continued

Title XVI of the Corporations Law, and other relevant regulations, requires that a publicly traded corporation's transactions with related companies are carried out under terms similar to those commonly prevailing in the market. As of December 31, 2023, and 2022 the Company has no significant transactions with related parties other than those already reported in these financial statements.

There have been charges and credits to current accounts in the receivables of companies due to billing for sale of materials, equipment and services. The conditions of the Mercantile Current Account and Mandate are currents, accruing interest at a variable interest rate that adjusts to market conditions.

Sales and service rendering expire in the short-term (less than one year) and the expiry conditions for each case vary by virtue of the transaction that generates them.

f) Remuneration and benefits received by the Company's key employees:

The Company is managed by a Board of Directors composed of 3 members and its key employees are 78 and 76 for December 31, 2023, and 2022 respectively,

Concepts	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Salaries	14,980,339	13,038,457
Post employment benefits	100,560	1,120,377
Total	15,080,899	14,158,834

10. Inventory

a) The detail of inventory is as follows:

Concepts	12.31.2023			12.31.2022		
	Gross value ThCh\$	Allowance for obsolescence ThCh\$	Net value	Gross value ThCh\$	Allowance for obsolescence ThCh\$	Net value ThCh\$
Mobile equipment (1)	34,935,705	(135,400)	34,800,305	17,420,735	(98,683)	17,322,052
Optic fiber (2)	22,540,613	(414,202)	22,126,411	25,234,548	(282,093)	24,952,455
Modems and Router	15,726,461	(601,282)	15,125,179	26,136,093	(479,115)	25,656,978
Basic telephony, public telephony, switchboard ("centralitas") and IP Solutions Projects	10,695,223	(264,474)	10,430,749	12,560,776	(115,499)	12,445,277
Decoders and TV equipment (3)	4,641,728	(245,553)	4,396,175	5,693,936	(124,266)	5,569,670
Accessories and other	4,385,913	(74,558)	4,311,355	5,640,539	(144,038)	5,496,501
Total	92,925,643	(1,735,469)	91,190,174	92,686,627	(1,243,694)	91,442,933

(1) Contains materials associated to external plant development and network deployment.

(2) Includes decoders, remote controls, power sources, antennae, cables and connection elements.

As of December 31, 2023 and 2022 there have been no inventory write-offs, there is no inventory in guarantee,

b) The movement of inventory is as follows:

Movements	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Beginning balance	91,442,933	99,897,490
Purchases	386,583,304	416,179,658
Sales	(386,122,061)	(429,391,997)
Allowance for obsolescence	(491,775)	483,214
Transfer betwent Property, plant and equipment and inventory (see note 15)	(222,227)	4,274,568
Movement, subtotal	(252,759)	(8,454,557)
Ending balance	91,190,174	91,442,933

11. Income Taxes

a) Income Taxes:

As of December 31, 2023 and 2022, both the parent company, Telefónica Móviles Chile S.A. and subsidiaries Telefónica Servicios Corporativos Ltda. and Telefónica Empresas S.A., are in a tax loss situation, therefore they have not established a provision for first category tax. Likewise, as of December 31, subsidiary Telefónica Chile S.A. is in a tax loss situation, however as of December 2022 it had established a provision for first category tax since it had a taxable base of ThCh\$2,306,715.

The first category tax losses as of December 31, 2023 and 2022 are detailed as follows:

- Telefónica Móviles Chile S.A. in the amount of ThCh\$244,303,263 and ThCh\$125,271,853, respectively.
- Telefónica Empresas Chile S.A. in the amount of ThCh\$199,486,237 and ThCh\$121,121,064, respectively.
- Telefónica Servicios Corporativos Ltda. in the amount of ThCh\$1,186,158 and ThCh\$11,119,485, respectively
- Telefónica Chile S.A. in the amount of ThCh\$95,073,332 as of December 31, 2023.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



11. Income Taxes, continued

a) Income Taxes, continued

As of December 31, 2023, corporate income is detailed as follows:

Subsidiaries	Accumulated credit balances (SAC)								
	Control	Income subject to Global Complementary or Additional Tax (RAI)	Difference between Accelerated Devaluation And normal (DDAN)	Exempt income (REX) Non-taxable income	Accumulated as of 01.01.2017 Current loan rate (factor of 27%)		Total available credit against final taxes (art 41 A & 41 C of ITL)	Accumulated up to 12.31.2016 Effective rate 22,77% Entitled to return	Total Balance of Taxable Net Income (STUT)
					Subject to restitution entitled to return	No Subject to restitution entitled to return			
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Telefónica Móviles Chile S.A.	-	-	-	-	5,294,873	-	-	-	-
Telefónica Chile S.A.	-	-	-	-	(45,733)	-	-	218,877,149	965,930,136
Telefónica Empresas Chile S.A.	3,735,017	-	-	3,735,017	(635,607)	-	-	-	-
Telefónica Chile Servicios Corporativos Ltda.	110,454,534	110,454,534	-	-	20,489,207	-	-	22,503,334	83,809,478
Total	114,189,551	110,454,534	-	3,735,017	25,102,740	-	-	241,380,483	1,049,739,614

b) Current tax assets

As of December 31, 2023, and 2022, current income tax assets are detailed as follows:

Concepts	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Monthly prepaid tax installments (1)	13,529,685	31,274,572
Provisional payment on absorbed profits (2)	8,390,376	8,390,377
Sence and others	786,074	743,633
Total	22,706,135	40,408,582

(1) Corresponds to the net amount of monthly provisional payments and the provision for income tax of Telefónica Chile S.A. in the amount of ThCh\$4,267,625, Telefónica Móviles Chile S.A. in the amount of ThCh\$2,106,902 and Telefónica Chile Servicios Corporativos Ltda. in the amount of ThCh\$553 and prior year recoverable taxes of Telefónica Chile S.A. in the amount of ThCh\$110,509, Telefónica Chile Servicios Corporativos Ltda. in the amount of ThCh\$1,032,041 and Telefónica Móviles Chile S.A. in the amount of ThCh\$6,012,055.

(2) Tax refunds for Inversiones Telefónica Móviles Holding S.A. in the amount of ThCh\$2,718,729 for FY 2015 and FY 2016 and Telefónica Móviles Chile S.A. in the amount of ThCh\$5,671,648 (Income Tax Return FY 2022),

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



11. Income Taxes, continued

c) Deferred tax assets and liabilities

As of December 31, 2023, and 2022 accumulated balances of temporary differences originated net deferred tax assets in the amount of ThCh\$62,113,903, and ThCh\$10.941.418 respectively and which are detailed as follows:

Disclosure of temporary differences, losses and unused tax credits December 31, 2023	Provision for impairment	Activated expenses	Deferred income	Effect or taxable goodwill on merger of subsidiary	Dismantling provision	Deferred cost of sales & deferred sales commissions	Personnel provisions	Amortization and depreciation of assets	Tax loss	Right of use and leasing obligations	Other temporary differences	Reclassification (1)	Temporary differences	Temporary differences, losses and unused tax credits
Deferred tax assets and liabilities														
Deferred tax assets	20,403,743	-	5,700,197	66,104,819	4,438,135	-	7,526,771	-	145,813,228	5,865	8,339,977	(99,920,836)	158,411,899	158,411,899
Deferred tax liabilities	-	2,808,944	-	-	-	104,424,775	2,469,046	63,599,947	-	3,857,225	19,058,895	(99,920,836)	96,297,996	96,297,996
Deferred tax liabilities (assets)	(20,403,743)	2,808,944	(5,700,197)	(66,104,819)	(4,438,135)	104,424,775	(5,057,725)	63,599,947	(145,813,228)	3,851,360	10,718,918	-	(62,113,903)	(62,113,903)
Deferred tax assets and liabilities, net														
Deferred tax assets, net	(20,403,743)	-	(5,700,197)	(66,104,819)	(4,438,135)	-	(5,057,725)	-	(145,813,228)	-	-	-	(247,517,847)	(247,517,847)
Deferred tax liabilities, net	-	2,808,944	-	-	-	104,424,775	-	63,599,947	-	3,851,360	10,718,918	-	185,403,944	185,403,944
Deferred tax expense (benefit)														
Deferred tax expense (benefit)	3,637,721	(11,700,001)	18,941,391	(60,060)	442,997	18,564,313	1,552,554	(5,704,327)	(71,486,380)	4,059,969	(4,272,945)	-	(46,024,768)	(46,024,768)
Deferred tax expense (benefit) recognized in income	3,637,721	(11,700,001)	18,941,391	(60,060)	442,997	18,564,313	1,552,554	(5,704,327)	(71,486,380)	4,059,969	(4,272,945)	-	(46,024,768)	(46,024,768)
-														
Deferred tax liabilities (assets) – Beginning balance Dec, 2022	(24,041,464)	14,508,945	(24,641,588)	(66,044,759)	(4,881,132)	85,860,462	(6,261,061)	69,304,274	(69,528,348)	(208,608)	14,991,863	-	(10,941,416)	(10,941,416)
Changes in deferred tax liabilities (assets)														
Deferred tax expense (benefit) recognized in income	3,637,721	(11,700,001)	18,941,391	(60,060)	442,997	18,564,313	1,552,554	(5,704,327)	(71,486,380)	4,059,969	(4,272,945)	-	(46,024,768)	(46,024,768)
Deferred taxes related to items credited (charged) directly to equity	-	-	-	-	-	-	-	-	(4,798,500)	-	-	-	(4,798,500)	(4,798,500)
Income taxes related to components of other comprehensive income	-	-	-	-	-	-	(349,219)	-	-	-	-	-	(349,219)	(349,219)
Increase (decrease) in deferred tax (assets) liabilities	3,637,721	(11,700,001)	18,941,391	(60,060)	442,997	18,564,313	1,203,335	(5,704,327)	(76,284,880)	4,059,969	(4,272,945)	-	(51,172,487)	(51,172,487)
Deferred tax liabilities (assets)	(20,403,743)	2,808,944	(5,700,197)	(66,104,819)	(4,438,135)	104,424,775	(5,057,726)	63,599,947	(145,813,228)	3,851,361	10,718,918	-	(62,113,903)	(62,113,903)

(1) Corresponds to netting of deferred tax assets and liabilities,

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



11. Income Taxes, continued

c) Assets and Liability by Deferred taxes, continued

Disclosure of temporary differences, losses and unused tax credits December 31, 2022	Provision for impairment	Activated expenses	Deferred income	Effect or taxable goodwill on merger of subsidiary	Dismantling provision	Deferred cost of sales & deferred sales commissions	Personnel provisions	Amortization and depreciation of assets	Tax loss	Right of use and leasing obligations	Other temporary differences	Reclassification (1)	Temporary differences	Temporary differences, losses and unused tax credits
Deferred tax assets and liabilities														
Deferred tax assets	24,041,464	-	24,641,588	66,044,759	4,881,132	-	8,465,157	-	69,528,348	258,771	4,764,232	(85,916,504)	116,708,947	116,708,947
Deferred tax liabilities	-	14,508,945	-	-	-	85,860,462	2,204,096	69,304,274	-	50,163	19,756,093	(85,916,504)	105,767,529	105,767,529
Deferred tax liabilities (assets)	(24,041,464)	14,508,945	(24,641,588)	(66,044,759)	(4,881,132)	85,860,462	(6,261,061)	69,304,274	(69,528,348)	(208,608)	14,991,861	-	(10,941,418)	(10,941,418)
Deferred tax assets and liabilities, net														
Deferred tax assets, net	(24,041,464)	-	(20,001,569)	(66,044,759)	(5,263,638)	-	(758,269)	-	(69,528,348)	(208,608)	-	-	(185,846,655)	(185,846,655)
Deferred tax liabilities, net	-	14,508,945	-	-	-	18,060,845	-	124,939,677	-	-	17,395,772	-	174,905,239	174,905,239
Deferred tax expense (benefit)														
Deferred tax expense (benefit)	2,584,570	12,699,253	3,420,765	1,016,008	(112,211)	6,453,970	6,206,775	5,612,077	(41,942,198)	2,404,059	4,337,596	-	2,680,664	2,680,664
Deferred tax expense (benefit) recognized in income	2,584,570	12,699,253	3,420,765	1,016,008	(112,211)	6,453,970	6,206,775	5,612,077	(41,942,198)	2,404,059	4,337,596	-	2,680,664	2,680,664
Deferred tax liabilities (assets) – Beginning balance Dec, 2021														
Deferred tax liabilities (assets) – Beginning balance Dec, 2021	(26,626,034)	1,809,692	(28,062,353)	(67,060,767)	(4,768,921)	79,406,492	(11,458,913)	63,692,197	(18,712,443)	(2,612,667)	10,654,267	-	(3,739,450)	(3,739,450)
Changes in deferred tax liabilities (assets)														
Deferred tax expense (benefit) recognized in income	2,584,570	12,699,253	3,420,765	1,016,008	(112,211)	6,453,970	6,206,775	5,612,077	(41,942,198)	2,404,059	4,337,596	-	2,680,664	2,680,664
Deferred taxes related to items credited (charged) directly to equity	-	-	-	-	-	-	-	-	(8,873,707)	-	-	-	(8,873,707)	(8,873,707)
Income taxes related to components of other comprehensive income	-	-	-	-	-	-	(1,008,923)	-	-	-	-	-	(1,008,923)	(1,008,923)
Increase (decrease) in deferred tax (assets) liabilities	2,584,570	12,699,253	3,420,765	1,016,008	(112,211)	6,453,970	5,197,852	5,612,077	(50,815,905)	2,404,059	4,337,596	-	(7,201,966)	(7,201,966)
Deferred tax liabilities (assets)	(24,041,464)	14,508,945	(24,641,588)	(66,044,759)	(4,881,132)	85,860,462	(6,261,061)	69,304,274	(69,528,348)	(208,608)	14,991,863	-	(10,941,416)	(10,941,416)

(1) Corresponds to netting of deferred tax assets and liabilities,

11. Income Taxes, continued

c) Assets and Liability by Deferred taxes, continued

i. Effect of taxable goodwill due to merger of Telefónica Móviles Chile S,A, with Inversiones Telefónica Móviles Holding Ltda,

On May 2, 2017 the Company (formerly Inversiones Telefónica Móviles Holding Ltda,) merged by absorption with its subsidiary Telefónica Móviles Chile S,A,, generating an impact on income of ThCh\$140,423,552, That amount arose from the allocation of taxable goodwill, generated in the merger, on the non-monetary assets of the absorbed entity, which was ultimately reflected in recording of a deferred tax asset under IFRS, This allocation required that Management use their best estimate to determine the fair value of those assets, As of March 31, 2018, the Company concluded the process of estimating the fair values of the non-monetary assets involved in the merger and determined a deferred tax which was reviewed by the Chilean Internal Revenue Service in FY2018, On September 23, 2021 the review was completed determining a final deferred tax of ThCh\$139,353,817, The difference generated based on recognition of beginning deferred taxes in 2017 was recorded with a credit to income, under income tax expenses,

As of December 31, 2023, and 2022, the balance of this deferred tax asset amounts to ThCh\$66,104,818 and ThCh\$66,044,759, respectively,

d) Taxable Income

As of December 31, 2023 and 2022, the parent company, Telefónica Móviles Chile S.A. and subsidiaries are in a tax loss situation, detailed as follows:

Concepts	Taxable Net Income	
	12.31.2023 ThCh\$	31.12.2022 ThCh\$
Finance income	(76,565,360)	62,864,231
Recorded tax expense	(47,005,698)	(5,586,192)
Additions	723,902,437	841,837,955
Deductions	(575,312,516)	(896,809,279)
Taxable net income	-	2,306,715
First category tax rate 27%	-	622,813
Art, 21 rejected expenses tax base		
First category tax rate 40%	684	2,649,782
First category tax rate 27%	274	1,059,913
Total tax provision	274	1,682,726
Provision contingencies (1)	4,836,990	9,688,908
Provision for derived income tax (2)	(3,900,092)	1,880,334
Settlement of derivatives of previous years (3)	-	998,619
(Excess) Déficit previous period	(1,918,102)	(22,517,443)
Total first category taxes	(980,930)	(8.266.856)

(1) Corresponds to interest and restatement of the parent company's contingencies provision, together with the contingency provision for the 2020 tax year and contingency provision for the 2021 tax year of subsidiary Telefónica Chile S.A. (see note 33a),

(2) Corresponds to the tax expense (benefit) calculated for 2022 hedging instruments in the hedging settlement, which is calculated in the year following its accrual. This tax provision is presented as a higher or lower expense for the year,

(3) Taxable net income considers adjustment for derivative instruments recorded in equity,

11. Income Taxes, continued

e) Income tax reconciliation

The income tax expense reconciliation for December 31, 2023 and 2022 is detailed as follows:

Concepts	12.31.2023		12.31.2022	
	Taxable Base	27% Tax Rate	Taxable Base	27% Tax Rate
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Based on accounting income before taxes:				
Finance income	(76,565,360)		62,864,231	
Recorded tax expense	(47,005,698)		(5,586,192)	
Income before taxes	(123,571,058)	(33,364,186)	57,278,039	15,465,071
Permanent differences	(25,505,256)	(6,886,419)	(77,967,638)	(21,051,262)
Monetary correction effect of the year (1)	(43,732,797)	(11,807,855)	(102,597,715)	(27,701,383)
Result from investment in related parties	(6,452,338)	(1,742,131)	(79,335)	(21,420)
Contingency provision	17,914,783	4,836,991	35,884,844	9,688,908
Adjustment of initial deferred tax balances	(3,545,370)	(957,250)	(19,310,717)	(5,213,894)
Art. 21 non-deductible expenses	1,013	274	3,925,604	1,059,913
IFRS16 adjustment	304,914	82,327	(79,129)	(21,365)
Adjustment for BAF and DECOS components	(2,666,752)	(720,023)	2,664,960	719,539
Deterioro Provisión deudores incobrables y Activo fijo	11,702,805	3,159,757	-	-
Others (1)	968,486	261,491	1,623,850	438,440
Total corporate tax expense	(149,076,314)	(40,250,605)	(20,689,599)	(5,586,191)
Based on taxable net income and deferred taxes calculated on the basis of temporary differences				
27% income tax		-		1,621,432
40% income tax		274		1,059,913
Contingency provision		4,836,990		9,688,908
Settlement of derivatives of previous years (3)		(3,900,092)		1,880,334
(Excess) Déficit previous period		(1,918,102)		(22,517,443)
Income tax expense		(980,930)		(8,266,856)
Total deferred tax expense (income)		(46,024,768)		2,680,664
Total corporate tax expense (income)		(47,005,698)		(5,586,192)
Effective income tax rate (2)		38.04%		(9.75%)

(1) This item includes tax fines, price-level of tax loss, price-level of non-monetary assets, goodwill, IPAS to result, among others,

(2) Effective rate determined considering the tax expense (benefit) accounted for in income in respect to finance income before taxes and amounts to 31,63%.

11. Income Taxes, continued

f) Current income tax liabilities

As of September 31, 2023, and 2022, current income tax liabilities are detailed as follows:

Concepts	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Unic income tax	-	756,228
Total	-	756,228

12. Non-current trade and other accounts receivable

a) Non-current trade and other accounts receivable are detailed as follows:

Concepts	12.31.2023			12.31.2022		
	Gross value ThCh\$	Provision for impairment ThCh\$	Net value ThCh\$	Gross value ThCh\$	Provision for impairment ThCh\$	Net value ThCh\$
Receivables on non-current loan transactions	15,115,696	(2,353,384)	12,762,312	33,641,543	(3,402,893)	30,238,650
Trade receivables	12,805,884	(2,309,070)	10,496,814	30,984,861	(3,354,574)	27,630,287
Contractual asset (1)	2,309,812	(44,314)	2,265,498	2,656,682	(48,319)	2,608,363
Miscellaneous receivables (2)	14,465,523	-	14,465,523	9,549,030	-	9,549,030
Total	29,581,219	(2,353,384)	27,227,835	43,190,573	(3,402,893)	39,787,680

(1) Under IFRS 15, the contractual asset is the difference between revenue from sale of handsets and the amount received from the customer at the beginning of the contract.

(2) Mainly includes loans related to employees.

b) Non-current trade and other accounts receivable by due date, As of December 31, 2023 and 2022, are detailed as follows:

Concepts	As of December 31, 2023								Net Total
	Gross Portfolio value in ThCh\$				Provision for impairment ThCh\$				
	1 to 3 years	3 to 5 years	Greater than 5 years	Gross Total ThCh\$	1 to 3 years	3 to 5 years	Greater than 5 years	Gross Total ThCh\$	
Trade receivables	14.632.121	483.575	-	15.115.696	(2.346.050)	(7.334)	-	(2.353.384)	12.762.312
Miscellaneous receivables	4.882.019	-	9.583.504	14.465.523	-	-	-	-	14.465.523
Total	19.514.140	483.575	9.583.504	29.581.219	(2.346.050)	(7.334)	-	(2.353.384)	27.227.835

Concepts	As of December 31, 2022								Net Total
	Gross Portfolio value in ThCh\$				Provision for impairment ThCh\$				
	1 to 3 years	3 to 5 years	Greater than 5 years	Gross Total ThCh\$	1 to 3 years	3 to 5 years	Greater than 5 years	Gross Total ThCh\$	
Trade receivables	33,507,602	133,939	-	33,641,541	(3,401,361)	(1,530)	-	(3,402,891)	30,238,650
Miscellaneous receivables	216,735	953,427	8,378,868	9,549,030	-	-	-	-	9,549,030
Total	33,724,337	1,087,366	8,378,868	43,190,571	(3,401,361)	(1,530)	-	(3,402,891)	39,787,680

13. Intangible Assets other than goodwill

a) Intangible assets other than goodwill As of December 31, 2023 and 2022 are detailed as follows:

Concepts	12.31.2023			12.31.2022		
	Intangible, gross ThCh\$	Accumulated amortization ThCh\$	Intangible, net ThCh\$	Intangible, gross ThCh\$	Accumulated amortization ThCh\$	Intangible, net ThCh\$
Administrative granting's	213,716,653	(90,620,909)	123,095,744	213,716,653	(85,334,333)	128,382,320
Licenses and franchises (1)	171,633,210	(90,261,805)	81,371,405	667,430,377	(591,823,321)	75,607,056
Intangible assets in development (2)	37,050,034	-	37,050,034	40,222,696	-	40,222,696
Other intangible assets (3)	21,689,823	(21,689,823)	-	21,689,823	(21,689,823)	-
Total	444,089,720	(202,572,537)	241,517,183	943,059,549	(698,847,477)	244,212,072

(1) Corresponds mainly to data switching and transmission software, corporate and office automation software and other network software.

(2) Corresponds to service platforms, operating optimization and other software.

(3) Corresponds to submarine cable usage rights (IRUS).

b) As of December 31, 2023 the movements of intangible assets other than goodwill are detailed as follows:

Movements	Administratives Grantings Net ThCh\$	Licenses and franchises, net ThCh\$	Intangible assets in development, Net ThCh\$	Intangible, net ThCh\$
Beginning balance as of 01,01,2023	128,382,320	75,607,056	40,222,696	244,212,072
Additions (1)	-	-	36,154,794	36,154,794
Transfer from costs of developing to service	-	38,630,308	(38,630,308)	-
Derecognitions	-	(555,515,537)	-	(555,515,537)
Amortization of derecognitions	-	555,515,537	-	555,515,537
Amortization of year	(5,286,576)	(53,954,021)	-	(59,240,597)
Transfer from Property, plant and equipment (see Note 15b)	-	21,088,062	(697,148)	20,390,914
Movement, subtotal	(5,286,576)	5,764,349	(3,172,662)	(2,694,889)
Ending balance as of 12.31.2023	123,095,744	81,371,405	37,050,034	241,517,183
Remaining average useful life	23,7 year	1,5 year	1,5 year	

(1) Corresponds to service platforms, operating optimization and other software,

As of December 31, 2022 the movements of intangible assets other than goodwill are detailed as follows:

Movements	Administratives Grantings Net ThCh\$	Licenses and franchises, net ThCh\$	Intangible assets in development, Net ThCh\$	Intangible, net ThCh\$
Beginning balance as of 01,01,2022	133,597,516	82,737,516	37,021,028	253,356,060
Additions (1)	-	-	49,059,510	49,059,510
Transfer from costs of developing to service	72,710	54,312,342	(54,385,052)	-
Derecognitions	-	(3,970,070)	-	(3,970,070)
Amortization of derecognitions	-	3,868,679	-	3,868,679
Amortization of year	(5,287,906)	(61,375,411)	-	(66,663,317)
Transfer from Property, plant and equipment (see note 15b)	-	34,000	8,527,210	8,561,210
Movement, subtotal	(5,215,196)	(7,130,460)	3,201,668	(9,143,988)
Ending balance as of 12.31.2022	128,382,320	75,607,056	40,222,696	244,212,072
Remaining average useful life	24,3 year	1,23 year	1,9 year	

13. Intangible Assets other than goodwill, continued

Licenses correspond to software licenses, which are obtained through non-renewable contracts, therefore the Company has defined that they have definite useful lives of 3 years.

Intangible assets with defined useful lives are amortized on a straight-line basis over their estimated useful lives, Amortization for each year is recognized in the statement of comprehensive income within "Depreciation and Amortization".

Intangible assets are tested for impairment whenever there is an signs of a potential loss in value, and in any case at each year-end. As of December 31, 2023, impairment testing did not result in loss of value of intangible assets.

The main additions to intangible assets, other than goodwill, As of December 31, 2023 and 2022, are investments in computer application and licenses.

Items in the intangibles heading that are fully depreciated and in use are licenses and franchises which amount to ThCh\$36,154,741 and ThCh\$50,281,200 As of December 31, 2023 and 2022 respectively.

14. Goodwill

Current goodwill as of this period was generated before the date of transition to and adoption of International Financial Reporting Standards and, As of December 31, 2023, the value recorded as of that date remains the same.

Goodwill movement As of December 31, 2023 and 2022, is as follows:

Taxpayer No,	Company	01.01.2023 ThCh\$	Additions ThCh\$	Eliminations ThCh\$	12.31.2023 ThCh\$
76,124,890-1	Telefónica Móviles Chile S.A. (1)	483,179,725	-	-	483,179,725
96,672,160-k	Telefónica Chile S.A.	21,039,896	-	-	21,039,896
96,834,320-3	Telefónica Internet Empresas S.A.	555,251	-	-	555,251
Total		504,774,872	-	-	504,774,872

Taxpayer No,	Company	01.01.2023 ThCh\$	Additions ThCh\$	Eliminations ThCh\$	12.31.2022 ThCh\$
76,124,890-1	Telefónica Móviles Chile S.A. (1)	483,179,725	-	-	483,179,725
96,672,160-k	Telefónica Chile S.A.	21,039,896	-	-	21,039,896
96,834,320-3	Telefónica Internet Empresas S.A.	555,251	-	-	555,251
Total		504,774,872	-	-	504,774,872

(1) On May 2, 2017, subsidiary Telefónica Móviles Chile S.A, was merged by absorption, and the Company's name was changed.

Assets indicated in goodwill are tested for impairment once a year, at each year-end.

Impairment testing carried out As of December 31, 2023, was carried out considering the variables mentioned in criteria note (see Note 2k).

15. Property, plant and equipment

a) The detail of Property, plant and equipment items for the years As of December 31, 2023 and 2022 and their corresponding accumulated depreciation, is as follows:

Concepts	12.31.2023			12.31.2022		
	Property, plant & equipment, Gross ThCh\$	Accumulated depreciation ThCh\$	Property, plant & equipment, Net ThCh\$	Property, plant & equipment, Gross ThCh\$	Accumulated depreciation ThCh\$	Property, plant & equipment, Net ThCh\$
Land	21,399,136	-	21,399,136	21,694,128	-	21,694,128
building and constructions	968,346,596	(657,002,616)	311,343,980	906,855,246	(636,630,530)	270,224,716
Office equipment, supplies and accessories	39,150,512	(37,352,102)	1,798,410	38,874,153	(36,861,817)	2,012,336
Construction in progress	128,131,115	-	128,131,115	172,130,254	-	172,130,254
Information equipment	56,119,882	(51,929,109)	4,190,773	59,697,288	(50,813,942)	8,883,346
Network and communication Equipment	2,959,524,117	(2,452,918,781)	506,605,336	3,180,047,206	(2,638,349,863)	541,697,343
Other property, plant & equipment (1)	101,252,971	(97,171,759)	4,081,212	223,098,937	(210,465,223)	12,633,714
Total	4,273,924,329	(3,296,374,367)	977,549,962	4,602,397,212	(3,573,121,375)	1,029,275,837

(1) Corresponds mainly to broadband devices and data and voice devices for customers,

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



15. Property, plant and equipment, continued

b) As of December 31, 2023 the movements in Property, plant and equipment items are as follows:

Movements	Land	building and constructions, net	Office equipment, supplies and accessories, net	Construction in progress Net	Information equipment, net	Network and communications equipment, net	Other property, plant & equipment, net	Property, plant and equipment, net
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Beginning balance as of 01.01.2023	21,694,128	270,224,716	2,012,336	172,130,254	8,883,346	541,697,343	12,633,714	1,029,275,837
Additions (1)	-	-	-	151,218,992	-	-	-	151,218,992
Withdrawals	(294,992)	(6,677,043)	-	-	(694,507)	(329,003,124)	(120,519,588)	(457,189,254)
Withdrawals depreciation	-	6,587,211	-	-	694,463	328,633,650	120,511,333	456,426,657
Depreciation expense of year (2)	-	(26,959,297)	(490,285)	-	(1,809,630)	(143,202,568)	(7,217,869)	(179,679,649)
Transfer gross value to investment properties (see Note 16)	-	(1,195,586)	-	-	-	(215,062)	(2,460)	(1,413,108)
Transfer gross value to investment properties (see Note 16)	-	726,147	-	-	-	214,033	2,237	942,417
Transfer to intangible assets (see Note 13b)	-	-	-	(20,390,914)	-	-	-	(20,390,914)
Transfers to inventory (see Note 10)	-	-	-	222,227	-	-	-	222,227
Other Increase (decrease)	-	68,637,832	276,359	(175,049,444)	(2,882,899)	108,481,064	(1,326,155)	(1,863,243)
Movements, subtotal	(294,992)	41,119,264	(213,926)	(43,999,139)	(4,692,573)	(35,092,007)	(8,552,502)	(51,725,875)
Ending balance as of 12.31.2023	21,399,136	311,343,980	1,798,410	128,131,115	4,190,773	506,605,336	4,081,212	977,549,962

(1) Additions for the period correspond mainly to equipment and Network equipment.

(2) Includes accelerated depreciation for shutdown of copper plants.

The items that are fully amortized and in use amount to ThCh\$87,957,986 and ThCh\$169,426,647, as of December 31, 2023 and 2022, respectively.

To date, the Company has no Property, plant and equipment that is temporarily out of service and not actively in use, Should any of these situations occur, they will be destined for sale or will be derecognized.

Property, plant and equipment assets are subject to impairment testing any time there are indications of a potential loss of value.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



15. Property, plant and equipment, continued

c) As of December 31, 2022 the movements of Property, plant and equipment items are as follows:

Movements	Land	building and constructions, net	Office equipment, supplies and accessories, net	Construction in progress Net	Information equipment, net	Network and communications equipment, net	Other property, plant & equipment, net	Property, plant and equipment, net
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Beginning balance as of 01.01.2022	21,844,513	261,737,880	2,522,029	161,422,658	7,912,966	518,821,987	13,619,387	987,881,420
Additions (1)	-	-	-	183,161,660	-	-	-	183,161,660
Withdrawals	(172,897)	(38,340,456)	(3,712,755)	-	(6,840,694)	(219,610,596)	(130,747,522)	(399,424,920)
Withdrawals depreciation	-	36,473,655	3,708,047	-	6,838,183	217,964,423	131,206,863	396,191,171
Depreciation expense (2)	-	(23,355,780)	(557,852)	-	(2,177,770)	(94,138,997)	(9,488,025)	(129,718,424)
Transfer to intangible assets (see Note 13b)	-	-	-	(8,527,210)	-	-	(34,000)	(8,561,210)
Transfers to inventory (see Note 10)	-	-	-	-	-	(4,274,568)	-	(4,274,568)
Other Increase (decrease)	22,512	33,709,417	52,867	(163,926,854)	3,150,661	122,935,094	8,077,011	4,020,708
Movements, subtotal	(150,385)	8,486,836	(509,693)	10,707,596	970,380	22,875,356	(985,673)	41,394,417
Ending balance as of 12.31.2022	21,694,128	270,224,716	2,012,336	172,130,254	8,883,346	541,697,343	12,633,714	1,029,275,837

(1) for the period correspond mainly to transportation, optimization, network platforms and services, new investments in areas of operating continuity, customer home equipment and civil works,

To date, the Company has no Property, plant and equipment that is temporarily out of service and not actively in use, Should any of these situations occur, they will be destined for sale or will be derecognized.

Property, plant and equipment assets are subject to impairment testing any time there are indications of a potential loss of value, The Company has assessed and verified that there are no indications of loss of value in its property, plant and equipment as of December 31, 2022.

15. Property, plant and equipment, continued

In the normal course of its operations, the Company monitors both new and existing assets, and their depreciation rates, standardizing them to the technological evolution and development of the markets in which it competes.

The company has no assets provided as guarantees.

Regarding real estate lease contracts, the Company has considered it necessary to establish a provision for dismantling costs that is presented under Other non-current provisions (see Note 24b).

16. Investment properties

- a) The composition of this item corresponds to fourteen rental floors in the Corporate Building and its related assets and the detail is as follows:

Concepts	12.31.2023			12.31.2022		
	Gross value ThCh\$	Accumulated amortization ThCh\$	Net value ThCh\$	Gross value ThCh\$	Accumulated amortization ThCh\$	Net value ThCh\$
Buildings	11,962,979	(7,333,433)	4,629,546	10,767,393	(6,341,122)	4,426,271
Network and communications equipment	2,151,907	(2,142,463)	9,444	1,936,845	(1,925,710)	11,135
Office equipment	21,092	(19,500)	1,592	18,632	(15,296)	3,336
Plant and equipment	3,526	(3,526)	-	3,526	(3,526)	-
Total	14,139,504	(9,498,922)	4,640,582	12,726,396	(8,285,654)	4,440,742

The Company has recognized rentals from investment properties in operating income, As of December 31, 2023 and 2022 this concept amounts to ThCh\$2,026,121 and ThCh\$1,826,304.

The useful life of the assets included within Investment Property is standardized to those defined for Property, plant and equipment assets.

- b) The movements As of December 31, 2023 and 2022 of the items that make up the Investment Property item are as follows:

Movements	Buildings, net	Network and communications equipment, net	Office equipment, net	Investment properties, net
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Beginning balance as of 01.01.2023	4,426,271	11,135	3,336	4,440,742
Transfer gross value from property, plant and equipment (see Note 15b)	1,195,586	215,062	2,460	1,413,108
Transfer depreciation from property, plant and equipment (see Note 15b)	(726,147)	(214,033)	(2,237)	(942,417)
Depreciation expense	(266,164)	(2,720)	(1,967)	(270,851)
Movements, subtotal	203,275	(1,691)	(1,744)	199,840
Ending balance as of 12.31.2023	4,629,546	9,444	1,592	4,640,582

Movements	Buildings, net	Network and communications equipment, net	Office equipment, net	Investment properties, net
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Beginning balance as of 01.01.2022	4,681,996	13,965	5,200	4,701,161
Depreciation expense	(255,725)	(2,830)	(1,864)	(260,419)
Movements, subtotal	(255,725)	(2,830)	(1,864)	(260,419)
Ending balance as of 12.31.2022	4,426,271	11,135	3,336	4,440,742

17. Right of use assets

a) As of December 31, 2023 and 2022 the items that compose this account and their corresponding accumulated depreciation are detailed as follows:

Concepts	12.31.2023			12.31.2022		
	Property, plant & equipment, Gross ThCh	Accumulated depreciation ThCh	Property, plant & equipment, Net ThCh\$	Property, plant & equipment, Gross ThCh\$	Accumulated depreciation ThCh	Property, plant & equipment, Net ThCh\$
Land	190,855,547	(130,621,006)	60,234,541	176,525,456	(103,990,831)	72,534,625
Leasing support network infrastructure and branches	452,250,825	(200,185,220)	252,065,605	380,524,705	(166,315,396)	214,209,309
Plant and machinery	34,768,141	(13,528,981)	21,239,160	24,885,821	(9,608,314)	15,277,507
Vehicle leasing	14,483,387	(10,792,901)	3,690,486	10,444,240	(7,679,956)	2,764,284
Total	692,357,900	(355,128,108)	337,229,792	592,380,222	(287,594,497)	304,785,725

b) As of December 31, 2023 the movements of right of use assets items are as follows:

Movements	Rights of use on land and natural properties, net ThCh\$	Rights of use on buildings, net ThCh\$	Rights of use on plant and machinery, net ThCh\$	Other rights of use, net ThCh\$	Rights of use, net ThCh\$
Beginning balance as of 01.01.2023	72,534,625	214,209,309	15,277,507	2,764,284	304,785,725
Additions (1)	2,827,511	22,056,391	1,628,712	188,562	26,701,176
Derecognitions	(9,402,087)	(20,629,757)	(2,731,541)	-	(32,763,385)
Accumulated amortization of derecognitions	9,402,087	20,629,757	2,731,541	-	32,763,385
Amortization expense of year	(36,032,262)	(54,499,581)	(6,652,208)	(3,112,945)	(100,296,996)
Other increases (decreases) (2)	20,904,667	70,299,486	10,985,149	3,850,585	106,039,887
Movements, subtotal	(12,300,084)	37,856,296	5,961,653	926,202	32,444,067
Ending balance as of 12.31.2023	60,234,541	252,065,605	21,239,160	3,690,486	337,229,792

(1) Additions correspond mainly to network infrastructure and land contracts.

(2) Modifications for the period in the amount of ThCh\$106,039,887 mainly explained by changes in income, changes in duration and post-capitalization adjustments.

b) As of December 31, 2022 the movements of right of use assets items are as follows:

Movements	Rights of use on Leasing				Rights of use, net ThCh\$
	Rights of use on land and natural properties, net ThCh\$	support network infrastructure and branches, net ThCh\$	Rights of use on plant and machinery, net ThCh\$	Rights of use on Vehicle leasing, net ThCh\$	
Beginning balance as of 01.01.2022	43,130,889	151,276,789	12,224,996	2,664,536	209,297,210
Additions (1)	9,598,414	23,817,908	4,874,929	87,171	38,378,422
Amortization expense	(30,111,845)	(44,510,571)	(3,543,652)	(2,274,463)	(80,440,531)
Other increases (decreases) (2)	49,917,167	83,625,183	1,721,234	2,287,040	137,550,624
Movements, subtotal	29,403,736	62,932,520	3,052,511	99,748	95,488,515
Ending balance as of 12.31.2022	72,534,625	214,209,309	15,277,507	2,764,284	304,785,725

(1) Corresponds to addition of land and infrastructure contracts for implementation of 5G and connections.

(2) Modifications for the year amounted to ThCh\$137,559,624 due to changes in revenue, changes in duration and accumulated adjustments.

18. Investments in associates and joint ventures

a) As of December 31, 2023, and 2022 The detail of the movement of investment in associates is as follows:

Company	Ownership %	Investments 12.31.2022 ThCh\$	Additions o drops ThCh\$	Share in income for the period ThCh\$	other movements (1) ThCh\$	Investments 12.31.2023 ThCh\$
HoldCo InfraCo SpA	40%	72,372,095	70,960,064	8,420,889	(6,265,921)	145,487,127

(1) Corresponds to calculation of the share in equity and amortization of the PPA (Purchase Price Allocation) in the amount of ThCh\$2,241,944.

On December 14, 2023, Telefónica Chile S.A. became aware that on that same date, Fiscalía Nacional Económica authorized InfraCo SpA, a subsidiary of HoldCo InfraCo SpA in which Telefónica Chile S.A. has a 40% interest, to purchase the optic fiber assets owned by Empresa Nacional de Telecomunicaciones S.A. ("Entel") with which the closing conditions for the aforementioned purchase-sale contract materialized on December 22, 2023. As a consequence of the above, the shareholders of HoldCo InfraCo SpA approved financing for the operation through a combination of bank debt, capital contributions and loans from shareholders.

Telefónica Chile S.A. as shareholder, made a capital contribution (corresponding to 65,388 common shares), including incremental costs associated to accounts receivable from Alameda ChileCo SpA (see Note 6) and the payment of a seller earn out, totaling ThCh\$70,960,074. Additionally, Telefónica Chile S.A. provided a loan with an undefined term for the amount of ThCh\$44,186,971, whose amount will increase annually according to the variation in the Consumer Price Index of Chile and will accrue interest at an annual rate of 5.4%.

Company	Ownership %	Investments 12.31.2021 ThCh\$	Additions o drops ThCh\$	Share in income for the period ThCh\$	other movements (1) ThCh\$	Investments 12.31.2022 ThCh\$
HoldCo InfraCo SpA	40%	72,428,056	-	1,854,846	(1,910,807)	72,372,095

(1) Corresponds to calculation of the share in equity and amortization of the PPA (Purchase Price Allocation) in the amount of ThCh\$1,120,972.

b) As of December 31, 2023 and 2022 investments in associates, as well as a summary of their information are detailed as follows:

Tax No, Company name	Company	Ownership %	Current assets ThCh\$	Non-current assets ThCh\$	Total assets ThCh\$	Current liabilities ThCh\$	Non-Current liabilities ThCh\$	Total liabilities ThCh\$	Equity ThCh\$	Net Profit 12.31.2023 ThCh\$
77,374,961-2	HoldCo InfraCo SpA and Subsidiary	40%	202,900,318	830,508,333	1,033,408,651	77,731,214	789,297,525	867,028,739	166,379,912	21,052,223

In December 2023 the Fiscalía Nacional Económica (the FNE), approved the Laser Project (purchase of optic fiber assets), which resulted in a capital increase for its shareholders Telefónica Chile S.A. and Alameda ChileCo SpA.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



18. Investments in associates and joint ventures, continued

Tax No, Company name	Company	Owners hip %	Current assets ThCh\$	Non-current assets ThCh\$	Total assets ThCh\$	Curren t liabilities ThCh\$	Non-Current liabilities ThCh\$	Total liabilities ThCh\$	Equity ThCh\$	Net Profit 12.31.2022 ThCh\$
77,374,961-2	HoldCo InfraCo SpA and Subsidiary	40%	70,122,151	468,037,234	538,159,385	34,218,471	459,020,675	493,239,146	44,920,239	4,637,116

Tax No, Company name	Company	Cash flows provided by (used in) operacting activities M\$	Cash flows provided by (used in) investment activities M\$	Cash flows provided by (used in) financing activities M\$	Increase (decrease) in cash and cash equivalents, before the effects of changes in he exchange rate M\$	Net increase (desdease) in cash equivalents M\$	Cash and cash equivalents at beginning of year, 31.12.2022 M\$	Cash and cash equivalents at end of year 12.31.2023 M\$
77,374,961-2	HoldCo InfraCo SpA and Subsidiary	98,848,007	(498,930,683)	425,758,891	425,758,891	17,668,665	8,453,395	26,122,060

Tax No, Company name	Company	Cash flows provided by (used in) operacting activities M\$	Cash flows provided by (used in) investment activities M\$	Cash flows provided by (used in) financing activities M\$	Increase (decrease) in cash and cash equivalents, before the effects of changes in he exchange rate M\$	Net increase (desdease) in cash equivalents M\$	Cash and cash equivalents at beginning of year, 31.12.2021 M\$	Cash and cash equivalents at end of year 12.31.2022 M\$
77,374,961-2	HoldCo InfraCo SpA and Subsidiary	86,005,301	(73,956,631)	(19,160,560)	1,481	(7,110,409)	15,563,804	8,453,395

19. Other current and other non-current financial liabilities

The composition of other current and other non-current financial liabilities that accrue interest is as follows:

Concepts	12.31.2023		12.31.2022		
	Current ThCh\$	Non-Current ThCh\$	Current ThCh\$	Non-Current ThCh\$	
Bank loans	(a)	86,622,771	335,148,786	181,285,768	177,462,868
Unguaranteed obligations (Bonds) (1)	(b)	4,546,676	652,020,953	126,045,430	496,573,445
Hedge instruments	(see Note 22,2)	21,375,277	75,318,749	35,789,094	85,742,450
Other financial debts		1,364,156	-	3,332,981	-
Total		113,908,880	1,062,488,488	346,453,273	759,778,763

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

a) As of December 31, 2023, the detail of bank loans is as follows:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor taxpayer No,	Creditor	Creditor country	Currency	Amortization type	Effective rate	Nominal rate	Nominal value	Term
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,018,000-1	Bank Scotiabank	Chile	USD	At maturity	16,42%	3,62%	US\$ 68,6 mm	11-03-2026
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Foreign	Bank of Nova Scotia	Chile	USD	At maturity	7,21%	3,05%	US\$ 128,5 mm	08-22-2026
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Chile	Chile	CLP	At maturity	2,15%	1,90%	CLP 30,000 mm	10-06-2024
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,023,000-9	Banco Itaú	Chile	CLP	At maturity	3,62%	3,35%	CLP 17,911 mm	09-19-2025
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,036,000-k	Banco Santander	Chile	CLP	At maturity	3,53%	3,22%	CLP 50,000 mm	03-26-2025
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,030,000-7	Banco Estado	Chile	CLP	At maturity	1,59%	1,30%	CLP 50,000 mm	03-29-2024
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,006,000-6	Banco BCI	Chile	CLP	At maturity	3,22%	2,94%	CLP 30,000 mm	03-30-2025
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,030,000-7	Banco Estado II	Chile	CLP	At maturity	11,74%	11,24%	CLP 20,000 mm	07-31-2025
Bilateral Loan	90,635,000-9	Telefónica Chile S.A.	Chile	97,018,000-1	Bank Scotiabank	Chile	CLP	At maturity	12,27%	11,35%	CLP 25,000 mm	05-28-2026
Bilateral Loan	90,635,000-9	Telefónica Chile S.A.	Chile	97,030,000-7	Banco Estado	Chile	CLP	At maturity	12,83%	12,32%	CLP 20,000 mm	05-29-2026

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Nominal amounts (capital in thousands)								Total nominal amounts in local currency ThCh\$	
					To Maturity									
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$	1 to 2 years ThCh\$	2 to 3 years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 years ThCh\$	4 to 5 years ThCh\$	Total 3 to 5 years ThCh\$		5 years and over ThCh\$
Bilateral Loan (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank Scotiabank	-	-	-	61,036,164	61,036,164	-	-	-	-	61.036.164
Bilateral Loan (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank of Nova Scotia	-	-	-	111,736,098	111,736,098	-	-	-	-	111,736,098
Bilateral Loan (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	30,000,000	-	-	-	-	-	-	-	30,000,000
Bilateral Loan (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Itaú	-	-	17,911,000	-	17,911,000	-	-	-	-	17,911,000
Bilateral Loan (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	-	-	50,000,000	-	50,000,000	-	-	-	-	50,000,000
Bilateral Loan (6)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado	50,000,000	-	-	-	-	-	-	-	-	50,000,000
Bilateral Loan (7)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco BCI	-	-	30,000,000	-	30,000,000	-	-	-	-	30,000,000
Bilateral Loan (8)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado II	-	-	-	20,000,000	20,000,000	-	-	-	-	20,000,000
Bilateral Loan (9)	90,635,000-9	Telefónica Chile S.A.	Chile	Bank Scotiabank	-	-	-	25,000,000	25,000,000	-	-	-	-	25,000,000
Bilateral Loan (10)	90,635,000-9	Telefónica Chile S.A.	Chile	Banco Estado	-	-	-	20,000,000	20,000,000	-	-	-	-	20,000,000
Total					50,000,000	30,000,000	97,911,000	237,772,262	335,683,262	-	-	-	-	415,683,262

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

a) As of December 31, 2023, the detail of bank loans is as follows

Types	Debtor taxpayer No.	Debtor	Debtor country	Creditor	Current			Non-current						Total Non-current as of 12.31.2023 ThCh\$	
					To Maturity		Total current as of 12.31.2023 ThCh\$	To Maturity							
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$		1 to 2 years ThCh\$	2 to 3 years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 years ThCh\$	4 to 5 years ThCh\$	Total 3 to 5 years ThCh\$		5 years and over ThCh\$
Bilateral Loan (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank Scotiabank	-	710,722	710,722	-	60,463,518	60,463,518	-	-	-	-	60,463,518
Bilateral Loan (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank of Nova Scotia	2,470,953	-	2,470,953	-	112,250,155	112,250,155	-	-	-	-	112,250,155
Bilateral Loan (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	30,089,680	30,089,680	-	-	-	-	-	-	-	-
Bilateral Loan (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Itaú	134,901	-	134,901	17,890,978	-	17,890,978	-	-	-	-	17,890,978
Bilateral Loan (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	22,361	-	22,361	49,867,911	-	49,867,911	-	-	-	-	49,867,911
Bilateral Loan (6)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado	50,477,522	-	50,477,522	-	-	-	-	-	-	-	-
Bilateral Loan (7)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco BCI	151,111	-	151,111	29,987,375	-	29,987,375	-	-	-	-	29,987,375
Bilateral Loan (8)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado II	-	922,887	922,887	-	19,906,969	19,906,969	-	-	-	-	19,906,969
Bilateral Loan (9)	90,635,000-9	Telefónica Chile S.A.	Chile	Bank Scotiabank	-	201,432	201,432	-	24,862,994	24,862,994	-	-	-	-	24,862,994
Bilateral Loan (10)	90,635,000-9	Telefónica Chile S.A.	Chile	Banco Estado	-	1,441,202	1,441,202	-	19,918,886	19,918,886	-	-	-	-	19,918,886
Total					53,256,848	33,365,923	86,622,771	97,746,264	237,402,522	335,148,786	-	-	-	-	335,148,786

- On November 13, 2018, a domestic loan was obtained from Scotiabank for the amount of USD 68.6 million (Ch\$47,023 million) at an annual interest rate of Libor (3M) + 1% for a 5-year term bullet payment due on November 13, 2023. On November 3, 2023 the due date was extended to November 3, 2026 at an interest rate of SOFR +2.19%.
- On April 17, 2020, an international loan was obtained from The Bank of Nova Scotia for the amount of USD 140.19 million (Ch\$119,080 million) at an interest rate of Libor 6M + 1.9%, due on April 20 2021. On September 30, 2020 the due date was extended to September 29, 2021, at an interest rate of Libor 6M + 1.53%. On August 22, 2023 principal was partially paid in the amount of USD11,681,327.10 and the due date was extended to August 22, 2026 at an interest rate of SOFR +1.41%.
- On October 6, 2020, a local loan was taken with the Banco de Chile for ThCh \$ 30,000,000 with an annual interest rate of 1,9%, maturing on October 6, 2024.
- On March 23, 2021, a local loan was taken with the Banco Itaú for ThCh \$ 17,911,000 with an annual interest rate of 3,35%, maturing on September 19, 2025.
- On March 26, 2021, a local loan was taken with the Banco Santander for ThCh \$ 50,000,000 with an annual interest rate of 3,22%, maturing on March 26, 2025.
- On March 29, 2021, a local loan was taken with the Banco Estado for ThCh \$ 50,000,000 with an annual interest rate of 1,30%, maturing on March 29, 2025.
- On March 30, 2021, a local loan was taken with the Banco BCI for ThCh \$ 30,000,000 with an annual interest rate of 2,94%, maturing on March 30, 2025.
- On July 31, 2023, national credit was taken out with Banco Estado for ThCh\$ 20,000,000 with an annual interest rate ICP + 1.07%, maturity July 31, 2026.
- On May 29, 2023, Telefónica Chile S.A. obtained a domestic loan from Scotiabank for ThCh\$25,000,000 with an annual interest rate of ICP + 0.91%, due on May 28, 2026.
- On May 30, 2023, Telefónica Chile S.A. obtained a domestic loan from Banco Estado for ThCh\$20,000,000 with an annual interest rate of ICP + 1%, due on May 29, 2026.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

a) As of December 31, 2022 the detail of bank loans is as follows:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor taxpayer No,	Creditor	Creditor country	Currency	Amortization type	Effective rate	Nominal rate	Nominal value	Term
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,018,000-1	Bank Scotiabank	Chile	USD	At maturity	6,49%	3,62%	US\$ 68,6 mm	11-13-2023
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Foreign	Bank of Nova Scotia	Chile	USD	At maturity	6,09%	3,05%	US\$ 140,19 mm	09-29-2023
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Chile	Chile	CLP	At maturity	2,15%	1,90%	CLP 30,000 mm	10-06-2024
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,023,000-9	Banco Itaú	Chile	CLP	At maturity	3,62%	3,35%	CLP 17,911 mm	09-19-2025
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,036,000-k	Banco Santander	Chile	CLP	At maturity	3,53%	3,22%	CLP 50,000 mm	03-26-2025
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,030,000-7	Banco Estado	Chile	CLP	At maturity	1,59%	1,30%	CLP 50,000 mm	03-29-2024
Bilateral Loan	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,006,000-6	Banco BCI	Chile	CLP	At maturity	3,22%	2,94%	CLP 30,000 mm	03-30-2025

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Nominal amounts (capital in thousands)								Total nominal amounts in local currency ThCh\$	
					To Maturity									
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$	1 to 2 years ThCh\$	2 to 3 years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 years ThCh\$	4 to 5 years ThCh\$	Total 3 to 5 years ThCh\$		5 years and over ThCh\$
Bilateral Loan (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank Scotiabank	-	-	47,022,556	-	47,022,556	-	-	-	-	47,022,556
Bilateral Loan (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank of Nova Scotia	-	-	119,080,998	-	119,080,998	-	-	-	-	119,080,998
Bilateral Loan (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	-	-	30,000,000	30,000,000	-	-	-	-	30,000,000
Bilateral Loan (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Itaú	-	-	-	-	-	17,911,000	-	17,911,000	-	17,911,000
Bilateral Loan (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	-	-	-	-	-	50,000,000	-	50,000,000	-	50,000,000
Bilateral Loan (6)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado	-	-	-	50,000,000	50,000,000	-	-	-	-	50,000,000
Bilateral Loan (7)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco BCI	-	-	-	-	-	30,000,000	-	30,000,000	-	30,000,000
Total					-	-	166,103,554	80,000,000	246,103,554	97,911,000	-	97,911,000	-	344,014,554

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

b) As of December 31, 2022, the detail of unguaranteed obligations (Bonds) is as follows:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Current			Non-current								
					To Maturity			To Maturity							Total Non-current as of 12.31.2022 ThCh\$	
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$	Total current as of 12.31.2022 ThCh\$	1 to 2 years ThCh\$	2 to 3 years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 years ThCh\$	4 to 5 years ThCh\$	Total 3 to 5 years ThCh\$	5 years and over ThCh\$		
Bilateral Loan (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank Scotiabank	-	59,019,210	59,019,210	-	-	-	-	-	-	-	-	-
Bilateral Loan (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Bank of Nova Scotia	-	121,490,246	121,490,246	-	-	-	-	-	-	-	-	-
Bilateral Loan (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	75,713	75,713	29,953,456	-	29,953,456	-	-	-	-	-	29,953,456
Bilateral Loan (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Itaú	136,957	-	136,957	-	17,856,640	17,856,640	-	-	-	-	-	17,856,640
Bilateral Loan (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	22,610	-	22,610	-	49,765,605	49,765,605	-	-	-	-	-	49,765,605
Bilateral Loan (6)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Estado	372,907	-	372,907	49,969,047	-	49,969,047	-	-	-	-	-	49,969,047
Bilateral Loan (7)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco BCI	168,125	-	168,125	-	29,918,120	29,918,120	-	-	-	-	-	29,918,120
Total					700,599	180,585,169	181,285,768	79,922,503	97,540,365	177,462,868	-	-	-	-	-	177,462,868

- 1) On November 13, 2018, a loan was obtained from Scotiabank in the amount of US\$68,6 million (Ch\$47,023 million) with an interest rate of Libor (3M) + 1% annual for a 5-year bullet, maturing on November 13, 2023.
- 2) On April 17, 2020, a loan was obtained from Bank of Nova Scotia in the amount of US\$140,19 million (Ch\$119,080 million) with an interest rate of Libor (6M) + 1,9%, maturing on April 20, 2021, On September 30, 2020, the due date was extended to September 29, 2023, with an interest rate of Libor (6M) + 1,53%.
- 3) On October 6, 2020, a local loan was taken with the Banco de Chile for ThCh \$ 30,000,000 with an annual interest rate of 1,9%, maturing on October 6, 2024.
- 4) On March 23, 2021, a local loan was taken with the Banco Itaú for ThCh \$ 17,911,000 with an annual interest rate of 3,35%, maturing on September 19, 2025.
- 5) On March 26, 2021, a local loan was taken with the Banco Santander for ThCh \$ 50,000,000 with an annual interest rate of 3,22%, maturing on March 26, 2025.
- 6) On March 29, 2021, a local loan was taken with the Banco Estado for ThCh \$ 50,000,000 with an annual interest rate of 1,30%, maturing on March 29, 2025.
- 7) On March 30, 2021, a local loan was taken with the Banco BCI for ThCh \$ 30,000,000 with an annual interest rate of 2,94%, maturing on March 30, 2025.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

b) As of December 31, 2023 the detail of unguaranteed obligations (Bonds) is as follows, continued:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor taxpayer No,	Creditor	Creditor country	Currency	Amortization type	Effective rate	Nominal rate	Nominal value	Term
Bono Serie O (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Chile	Chile	CLP	At maturity	3,50%	3,50%	MM\$ 70,000	12-01-2025
Bono Serie Q (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Santander	Chile	CLP	At maturity	3,36%	3,60%	MM\$ 70,000	03-01-2026
Bond Serie 144A II (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Foreign	The Bank of New York Mellon	EE,UU,	USD	At maturity	3,74%	3,54%	US\$ 500 mm	11-18-2031
Bond Serie T (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,036,000-K	Banco Santander	Chile	U,F,	At maturity	4,80%	4,20%	UF 3 mm	07-04-2028

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Nominal amounts (capital in thousands)									Total nominal amounts in local currency ThCh\$
					To Maturity									
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$	1 to 2 Years ThCh\$	2 to 3 Years ThCh\$	Total 1 to 3 Years ThCh\$	3 to 4 Years ThCh\$	4 to 5 Years ThCh\$	Total 3 to 5 Years ThCh\$	5 years and Over ThCh\$	
Bono Serie O (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	-	70,000,000	-	70,000,000	-	-	-	-	70,000,000
Bono Serie Q (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Santander	-	-	-	90,000,000	90,000,000	-	-	-	-	90,000,000
Bond Serie 144A II (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	The Bank of New York Mellon	-	-	-	-	-	-	-	-	409,780,000	409,780,000
Bono Serie T (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	-	-	-	-	-	-	108,251,460	108,251,460	-	108,251,460
Total					-	-	70,000,000	90,000,000	160,000,000	-	108,251,460	108,251,460	409,780,000	678,031,460

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

b) As of December 31, 2023 the detail of unguaranteed obligations (Bonds) is as follows:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Current			Non-current							
					To Maturity		Total current as of 12.31.2023 ThCh\$	To Maturity					Total Non-current as of 12.31.2023 ThCh\$		
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$		1 to 2 Years ThCh\$	2 to 3 Years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 Years ThCh\$	4 to 5 Years ThCh\$		Total 3 to 5 years ThCh\$	5 years and Over ThCh\$
Bono Serie O (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	291,209	291,209	70,087,155	-	70,087,155	-	-	-	-	70,087,155
Bono Serie Q (2)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Santander	1,267,303	-	1,267,303	-	90,240,759	90,240,759	-	-	-	-	90,240,759
Bond Serie 144A II (3)	90,635,000-9	Telefónica Chile S.A.	Chile	The Bank of New York Mellon	-	1,318,986	1,318,986	-	-	-	-	-	-	379,584,363	379,584,363
Bono Serie F (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	1,669,178	-	1,669,178	-	-	-	-	112,108,676	112,108,676	-	112,108,676
Total					2,936,481	1,610,195	4,546,676	70,087,155	90,240,759	160,327,914	-	112,108,676	112,108,676	379,584,363	652,020,953

(1) On December 21, 2020, there was a 5-year bullet placement in the local market for an amount of ThCh \$ 70,000,000, maturing December 1, 2025.

(2) On April 13, 2021, a placement was made in the local market for an amount of ThCh\$90,000,000 for a term of 5 bullet years, maturing March 1, 2026.

(3) On November 18, 2021, Telefónica Móviles Chile S.A. issued 144A Reg S Bonds in the American capitals market in the amount of US\$ 500,000,000 (equivalent to ThCh\$ 409,780,000 historical), at an effective annual interest rate of 3.537% in US dollars and 10-year bullet maturing on November 18, 2031. The placing banks were Banco Bilbao Vizcaya Argentaria, S.A. Scotiabank, Goldman Sachs and Bank of America. The proceeds from the issuance were destined to refinancing liabilities and other corporate purposes.

(4) On August 18, 2023, a placement was made in the local market for an amount of UF 3,000,000 for a term of 5 bullet years, maturing on July 4, 2028.

On July 4, 2023 Telefónica Chile S.A. paid the fifth and final installment of the T bond for a total of ThCh\$9,600,000 in principal and ThCh\$232,387 in interest.

On October 12, 2022, Telefónica Chile S.A. paid the 144A bond for a total of USD 500,000,000 of principal and USD 9,687,500 of interest equivalent to ThCh\$466,940,000 and ThCh\$9,046,963 respectively.

On October 3, 2023 Telefónica Móviles Chile S.A. paid Bond F for a total principal of UF3,000,000 and interest in the amount of UF53,523, equivalent to ThCh\$108,607,050 and ThCh\$1,937,658 respectively.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

b) As of December 31, 2022, the detail of unguaranteed obligations (Bonds) is as follows, continued:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor taxpayer No,	Creditor	Creditor country	Currency	Amortization type	Effective rate	Nominal rate	Nominal value	Term
Bond series F (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,036,000-K	Banco Santander	Chile	UF	At maturity	3,82%	3,60%	UF 3 mm	10-04-2023
Bond series T (2)	90,635,000-9	Telefónica Chile S.A.	Chile	97,004,000-5	Banco de Chile	Chile	CLP	At maturity	4,72%	4,90%	MM\$ 48,000	07-05-2023
Bono Serie O (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Chile	Chile	CLP	At maturity	3,36%	3,50%	MM\$ 70,000	12-01-2025
Bono Serie Q (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	97,004,000-5	Banco de Santander	Chile	CLP	At maturity	3,36%	3,60%	MM\$ 70,000	03-01-2026
Bond Serie 144A II (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	0-E	The Bank of New York Mellon	EE,UU,	USD	At maturity	3,74%	3,54%	US\$ 500 mm	11-18-2031

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Nominal amounts (capital in thousands)									Total nominal amounts in local currency ThCh\$	
					To Maturity										
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$	1 to 2 Years ThCh\$	2 to 3 Years ThCh\$	Total 1 to 3 Years ThCh\$	3 to 4 Years ThCh\$	4 to 5 Years ThCh\$	Total 3 to 5 Years ThCh\$	5 years and Over ThCh\$		
Bono Serie F (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	-	66,392,760	-	-	-	-	-	-	-	-	69,392,760
Bono Serie T (2)	90,635,000-9	Telefónica Chile S.A.	Chile	Banco de Chile	9,600,000	9,600,000	-	-	-	-	-	-	-	-	19,200,000
Bono Serie O (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	-	-	70,000,000	70,000,000	-	-	-	-	-	70,000,000
Bono Serie Q (4)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Santander	-	-	-	-	-	90,000,000	-	90,000,000	-	-	90,000,000
Bond Serie 144A II (5)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	The Bank of New York Mellon	-	-	-	-	-	-	-	-	409,780,000	-	409,780,000
Total					9,600,000	78,992,760	-	70,000,000	70,000,000	90,000,000	-	90,000,000	409,780,000	-	658,372,760

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

c) As of December 31, 2022, the detail of unguaranteed obligations (Bonds) is as follows, continued:

Types	Debtor taxpayer No,	Debtor	Debtor country	Creditor	Current			Non-current							
					To Maturity		Total current as of 12.31.2022 ThCh\$	To Maturity					Total Non-current as of 12.31.2022 ThCh\$		
					Up to 90 days ThCh\$	90 days to 1 years ThCh\$		1 to 2 Years ThCh\$	2 to 3 Years ThCh\$	Total 1 to 3 years ThCh\$	3 to 4 Years ThCh\$	4 to 5 Years ThCh\$		Total 3 to 5 years ThCh\$	5 years and Over ThCh\$
Bono Serie F (1)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco Santander	-	103,673,707	103,673,707	-	-	-	-	-	-	-	-
Bono Serie T (2)(4)(5)(7)	90,635,000-9	Telefónica Chile S.A.	Chile	Banco Chile	10,010,440	9,558,296	19,568,736	-	-	-	-	-	-	-	-
Bono Serie O (3)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Chile	-	289,229	289,229	-	70,179,277	70,179,277	-	-	-	-	70,179,277
Bono Serie Q (6)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	Banco de Santander	1,265,999	-	1,265,999	-	-	-	90,440,543	-	90,440,543	-	90,440,543
Bond Serie 144A II (8)	76,124,890-1	Telefónica Móviles Chile S.A.	Chile	The Bank of New York Mellon	-	1,247,759	1,247,759	-	-	-	-	-	-	335,953,625	335,953,625
Total					11,276,439	114,768,991	126,045,430	-	70,179,277	70,179,277	90,440,543	-	90,440,543	335,953,625	496,573,445

- (1) On October 15, 2013, there was a 10-year bullet placement in the local market for an amount of UF 3,000,000, maturing on October 4, 2023.
- (2) On January 5, 2017, Telefónica Chile S.A. placed a 6,5-year bullet Bond Series T in the local market with a nominal annual interest rate of 4,9%, maturing on July 5, 2023. The amount collected on this transaction amounted to ThCh\$48,795,000.
- (3) On December 21, 2020, there was a 5-year bullet placement in the local market for an amount of ThCh \$ 70,000,000, maturing December 1, 2025.
- (4) On July 3, 2020, Telefónica Chile S.A. paid the first principal instalment of the T Bond in the amount of ThCh\$9,600,000 and ThCh\$1,161,936 in interest.
- (5) On January 5, 2021, Telefónica Chile S.A. paid the second instalment of the T Bond in the amount of ThCh\$9,600,000 and ThCh\$929,549 in interest.
- (6) On April 13, 2021, a placement was made in the local market for an amount of ThCh\$90,000,000 for a term of 5 bullet years, maturing March 1, 2026.
- (7) On July 2, 2021, Telefónica Chile S.A. paid the third installment of the capital of the T bond for ThCh\$9,600,000 and ThCh\$697,162 of interest.
- (8) On November 18, 2021, Telefónica Móviles Chile S.A. issued 144A Reg S Bonds in the American capitals market in the amount of US\$ 500,000,000 (equivalent to ThCh\$ 409,780,000 historical), at an effective annual interest rate of 3.537% in US dollars and 10-year bullet maturing on November 18, 2031. The placing banks were Banco Bilbao Vizcaya Argentaria, S.A. Scotiabank, Goldman Sachs and Bank of America. The proceeds from the issuance were destined to refinancing liabilities and other corporate purposes.

On October 12, 2022, Telefónica Chile S.A. paid the 144A bond for a total of USD 500,000,000 of principal and USD 9,687,500 of interest equivalent to ThCh\$466,940,000 and ThCh\$9,046,963 respectively.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



19. Other current and other non-current financial liabilities, continued

c) As of December 31, 2023 the composition of movements in current and non-current financial assets and liabilities from financial activities are as follows:

Conciliation of financing activities, current	Cash flows				Items other than cash flows			12.31.2023
	12.31.2022	Charges	Payments	Exchange rate	Accrued interest	Reclassification current / non-current	Others (*) movements	
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Financial liabilities	441,647,142	23,233,864	(303,236,675)	(30,989,113)	37,580,692	26,993,230	38,519,008	233,748,149
Banks loans (1)	181,285,768	-	(28,634,571)	1,377,963	19,173,382	(90,117,946)	3,538,175	86,622,771
Unguaranteed obligations (Bonds) (2)	126,045,430	-	(154,237,293)	3,279,161	27,373,390	-	2,085,988	4,546,676
Hedge instruments (3)	35,789,094	23,233,864	(278,726)	(20,063,202)	(20,047,544)	-	2,741,791	21,375,277
Leases (4)	98,526,851	-	(120,086,085)	(15,583,035)	11,081,464	117,111,176	30,153,054	121,203,425
Related companies commercial mandate (5)	97,430	-	-	-	(97,430)	-	-	-
Issued capital	-	266,196,465	-	-	-	-	-	266,196,465
Dividends payable	-	-	(105,633)	-	-	-	105,633	-
Others	3,332,981	1,020,000	(35,244,587)	-	10,424	-	32,245,338	1,364,156
Total	445,077,554	290,450,329	(338,586,895)	(30,989,113)	37,493,686	26,993,230	70,869,979	501,308,770

(*) Others

- (1) Corresponds to recognition of amortized cost, 4% tax and stamp tax.
- (2) Includes fair value for loans subject to coverage.
- (3) Corresponds to recognition of the fair value of rate insurance.
- (4) Corresponds to recognition of the obligation for liabilities on lease contracts that qualify under IFRS 16.
- (5) Corresponds to movements of related-party transactions with Telxius Cable.

Conciliation of financing activities, Non-current	Cash flows				Items other than cash flows			12.31.2023
	12.31.2022	Charges	Payments	Exchange rate	Accrued interest	Reclassification current / non-current	Others (*) movements	
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Financial liabilities	1,004,899,708	171,375,262	-	14,466,406	-	(26,993,230)	149,799,894	1,313,548,040
Banks loans (1)	177,462,868	65,000,000	-	2,766,505	-	90,117,946	(198,533)	335,148,786
Unguaranteed obligations (Bonds) (2)	496,573,445	106,375,262	-	12,746,620	-	-	36,325,626	652,020,953
Hedge instruments (3)	85,742,450	-	-	(1,046,719)	-	-	(9,376,982)	75,318,749
Leases (4)	245,120,945	-	-	-	-	(117,111,176)	123,049,783	251,059,552
Total	1,004,899,708	171,375,262	-	14,466,406	-	(26,993,230)	149,799,894	1,313,548,040

(*) Others

- (1) Corresponds to recognition of amortized cost, 4% tax and stamp tax.
- (2) Includes fair value adjustment for loans subject to fair value hedging in the amount of ThCh\$35,946,585 and amortized cost in the amount of ThCh\$379,041.
- (3) Corresponds to recognition of the fair value of rate insurance.
- (4) Corresponds to recognition of the obligation for liabilities on lease contracts that qualify under IFRS 16.

19. Other current and other non-current financial liabilities, continued

c) As of December 31, 2022, the composition of movements in current and non-current financial liabilities from financial activities are as follows:

Conciliation of financing activities, current	Cash flows				Items other than cash flows			12.31.2022
	12.31.2021	Charges	Payments	Exchange rate	Accrued interest	Reclassification current / non-current	Others (*)	
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Financial liabilities	484,852,557	230,007,155	(644,069,718)	(126,176,301)	89,922,310	406,275,685	835,455	441,647,143
Banks loans (1)	1,088,844	-	(10,188,909)	12,651,876	10,312,516	166,103,554	1,317,887	181,285,768
Unguaranteed obligations (Bonds) (2)	436,772,648	226,708,600	(510,386,484)	(146,150,577)	39,239,331	88,592,760	(8,730,848)	126,045,430
Hedge instruments (3)	5,149,880	3,298,555	(34,250,463)	31,086,258	33,346,021	-	(2,841,157)	35,789,094
Leases (4)	41,841,185	-	(89,243,862)	(23,763,858)	7,024,442	151,579,371	11,089,573	98,526,851
Related companies commercial mandate (5)	88,215	956,660	(850,000)	-	-	-	(97,445)	97,430
Dividends payable (6)	-	-	(28,854,037)	-	-	-	28,854,037	-
Others	-	-	(15,403,321)	-	-	-	18,736,302	3,332,981
Total	484,940,772	230,963,815	(689,177,076)	(126,176,301)	89,922,310	406,275,685	48,328,349	445,077,554

(*) Others

- (1) Corresponds to recognition of amortized cost, 4% tax and stamp tax.
- (2) Includes fair value adjustment for those loans subject to fair value coverage for ThCh\$(85,944) and amortized cost for ThCh\$740,326.
- (3) Corresponds to recognition of the fair value of interest rate insurance.
- (4) Corresponds to recognition of the obligation for liabilities on lease contracts that qualify under IFRS 16.
- (5) Corresponds to the movement of transactions with entities related to Telxius Cable.
- (6) Corresponds to dividends paid in December 2022.

Conciliation of financing activities, Non-current	Cash flows				Items other than cash flows			12.31.2022
	12.31.2021	Charges	Payments	Exchange rate	Accrued interest	Reclassification current / non-current	Others (*)	
	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Financial liabilities	1,238,241,748	-	-	(25,274,345)	-	(406,275,685)	198,207,990	1,004,899,708
Banks loans (1)	352,932,060	-	-	(10,239,111)	-	(166,103,554)	873,473	177,462,868
Unguaranteed obligations (Bonds) (2)	691,104,877	-	-	(17,839,893)	-	(88,592,760)	(88,098,779)	496,573,445
Hedge instruments (3)	1,044,730	-	-	2,804,659	-	-	81,893,061	85,742,450
Leases (4)	193,160,081	-	-	-	-	(151,579,371)	203,540,235	245,120,945
Total	1,238,241,748	-	-	(25,274,345)	-	(406,275,685)	198,207,990	1,004,899,708

(*) Others

- (1) Corresponds to recognition of amortized cost, 4% tax and stamp tax,
- (2) Includes fair value adjustment for loans subject to fair value hedging in the amount of ThCh\$(88,239,392) and amortized cost in the amount of ThCh\$140,613.
- (3) Corresponds to recognition of the fair value of rate insurance.
- (4) Corresponds to recognition of the obligation for liabilities on lease contracts that qualify under IFRS 16.

20. Current and non-current lease liabilities

a) The composition of the Liabilities for current and non-current leases that accrue interest is as follows:

Concepts	12.31.2023		12.31.2022	
	Current M\$	Non-current M\$	Current M\$	Non-current M\$
Lease obligations (1)	121,203,425	251,059,552	98,526,851	245,120,945
Total	121,203,425	251,059,552	98,526,851	245,120,945

(1) Corresponds to recognition of the liability for lease agreements that qualify under IFRS 16.

b) The detail of the expirations of the current and non-current financial liabilities for leases as of December 31, 2023 and 2022 is as follows:

Due date Up to 90 days ThCh\$	91 days to 1 year ThCh\$	Total current 12.31.2023 ThCh\$	1 to 3 years ThCh\$	Due dates 3 to 5 years ThCh\$	Over 5 years ThCh\$	Total non-current as of 12.31.2023 ThCh\$

Due date Up to 90 days ThCh\$	91 days to 1 year ThCh\$	Total current 12.31.2022 ThCh\$	1 to 3 years ThCh\$	Due dates 3 to 5 years ThCh\$	Over 5 years ThCh\$	Total non-current as of 12.31.2022 ThCh\$

c) The details of the movements in financial liabilities for current and non-current leases as of December 31, 2023 and 2022 are as follows:

Concepts	12.31.2023		12.31.2022	
	Current M\$	Non-current M\$	Current M\$	Non-current M\$
Beginning balance	98,500,627	245,120,945	41,834,094	193,160,081
High	-	123,049,783	-	206,441,815
Modifications	(1,628,513)	-	(26,022,544)	-
Payments	(119,898,267)	-	(89,243,858)	-
Transfers	117,111,176	(117,111,176)	154,480,951	(154,480,950)
Other movements	27,118,402	-	17,478,208	-
Movement, subtotal	22,702,798	5,938,607	56,692,757	51,960,865
Total	121,203,425	251,059,552	98,526,851	245,120,946

21. Trade and other payables

a) The composition of Trade and other payables is as follows:

Description	12.31.2023		12.31.2022	
	Current ThCh\$	No-current ThCh\$	Current ThCh\$	No-current ThCh\$
Debts due to purchases or services provided, invoiced (1)	245,482,194	-	206,887,760	-
Debts due to purchases or services provided, provisioned (1) (2)	145,122,502	-	130,118,128	28,814
Real property providers, invoiced	85,899,866	-	122,836,392	-
Real property providers, provisioned	16,510,714	-	16,652,347	-
Payables to employees	63,073,764	825,056	33,480,096	-
Dividends pending of payment	531,592	-	605,977	-
Others	4,385,600	-	-	-
Total	561,006,232	825,056	510,580,700	28,814

(1) "Debts from purchases or services rendered" corresponding to foreign and domestic suppliers, for the years ended as of December 31, 2023 and 2022 are detailed as follows:

Debts due to purchases or services provided	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Domestic	376,993,190	308,556,994
Foreign	21,505,586	28,448,894
Total	398,498,776	337,005,888

(2) Non-current balances correspond to equipment purchase obligations.

b) Accounts payable payment terms

The Company has a policy of paying its suppliers in an average period of 60 days as of the date of reception of the respective invoice, There are cases in which, due to specific circumstances, other than general policy, the established period is not complied with, For example, contracts that have specific agreed-upon deadlines, or delay on the part of the supplier in the issuance of invoices, or the closing of agreements with suppliers for delivery of goods or providing of the service, among others.

The Company does not present interest associated to debts in this heading.

As of December 31, 2023, the main suppliers, considering a minimum margin of 4% of total accounts payable correspond to: TFCF International Channels Chile with 8.7%, Samsung Electronics Chile Ltda. with 7.7%, Apple Chile Comercial Ltda with 7.5%, Lari Obras y Servicios Spa with 4.9%, Huawei Chile S.A. with 4.6%, Zener Austral Ltda with 4.3% and Atento Chile SA with 4.2%. As of December 31, 2022, the main suppliers, considering a minimum margin of 4% of total accounts payable correspond to: Huawei Chile S.A. with 10.2%, Samsung Electronics Chile Ltda. with 8.6%, Zener Austral Ltda. with 7.1%, Nokia Solutions and Networks Chile with 6.6%, Lari Obras y Servicios Spa with 6.2%, Atento Chile S.A with 5.9% and Cobra Chile Servicios S.A. with 4.1%.

21. Trade and other payables, continued

b) Accounts payable payment terms, continued

The terms of accounts payable to suppliers with up to date payments as of December 31, 2023 and 2022 are detailed as follows:

Suppliers with up to date payments As of 12.31.2023	Goods (Immobilized) ThCh\$	Services and Purchases ThCh\$	Total ThCh\$
Trade accounts to date			
Up to 30 days	45,617,941	171,371,526	216,989,467
From 31 to 60 days	23,998,083	34,738,577	58,736,660
From 61 to 90 days	6,314,438	6,800,485	13,114,923
From 91 to 120 days	4,804,777	3,416,139	8,220,916
From 121 to 180 days	68,017	16,367	84,384
More than 180 days	197,125	1,246	198,371
Total	81,000,381	216,344,340	297,344,721
Average period of payment of up to date accounts	75	54	

Suppliers with up to date payments As of 12.31.2022	Goods (Immobilized) ThCh\$	Services and Purchases ThCh\$	Total ThCh\$
Trade accounts to date			
Up to 30 days	39,589,464	60,521,090	100,110,554
From 31 to 60 days	45,000,080	42,035,025	87,035,105
From 61 to 90 days	1,544,312	5,808,762	7,353,074
From 91 to 120 days	4,336,517	335,925	4,672,442
Total	90,470,373	108,700,802	199,171,175
Average period of payment of up to date accounts	66	56	

The terms of accounts payable to suppliers with overdue payments as of December 31, 2023 and 2022 are detailed as follows:

Overdue suppliers by term As of 12.31.2023	Goods (Immobilized) ThCh\$	Services and Purchases ThCh\$	Total ThCh\$
Overdue trade accounts payable by term			
Up to 30 days	4,684,925	21,116,908	25,801,833
From 31 to 60 days	42,711	809,659	852,370
From 61 to 90 days	87,333	1,564,380	1,651,713
From 91 to 120 days	28,183	124,706	152,889
From 121 to 180 days	-	580,188	580,188
More than 180 days	56,333	4,942,013	4,998,346
Total	4,899,485	29,137,854	34,037,339
Average payment period of overdue accounts	62	46	

21. Trade and other payables, continued

b) Payment terms of accounts payable, continued

Overdue suppliers by term As of 12.31.2022	Goods (Immobilized) ThCh\$	Services and Purchases ThCh\$	Total ThCh\$
Overdue trade accounts payable by term			
Up to 30 days	16,866,881	51,972,320	68,839,201
From 31 to 60 days	12,380,242	21,762,437	34,142,679
From 61 to 90 days	2,788,941	19,928,352	22,717,293
From 91 to 120 days	103,000	524,422	627,422
From 121 to 180 days	168,426	473,882	642,308
More than 180 days	58,529	3,525,545	3,584,074
Total	32,366,019	98,186,958	130,552,977
Average payment period of overdue accounts	61	51	

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



22. Financial instruments

1. Classification of financial instruments by nature and category

a) Details of financial instruments of assets classified by nature and category as of December 31, 2023 is as follows:

Description of financial assets	Note	Assets recorded at amortized cost		Financial assets booked at fair value = book value								Total financial assets			
		Financial assets at amortized cost	Fair Value of financial assets at amortized cost	Through profit and loss		Through other comprehensive income (equity)			Hedges	Subtotal financial assets at fair value	Fair value measurement hierarchy			Total Book Value of Financial Assets	Total Fair Value of Financial Assets
				Financial Assets - held for trading	Financial assets - fair value to P&L option	Financial assets - Debt instruments	Financial assets - Equity instruments	Level 1 (market prices)			Level 2 (observable inputs other than market prices)	Level 3 (inputs not based on observable market data)			
ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$		
Other participations (net)		-	-	-	-	-	9,017,826	-	9,017,826	9,017,708	118	-	9,017,826	9,017,826	
Other participations	6-b	-	-	-	-	-	9,017,826	-	9,017,826	9,017,708	118	-	9,017,826	9,017,826	
Derivative instrument assets		-	-	-	-	-	-	44,841,309	44,841,309	-	44,841,309	-	44,841,309	44,841,309	
Derivative instrument assets	22-2	-	-	-	-	-	-	44,841,309	44,841,309	-	44,841,309	-	44,841,309	44,841,309	
Non-current trade and other accounts receivable		144,762,860	144,762,860	-	-	-	-	-	-	-	-	-	144,762,860	144,762,860	
Non-current trade and other accounts receivable	12	27,227,835	27,227,835	-	-	-	-	-	-	-	-	-	27,227,835	27,227,835	
Account receivable from relate entities	9-b	117,535,025	117,535,025	-	-	-	-	-	-	-	-	-	117,535,025	117,535,025	
Non-current financial assets		144,762,860	144,762,860	-	-	-	9,017,826	44,841,309	53,859,135	9,017,708	44,841,427	-	144,762,860	144,762,860	
Current trade accounts receivable		293,088,681	293,088,681	-	-	-	-	-	-	-	-	-	293,088,681	293,088,681	
Current trade and other accounts receivable	8-a	265,736,035	265,736,035	-	-	-	-	-	-	-	-	-	265,736,035	265,736,035	
Account receivable from relate entities	9-a	27,352,646	27,352,646	-	-	-	-	-	-	-	-	-	27,352,646	27,352,646	
Current deposits and pledges		73,124	73,124	-	-	-	-	-	-	-	-	-	73,124	73,124	
Current pledges and deposits	6-d	73,124	73,124	-	-	-	-	-	-	-	-	-	73,124	73,124	
Derivative instrument of assets		-	-	-	-	-	-	1,675,599	1,675,599	-	1,675,599	-	1,675,599	1,675,599	
Derivative instrument of assets	22-2	-	-	-	-	-	-	1,675,599	1,675,599	-	1,675,599	-	1,675,599	1,675,599	
Cash and cash equivalents		562,852,328	562,852,328	-	-	-	-	-	-	-	-	-	562,852,328	562,852,328	
Cash and cash equivalents	5	562,852,328	562,852,328	-	-	-	-	-	-	-	-	-	562,852,328	562,852,328	
Current financial assets		856,014,133	856,014,133	-	-	-	-	1,675,599	1,675,599	-	1,675,599	-	857,689,732	857,689,732	
Total financial assets		1,000,776,993	1,000,776,993	-	-	-	9,017,826	46,516,908	55,534,734	9,017,708	46,517,026	-	1,056,311,727	1,056,311,727	

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



22. Financial instruments, continued

1. Classification of financial instruments by nature and category, continued

a) Details of financial instruments of assets classified by nature and category as of December 31, 2022 is as follows:

Description of financial assets	Note	Assets recorded at amortized cost		Financial assets booked at fair value = book value								Total financial assets			
		Financial assets at amortized cost	Fair Value of financial assets at amortized cost	Through profit and loss		Through other comprehensive income (equity)			Hedges	Subtotal financial assets at fair value	Fair value measurement hierarchy			Total Book Value of Financial Assets	Total Fair Value of Financial Assets
				Financial Assets - held for trading	Financial assets - fair value to P&L option	Financial assets - Debt instruments	Financial assets - Equity instruments	Level 1 (market prices)			Level 2 (observable inputs other than market prices)	Level 3 (inputs not based on observable market data)			
ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$		
Other participations (net)		-	-	-	-	-	5,827,574	-	5,827,574	5,827,456	118	-	5,827,574	5,827,574	
Other participations	6-b	-	-	-	-	-	5,827,574	-	5,827,574	5,827,456	118	-	5,827,574	5,827,574	
Derivative instrument assets		-	-	-	-	-	-	5,773,067	5,773,067	-	5,773,067	-	5,773,067	5,773,067	
Derivative instrument assets	22-2	-	-	-	-	-	-	5,773,067	5,773,067	-	5,773,067	-	5,773,067	5,773,067	
Non-current trade and other accounts receivable		108,296,474	108,296,474	-	-	-	-	-	-	-	-	-	108,296,474	108,296,474	
Non-current trade and other accounts receivable	12	39,787,680	39,787,680	-	-	-	-	-	-	-	-	-	39,787,680	39,787,680	
Account receivable from relate entities	9-b	68,508,794	68,508,794	-	-	-	-	-	-	-	-	-	68,508,794	68,508,794	
Non-current financial assets		108,296,474	108,296,474	-	-	-	5,827,574	5,773,067	11,600,641	5,827,456	5,773,185	-	119,897,115	119,897,115	
Current trade accounts receivable		268,945,646	268,945,646	-	-	-	-	-	-	-	-	-	268,945,646	268,945,646	
Current trade and other accounts receivable	8-a	241,993,838	241,993,838	-	-	-	-	-	-	-	-	-	241,993,838	241,993,838	
Account receivable from relate entities	9-a	26,951,808	26,951,808	-	-	-	-	-	-	-	-	-	26,951,808	26,951,808	
Other non-trade accounts receivable		27,381,521	27,381,521	-	-	-	-	-	-	-	-	-	27,381,521	27,381,521	
Other non-trade accounts receivable	6-a/6.c	27,381,521	27,381,521	-	-	-	-	-	-	-	-	-	27,381,521	27,381,521	
Current deposits and pledges		73,124	73,124	-	-	-	-	-	-	-	-	-	73,124	73,124	
Current pledges and deposits	6-d	73,124	73,124	-	-	-	-	-	-	-	-	-	73,124	73,124	
Derivative instrument of assets		-	-	-	-	-	-	61,814,270	61,814,270	-	61,814,270	-	61,814,270	61,814,270	
Derivative instrument of assets	22-2	-	-	-	-	-	-	61,814,270	61,814,270	-	61,814,270	-	61,814,270	61,814,270	
Cash and cash equivalents		466,972,364	466,972,364	-	-	-	-	-	-	-	-	-	466,972,364	466,972,364	
Cash and cash equivalents	5	466,972,364	466,972,364	-	-	-	-	-	-	-	-	-	466,972,364	466,972,364	
Current financial assets		763,372,655	763,372,655	-	-	-	-	61,814,270	61,814,270	-	61,814,270	-	825,186,925	825,186,925	
Total financial assets		871,669,129	871,669,129	-	-	-	5,827,574	67,587,337	73,414,911	5,827,456	67,587,455	-	945,084,040	945,084,040	

22. Financial instruments, continued

1. Classification of financial instruments by nature and category, continued

The book value of financial assets such as cash and cash equivalents and the current portion of accounts receivable from related entities approximates their fair values, due to the short-term nature of their maturities.

The book value of the current portion of trade and other accounts receivable approximates their fair values, due to the short-term nature of their maturities.

Instruments recorded under other current and non-current financial assets classified as financial assets at fair value through profit or loss and hedge derivatives are presented at their fair value in the Statement of Financial Position.

Financial instruments recorded under other non-current financial assets mainly, include the investment in Telefonica Brazil which is recorded at fair value (Note 6a).

Instruments recorded under other current financial assets classified as held to maturity, mainly include time deposits maturing in more than 90 days.

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



22. Financial instruments, continued

1. Classification of financial instruments by nature and category, continued

b) Details of financial instruments of liabilities classified by nature and category as of December 31, 2023 is as follows:

Description of financial liabilities	Note	Financial liabilities at amortized cost		Financial liabilities booked at fair value = booked value							Total financial liabilities	
		Financial liabilities at amortized cost	Fair value of liabilities at amortized cost	With changes in the income statement		Hedges	SUBTOTAL FINANCIAL LIABILITIES AT FAIR VALUE	Fair value measurement hierarchy			Total Book Value of Financial Liabilities	Total Fair Value of Financial Liabilities
				Financial liabilities - Held for trading	Financial liabilities - Fair value option to PL			Level 1 (market prices)	Level 2 (observable inputs other than market prices)	Level 3 (inputs not based on observable market data)		
ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Issuance of obligations and other non-current marketable securities	19-b	652,020,953	538,784,867	-	-	-	-	-	-	-	652,020,953	538,784,867
Non-current debts with loan entities	19-a	335,148,786	335,148,786	-	-	-	-	-	-	-	335,148,786	335,148,786
Long-term hedge derivative instrument of liabilities	22-2	-	-	-	-	75,318,749	75,318,749	-	75,318,749	-	75,318,749	75,318,749
Trade and other accounts payable	21-a	825,056	825,056	-	-	-	-	-	-	-	825,056	825,056
Accounts payable to related entities	9-d	7,122,754	7,122,754	-	-	-	-	-	-	-	7,122,754	7,122,754
Other non-current financial debts	20	251,059,552	251,059,552	-	-	-	-	-	-	-	251,059,552	251,059,552
Non-current financial liabilities		1,246,177,101	1,132,941,015	-	-	75,318,749	75,318,749	-	75,318,749	-	1,321,495,850	1,208,259,764
Issuance of short-term obligations and other marketable securities	19-b	4,546,676	4,101,856	-	-	-	-	-	-	-	4,546,676	4,101,856
Short-term debts with credit entities	19-a	86,622,771	86,622,771	-	-	-	-	-	-	-	86,622,771	86,622,771
Short-term derivative instrument of liabilities	22-2	-	-	-	-	21,375,277	21,375,277	-	21,375,277	-	21,375,277	21,375,277
Trade and other accounts payable	21-a	561,006,232	561,006,232	-	-	-	-	-	-	-	561,006,232	561,006,232
Accounts payable to related entities	9-c	118,005,045	118,005,045	-	-	-	-	-	-	-	118,005,045	118,005,045
Other non-current financial debts	19(1)/20	122,567,581	122,567,581	-	-	-	-	-	-	-	122,567,581	122,567,581
Current financial liabilities		892,748,305	892,303,485	-	-	21,375,277	21,375,277	-	21,375,277	-	914,123,582	913,678,762
Total financial liabilities		2,138,925,406	2,025,244,500	-	-	96,694,026	96,694,026	-	96,694,026	-	2,235,619,431	2,121,938,525

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



22. Financial instruments, continued

1. Classification of financial instruments by nature and category, continued

b) Details of financial instruments of liabilities classified by nature and category as of December 31, 2022 is as follows:

Description of financial liabilities	Note	Financial liabilities at amortized cost		Financial liabilities booked at fair value = booked value							Total financial liabilities	
		Financial liabilities at amortized cost	Fair value of liabilities at amortized cost	With changes in the income statement		Hedges	SUBTOTAL FINANCIAL LIABILITIES AT FAIR VALUE	Fair value measurement hierarchy			Total Book Value of Financial Liabilities	Total Fair Value of Financial Liabilities
				Financial liabilities - Held for trading	Financial liabilities - Fair value option to PL			Level 1 (market prices)	Level 2 (observable inputs other than market prices)	Level 3 (inputs not based on observable market data)		
ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	ThCh\$	
Issuance of obligations and other non-current marketable securities	19-b	496,573,445	421,496,496	-	-	-	-	-	-	-	496,573,445	421,496,496
Non-current debts with loan entities	19-a	177,462,868	177,462,868	-	-	-	-	-	-	-	177,462,868	177,462,868
Long-term hedge derivative instrument of liabilities	22-2	-	-	-	-	85,742,450	85,742,450	-	85,742,450	-	85,742,450	85,742,450
Trade and other accounts payable	21-a	28,814	28,814	-	-	-	-	-	-	-	28,814	28,814
Accounts payable to related entities	9-d	5,548,164	5,548,164	-	-	-	-	-	-	-	5,548,164	5,548,164
Other non-current financial debts	21	245,120,945	245,120,945	-	-	-	-	-	-	-	245,120,945	245,120,945
Non-current financial liabilities		924,734,236	849,657,287	-	-	85,742,450	85,742,450	-	85,742,450	-	1,010,476,686	935,399,737
Issuance of short-term obligations and other marketable securities	19-b	126,045,430	121,684,665	-	-	-	-	-	-	-	126,045,430	121,684,665
Short-term debts with credit entities	19-a	181,285,768	181,285,768	-	-	-	-	-	-	-	181,285,768	181,285,768
Short-term derivative instrument of liabilities	22-2	-	-	-	-	35,789,094	35,789,094	-	35,789,094	-	35,789,094	35,789,094
Trade and other accounts payable	21-a	510,580,700	510,580,700	-	-	-	-	-	-	-	510,580,700	510,580,700
Accounts payable to related entities	9-c	121,121,862	121,121,862	-	-	-	-	-	-	-	121,121,862	121,121,862
Other non-current financial debts (1)	19(1)/20	101,859,832	101,859,832	-	-	-	-	-	-	-	101,859,832	101,859,832
Current financial liabilities		1,040,893,592	1,036,532,827	-	-	35,789,094	35,789,094	-	35,789,094	-	1,076,682,686	1,072,321,921
Total financial liabilities		1,965,627,828	1,886,190,114	-	-	121,531,544	121,531,544	-	121,531,544	-	2,087,159,372	2,007,721,658

(1) Includes sale of portfolio to Banco Santander (See Note 20 Other financial debts).

22. Financial instruments, continued

1. Classification of financial instruments by nature and category, continued

The book value of the current portion of accounts payable to related entities and trade accounts receivable approximates their fair values, due to the short-term nature of their due dates.

Instruments recorded under other current and non-current financial liabilities classified as financial liabilities at fair value through profit or loss and hedge derivatives are presented at their fair value in the statement of financial position.

Financial instruments recorded under other current and non-current financial liabilities which correspond to interest bearing loans, are generally recorded for the cash received, net of costs incurred in the transaction. These obligations are valued at amortized cost, using the effective interest rate method, and mainly include bank loans and unguaranteed obligations (bonds) (see note 19).

Notes to the consolidated financial statements, continued

As of December 31, 2023 and 2022



22. Financial instruments, continued

2. Hedging instruments

As of December 31, 2023, hedging instruments are detailed as follows:

Type of hedge	Underlying	To Maturity							
		Current Assets		Current Liabilities		Non-current Assets		Non-current Assets	
		Up to 90 days ThCh\$	90 days to 1 year ThCh\$	Up to 90 days ThCh\$	90 days to 1 year ThCh\$	1 to 3 years ThCh\$	3 to 5 years ThCh\$	1 to 3 years ThCh\$	3 to 5 years ThCh\$
Exchange rate hedge – cash flow (1)	Suppliers Debt	657,136	-	(1,691,486)	-	-	-	(3,223,075)	-
Exchange rate hedge – fair value (2)	Debt to suppliers and customers	950,682	-	(10,075,096)	-	-	-	-	-
Interest rate hedge – cash flow (3)	Financial Debt	67,781	-	(2,470,837)	-	-	-	-	(72,095,674)
Exchange rate and interest rate hedge – fair value (4)	Financial Debt	-	-	(7,137,858)	-	-	44,841,306	-	-
Total		1,675,599	-	(21,375,277)	-	-	44,841,306	(3,223,075)	(72,095,674)

As of December 31, 2023, the hedging instruments have generated a net effect on the profit year result of ThCh\$23,536,015 and the accumulated effect on equity net of taxes is ThCh\$2,845,162 (see note 26d).

As of December 31, 2022, hedging instruments are detailed as follows:

Type of hedge	Underlying	To Maturity							
		Current Assets		Current Liabilities		Non-current Assets		Non-current Assets	
		Up to 90 days ThCh\$	90 days to 1 year ThCh\$	Up to 90 days ThCh\$	90 days to 1 year ThCh\$	1 to 3 years ThCh\$	3 to 5 years ThCh\$	1 to 3 years ThCh\$	3 to 5 years ThCh\$
Exchange rate hedge – cash flow (1)	Suppliers Debt	238,024	28,548	(16,746,856)	(6,832,632)	5,773,064	-	(1,112,142)	(247)
Exchange rate hedge – fair value (2)	Debt to suppliers and customers	-	18,092,578	(5,695,011)	-	-	-	-	(4,509,830)
Interest rate hedge – cash flow (3)	Financial Debt	11,145,211	-	(1,749,380)	(267,845)	-	-	-	(80,120,231)
Exchange rate and interest rate hedge – fair value (4)	Financial Debt	-	32,309,909	(4,497,370)	-	-	-	-	-
Total		11,383,235	50,431,035	(28,688,617)	(7,100,477)	5,773,064	-	(1,112,142)	(84,630,308)

As of December 31, 2022, the hedging instruments have generated a net effect on the profit period result of ThCh\$20,147,370 and the accumulated effect on equity net of taxes is ThCh\$3,630,329 (see note 26d)

Description of hedge instruments:

1. Exchange rate hedge – cash flow: This category includes derivative instruments used to hedge highly probable future cash flows of trade debt.
2. Exchange rate hedge – fair value: This category includes derivative instruments entered into to hedge existing commercial debt.
3. Interest rate hedge – cash flows: This category includes, derivative instruments entered into to hedge debt instrument interest rate risk, whose interest cash flows payable are denominated at a variable interest rate.
4. Exchange rate and interest rate hedge – fair value: This category includes derivative instruments entered into to hedge foreign currency risk on capital of debt instrument.

22. Financial instruments, continued

3. Valuation of hedging instruments

The Company has financial derivative valuation models that use local and international financial market interest rate curves, both to determine cash flows associated to each derivative and to discount those cash flows to present value. Once this valuation is obtained, it is compared to the valuation certificates provided to us by the banks. Should there be material differences, a review of the internal model is carried out and it is verified if the bank is making a correct valuation.

The main assumptions used in the valuation models of derivative instruments are as follows:

- a) Market assumptions, such as spot prices and other price projections, credit risk (own and counterparty) and rates, using observable market information and through techniques commonly used among its participants.
- b) Discount rates like risk free rates and counterparty rates based on risk profiles and information available in the market.
- c) In addition, variables such as: volatility, correlation, regression formulas and market spread, are incorporated to the model.

The methodologies and assumptions used to determine the fair value of financial derivative instruments apply consistently from one period to another. The Company considers that what has been previously described is used in a fair manner, since it is in line with those used by the market and result in a measurement of fair value that is appropriate for the purposes of measuring the financial statements and disclosures. It should be noted that these disclosures are complete and adequate.

4. Hierarchy of financial instruments fair value

Financial instruments recognized at fair value in the Statement of financial position are classified according to the following hierarchies (note 22,1):

Level 1: Corresponds to methodologies of fair value measurement using market rates (without adjustments) in an active market considering the same assets and liabilities valued.

Level 2: Corresponds to methodologies of fair value measurement using data on market rates, not included in Level 1, that are observable for assets and liabilities valued, whether directly (that is, as a price) or indirectly (that is, derived from a price).

Level 3: Corresponds to methodologies of fair value measurement using valuation techniques that include information on assets and liabilities valued, which are not based on observable market information.

23. Other currents provisions

a) The balance of currents provisions is detailed as follows:

Concepts	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Local police courts	1,054,081	1,169,520
Administrative litigation	705,404	532,330
Labor	342,793	470,200
Others	169,303	630,746
Total	2,271,581	2,802,796

Based on the progress of the proceedings, the Company's Management considers that the provisions recorded in the financial statements adequately cover the litigation risks described in Note 33a, therefore they do not foresee that they will result in liabilities other than those recorded.

Due to the characteristics of the risks that covered by these provisions, it is impossible to determine a reasonable payment date schedule.

As of December 31, 2023 and 2022, the movements in provisions are as follows:

Movements	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Beginning balance	2,802,796	8,013,274
Increase in existing provisions	1,521,475	3,353,700
Provision application	(2,052,690)	(8,564,178)
Movements subtotal	(531,215)	(5,210,478)
Ending balance	2,271,581	2,802,796

b) Other non-currents provisions:

As of December 31, 2023 and 2022 the balance of other non-current provisions are detailed as follows:

Concepts	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Dismantling provision (1)	16,437,538	18,078,266
Total	16,437,538	18,078,266

(1) Movements of the dismantling provision as of December 31, 2023 and 2022 are detailed as follows:

Movements	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Beginning balance	18,078,266	17,662,669
Financial update	294,075	156,929
Upward	755,398	258,668
Application	(2,690,201)	-
Movement subtotal	(1,640,728)	415,597
Ending balance	16,437,538	18,078,266

24. Employee benefits accrual

a) Post-employment benefits

The employee benefits provision corresponds to liabilities for future severance pay for years of service that are estimated to be accrued for employees, both in the general and private payroll, through collective or individual employee contracts, and are recorded at actuarial value determined using the projected credit unit method. Actuarial profits and losses on severance pay derived from changes in estimates in the turnover rates, mortality, salary increases or discount rate, are recorded in accordance with International Accounting Standard 19 R (IAS 19R), under Other comprehensive income, affecting Equity directly. This procedure has been applied by the Company since the beginning of the convergence to International Standard.

As of December 31, 2023 and 2022 current and non-current employee benefits accrual are as follows:

Concepts	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Current amount of liability recognized for termination benefits	13,109,043	5,216,457
Non-current amount of liability recognized for termination benefits	26,503,814	31,235,592
Total	39,612,857	36,452,049

The Company presents the benefits of employees who will reach the legal age to retire within the next twelve months.

As of December 31, 2023 and 2022 the movements for current employee benefits provisions are detailed as follows:

Movements	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Beginning balance	36,452,049	32,283,636
Service costs	258,628	247,476
Interest costs (see note 30a)	1,882,019	1,912,430
Actuarial profits, net due to experience	1,293,402	3,736,290
Benefits paid	(273,241)	(1,812,178)
Others	-	84,395
Movement subtotal	3,160,808	4,168,413
Ending balance	39,612,857	36,452,049

24. Employee benefits accrual, continued

a) Post-employment benefits, continued

Actuarial hypotheses

The hypotheses used for the actuarial calculation of employee benefits obligations are reviewed once a year and correspond to the following detail, as of December 31, 2023 and 2022:

- **Discount rate:** An annual nominal rate of 5.425% and 5.163% is used as of December 31, 2023 and 2022, respectively. This rate must be representative of the time value of money, for which a risk-free rate, represented by BCP financial instruments (Central Bank of Chile Bonds issued in Chilean pesos), is used for a relevant term of around 20 years.
- **Incremental Salary Rate:** for calculation, an increase table is used according to the inflation projection established by the Central Bank of Chile. The rate used for the periods ended December 31, 2023 and 2022 was 3%.
- **Mortality:** The RV-2014 mortality tables established by the Financial Market Commission (CMF) are used to calculate social life insurance reserves in Chile.
- **Turnover rate:** Based on the historical Company data, the rotation used for both periods ended December 31, 2023 and 2022 are as follows:

Benefit group	Turnover rate for resignation	Turnover rate for dismissal
Frozen Compensation	0.05%	1.76%
Post-frozen Compensation	3.50%	6.38%
Quotas system	2.73%	2.73%
Decease	2.73%	2.73%

- **Years of service:** The Company assumes that the employees will remain until their legal retirement age, (women, up to 60 years old, and men, up to 65 years old).

The model for calculating employee termination benefits has been prepared by a qualified external actuary. The model uses variables and market estimates in accordance with the methodology established by IAS 19 to determine this provision.

b) Sensitivity of assumptions

Based on the actuarial calculation as of December 31, 2023, the sensitivity of the main assumptions has been reviewed, determining the following possible effects on Equity:

Description	Base	Plus 1% ThCh\$	Less 1% ThCh\$
Discount rate	5.425%	(1,615,614)	1,766,690

24. Employee benefits accrual, continued

c) Expected cash flows

In accordance with the employee benefits obligation, future cash flows for the following periods are detailed as follows:

Description	1st year ThCh\$
Future payment cash flows	16,528,764

d) Employee benefits expenses

Expenses recognized in the Comprehensive income statement for this concept are composed of payroll for personnel hired by subsidiaries Telefónica Investigación y Desarrollo SpA and Telefónica Chile Servicios Corporativos Ltda., detailed as follows:

Concepts	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Wages and salaries	153,474,873	143,949,873
Staff restructuring plan (1)	33,400,000	-
Post employment benefit obligations expense	258,628	247,476
Total	187,133,501	144,197,349

(1) Corresponds to the digital simplification and transformation plan for the processes approved by the management committee in December 2023. As of the end date of these financial statements, the plan is 97% complete.

25. Other current and non-current non-financial liabilities

a) Other non-financial liabilities are detailed as follows:

Concepts	12.31.2023		12.31.2022	
	Current ThCh\$	Non-current ThCh\$	Current ThCh\$	Non-current ThCh\$
Contractual liabilities	7,603,138	10,600,491	15,170,520	74,683,401
Services charged and not rendered	2,771,686	-	6,609,169	-
Handsets sold and not activated	2,256,826	-	1,278,944	-
Optical fiber business sale exclusivity (1)	2,065,577	8,629,521	6,760,646	72,203,382
IRUS rights of use	509,049	1,970,970	521,761	2,480,019
Deferred income	3,024,180	1,472,432	3,586,819	1,174,287
Corporate projects to be undertaken (2)	2,438,069	1,282,299	2,331,168	682,956
Other Deferred income	374,194	-	789,442	260,232
Sale of telecommunications infrastructure	211,917	190,133	466,209	231,099
Subsidies	279,756	1,345,414	359,756	1,620,888
Extreme zones	77,486	49,218	118,942	126,889
Subsidy for Tierra del Fuego base stations	70,355	492,488	70,355	562,843
Puerto Natales and Cerro Castillo Fiber Optics Network	52,624	192,951	52,623	245,575
Connectivity for service networks and telecentre	51,835	22,741	90,380	70,292
Juan Fernandez Island Satellite links	27,456	588,016	27,456	615,289
Taxes	5,082,770	-	19,423,959	-
VAT (3)	3,276,315	-	17,716,029	-
Other taxes (4)	1,806,455	-	1,707,930	-
Others non-financial liabilities	15,989,844	13,418,337	38,541,054	77,478,576

- (1) Corresponds to the transaction price that is being remunerated to Telefónica Chile S.A. for the purchase of the fiber optic business
(2) Corresponds to billing of company projects that are recorded in revenue based on their level of progress.
(3) Corresponds to the net effect between the VAT debit and the VAT credit.
(4) Includes withholding taxes and other taxes, the most relevant being the additional tax on remittances to foreign suppliers.

25. Other current and non-current non-financial liabilities, continued

In the sale of 60% of the shares of HoldCo InfraCo SpA to Alameda Chile SpA (formerly KKR Alameda Aggregator L.P.) by Telefónica Chile S.A. on July 1, 2021, the price of the transaction was based on two concepts: the purchase of a business and the exclusivity commitment of Telefónica Chile S.A. with InfraCo SpA through the Optic Fiber Connectivity Services Supply Contract. Such exclusivity had the same 10-year term as the contract; therefore, its deferral period is the same term using a straight-line consumption pattern. On December 29, 2023, contractual changes were agreed which affect the exclusivity consumption pattern; the obligation to maintain the relationship exclusive goes from being for 10 years to the new threshold of customers defined in the amendment. It conceptually continues to be the same and sole performance obligation identified from the beginning, only that this contractual modification makes the exclusivity consumption pattern accumulative. This change caused accelerated amortization in the amount of ThCh\$61,508,285 in December 2023.

Movements of contractual liabilities, deferred income and subsidies as of December 31, 2023 and 2022 are as follows:

Movements	12.31.2023					
	Contractual liabilities		Deferred Income		Subsidies	
	Current ThCh\$	Non-Current ThCh\$	Current ThCh\$	Non-Current ThCh\$	Current ThCh\$	Non-Current ThCh\$
Beginning balance	15,170,520	74,683,401	3,586,819	1,174,287	359,756	1,620,888
Endowments	186,886,403	-	10,271,957	1,397,498	-	-
Reduction/applications	(202,284,615)	(56,252,080)	(11,850,121)	(83,828)	(307,922)	(47,552)
Transfers	7,830,830	(7,830,830)	1,015,525	(1,015,525)	227,922	(227,922)
Movement subtotal	(7,567,382)	(64,082,910)	(562,639)	298,145	(80,000)	(275,474)
Ending balance	7,603,138	10,600,491	3,024,180	1,472,432	279,756	1,345,414

Movements	12.31.2022					
	Contractual liabilities		Deferred Income		Subsidies	
	Current ThCh\$	Non-Current ThCh\$	Current ThCh\$	Non-Current ThCh\$	Current ThCh\$	Non-Current ThCh\$
Beginning balance	23,340,151	78,037,451	3,394,756	680,883	359,756	1,973,734
Endowments	201,046,765	1,178,209	2,658,519	1,246,430	-	-
Reduction/applications	(213,748,655)	-	(3,219,482)	-	(352,846)	-
Transfers	4,532,259	(4,532,259)	753,026	(753,026)	352,846	(352,846)
Movement subtotal	(8,169,631)	(3,354,050)	192,063	493,404	-	(352,846)
Ending balance	15,170,520	74,683,401	3,586,819	1,174,287	359,756	1,620,888

25. Other current and non-current non-financial liabilities, continued

b) The detail of the expirations of the current non-financial liabilities as of December 31, 2023 and 2022 are as follows:

Expirations		Total Current to 12.31.2023 ThCh\$	Expirations				Total non-current to 12.31.2023 ThCh\$
until 90 days ThCh\$	91 days to 1 year ThCh\$		1 to 3 years ThCh\$	3 to 5 years ThCh\$	5 years and more ThCh\$		
13,385,365	2,604,479	15,989,844	10,855,238	637,154	1,925,945	13,418,337	

Expirations		Total Current to 12.31.2022 ThCh\$	Expirations				Total non-current to 12.31.2022 ThCh\$
until 90 days ThCh\$	91 days to 1 year ThCh\$		1 to 3 years ThCh\$	3 to 5 years ThCh\$	5 years and more ThCh\$		
34,155,141	4,385,913	38,541,054	17,648,002	19,416,775	40,413,799	77,478,576	

26. Equity

The Company manages its capital for the purpose of safeguarding its capacity to continue as a going concern for the purpose of generating returns to its shareholders. As well with the objective of maintaining a strong credit rating and favorable capital ratios in order to support its businesses and guarantee ongoing and expedite access to the financial markets, maximizing the shareholders' value. The Company manages its capital structure and adjusts it, in accordance with changes in existing economic conditions.

No changes were introduced in the objectives, policies or processes during the periods ended as of December 31, 2023 and 2022.

a) Equity

As of December 31, 2023 and 2022 the Company's paid-in capital is composed as follows:

Number of shares

Series	No. of shares subscribed	12.31.2023		12.31.2022		
		No. of shares paid	No. of shares with voting rights	No. of shares subscribed	No. of shares paid	No. of shares with voting rights
Unique	1,161,736,635,511	1,161,736,635,511	1,161,736,635,511	960,392,966,349	960,392,966,349	960,392,966,349
Total	1,161,736,635,511	1,161,736,635,511	1,161,736,635,511	960,392,966,349	960,392,966,349	960,392,966,349

Equity

Series	12.31.2023		12.31.2022	
	Subscribed capital	Paid-in capital	Subscribed capital	Paid-in capital
	ThCh\$	ThCh\$	ThCh\$	ThCh\$
Unique	1,631,068,750	1,631,068,750	1,364,872,285	1,364,872,285
Total	1,631,068,750	1,631,068,750	1,364,872,285	1,364,872,285

On November 27, 2023, the Extraordinary Shareholders' Meeting approved a capital increase which resulted in subscribed and paid capital in the amount of ThCh\$266,196,465 leaving capital at ThCh\$1,631,068,750, divided into 1,161,736,635,511 common shares.

26. Equity, continued**a) Equity, continued**

Based on the above, as of December 31, 2023, the Company's shareholder structure is detailed as follows:

Company	Shares
Inversiones Telefónica International Holding S.A.	1,151,736,632,535
Telefónica S.A.	10,000,002,976
Total	1,161,736,635,511

On March 31, 2020 according to contract of purchase sale of shares, Telefónica S.A. transferred all its shareholding of 10,000,002,976 shares of Telefónica Móviles Chile S.A. to Latin América Cellular Holdings S.L. at a selling price of € 26,159,899.63.

b) Distribution of shareholders

As established in Circular No. 792 issued by the Financial Market Commission (CMF) (ex-Superintendency of Securities and Insurance) of Chile, the distribution of shareholders, based on their participation in the Company as of December 31, 2023, is as follows:

Type of Shareholder	Participation %	Number of shareholders
Participation of 10% or more	99.1392%	1
Less than 10% participation:	0.8608%	1
Total	100.0000	2
Parent Company	99.1392%	1

c) Dividends:**i) Dividends policy:**

In accordance with Law No. 18,046, unless a different agreement is adopted unanimously at the Shareholders' Meeting, when the Company makes profits, at least 30% of them must be distributed as dividends.

At the Ordinary Shareholders' Meeting held in April 2022, the shareholders agreed not to distribute dividends with a charge to profit for 2021; therefore, the interim dividend in the amount of ThCh\$98,820,761, corresponding to 30% of profit for 2021 recorded as of December 31, 2021, was reversed.

As of December 31, 2022, there was a dividend distribution charged to the profits for the year 2022 that exceeded 30% of the distributable net profit generated during the year.

The Company did not establish any allowance for this concept since it did not generate profits during the year.

The Company has distributed the following dividends during the reported periods:

Date	Dividend	Distributed amount ThCh\$	Value per share ThCh\$	Charge to utilities	Payment date
12.28.2022	Provisional	28,887,000	0.0301	Exercise	12.28.2022

26. Equity, continued

d) Others reserves:

The balances, nature and purpose of others reserves are detailed as follows:

Concepts	Balance as of	Net movement	Balance as of
	12.31.2022		12.31.2023
	ThCh\$	ThCh\$	ThCh\$
Capital revaluation reserve (i)	(233,685,327)	-	(233,685,327)
Other miscellaneous reserves (ii)	(121,588,522)	-	(121,588,522)
Business combination reserve (iii)	(95,176,556)	-	(95,176,556)
Employee benefits reserve (iv)	(10,318,342)	(882,101)	(11,200,443)
Foreign currency translation difference reserve (v)	(58,310)	-	(58,310)
Cash flow hedges reserve (vi)	3,630,329	(6,475,491)	(2,845,162)
Reserve for financial assets (vii)	148,204	3,170,724	3,318,928
Total	(457,048,524)	(4,186,868)	(461,235,392)

i) Capital revaluation

In accordance with Law No. 18,046, second paragraph of Article 10 and in accordance with Official Circular No. 456 issued by the Financial Market Commission (ex-Superintendency of Securities and Insurance), the revaluation of the Company's Capital as of December 31, 2008, date of application of international financial reporting standards, must be presented in this item.

ii) Other miscellaneous reserves

Contains the difference between the valuation of the investments that Telefónica Móviles S.A. has in the consolidated subsidiaries and the capital of each one of these as of December 31, 2016. This effect is in the amount of ThCh\$53,430,874.

In September 2017 and in reference to the withdrawal of 1,072,813 minority shareholders described in the treasury shares reserves, Telefónica Móviles Chile S.A. increased its interest in subsidiary Telefónica Chile S.A. from 97.92% to 99.0281653%, which generated an increase of ThCh\$1,083,569 in the aforementioned effect.

During 2014, the Company made a Capital increase paid by Inversiones Telefónica Internacional Holding S.A. with the contribution in dominion of a group of assets and liabilities. This transaction generated a difference between the book value of those assets and liabilities and the contribution value of ThCh\$61,567,621 that were recognized in this item, since it corresponds to a corporate reorganization.

In July 2010, the Company purchased, from the Dutch company Telefónica Chile Holding B.V., the investment in Telefónica Internacional S.A. This transaction generated a 20% withholding tax that was assessed by the Chilean Internal Revenue Service in 2013 and which had to be paid by the Company for being jointly responsible. This tax, in the amount of ThCh\$3,722,259, was recognized as "Other reserves".

In addition, it is composed of the accumulated revaluation reserve and of the adjustment for first-time adoption of International Financial Reporting Standards (IFRS) assumed by subsidiary Telefónica Móviles Soluciones y Aplicaciones S.A. in the amount of ThCh\$2,365,462, and other negative concepts for ThCh\$70,619.

In 2021, it includes the effect of recognizing the interest in the equity of associate HoldCo InfraCo SpA., which incorporates the concept of reserve for overpriced sale of shares in its records in the amount of ThCh\$625,482.

26. Equity, continued**d) Others reserves, continued****iii) Business combination reserve**

Corresponds to corporate reorganizations performed in previous periods.

iv) Employee benefits reserve

Corresponds to the effect arising from changes in the actuarial hypotheses for the employee benefits provision, originated in subsidiaries Telefónica Chile Servicios Corporativos Ltda, and Telefónica Investigación y Desarrollo Chile SpA.

v) Foreign currency translation difference reserve

Corresponds to the differences generated by the conversion of the Company's financial statements.

vi) Cash Flow hedges reserves

Transactions Transactions designated as expected transaction cash flow hedges are probable, the Company can carry out the transaction, and the Company has the positive intention and ability to consummate the expected transaction. Expected transactions designated in our cash flow hedges will probably occur on the same date and for the same amount as originally designated, otherwise, the ineffectiveness will be measured and recorded when appropriate. In addition, the effects of the fair value associated to rate insurance are included. This account also includes hedges recognized on the equity share of HoldCo InfraCo SpA.

vii) Reserves for financial assets

Corresponds to the effect of market valuation of the investment of Telefónica Chile S.A. subsidiary in Telefónica Brazil.

e) Non-controlling interest

As of December 30, 2023 and 2022 recognition of the portion of Equity belonging to third parties is detailed as follows:

Subsidiaries	Percentage		Non-controlling interest	
	Non-controlling interest		Shareholders' Equity	
	2023	2022	12.31.2023	12.31.2022
	%	%	ThCh\$	ThCh\$
Telefonica Chile S.A.	0.6121096	0.6611207	8,286,112	9,078,482
Total			8,286,112	9,078,482

As of December 31, 2023 and 2022 recognition of the portion of Results belonging to third parties is detailed as follows:

Subsidiaries	Percentage		Non-controlling interest in result	
	Non-controlling interest		Profit (loss)	
	2023	2022	12.31.2023	12.31.2022
	%	%	ThCh\$	ThCh\$
Telefonica Chile S.A.	0.6121096	0.6611207	(46,311)	357,989
Total			(46,311)	357,989

27. Earnings per Share

The detail of Earnings per share is as follows:

Basic earnings per share	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Earnings attributable to parent owners	(76,519,049)	62,847,507
Resultado disponible para accionistas	(76,519,049)	62,847,507
Weighted average number of shares	977,171,605,446	960,392,966,349
Basic earnings per share in Ch\$	(0.078)	0.065

Earnings per share have been calculated dividing the Result for the period attributable to the Parent company, by the weighted average number of common shares outstanding during the year. The Company has not issued convertible debt or other equity securities. Consequently, there are no potentially diluting effects on earnings per share of the Company.

28. Incomes

a) The detail of incomes from ordinary operations, as of December 31, 2023 and 2022, is as follows:

Ordinary incomes	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Mobile Telecommunications	891,627,384	883,465,974
Fixed Telecommunications	444,648,353	443,373,952
Data services and technology solutions companies	201,609,874	188,996,845
Television services and equipment	151,332,412	149,028,217
Personnel services (1)	8,925,804	10,255,875
Total	1,698,143,827	1,675,120,863

(1) Corresponds to services provided to Telefónica Hispanoamérica S.L. and operators Hispam.

b) The detail of Other operating incomes, as of December 31, 2023 and 2022, is as follows:

Other incomes	12.31.2023 ThCh\$	12.31.2022 ThCh\$
Exclusivity for sale of the fiber optic business (1)	74,341,766	12,833,481
Surcharges due to default	6,023,219	5,901,535
Profits from sale of fixed assets (2)	5,525,899	38,317,631
Incomes from indemnities, complaints and others	1,854,789	1,441,817
Other current management income	6,427,950	10,255,262
Total	94,173,623	68,749,726

(1) Corresponds to compliance with the remaining performance obligations on the sale of the optic fiber business (see Note 25a).

(2) As of September 2022, it corresponds to the sale of the Data Center business and the sale of rooftops.

29. Expenses

a) Impairment loss, net:

Provision for impairment	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Trade accounts receivable (see note 8c)	74,323,723	59,173,788
Inventories (see note 10)	491,775	(483,214)
Total	74,815,498	58,690,574

b) The detail of Other expenses, by nature, as of December 31, 2023 and 2022, is as follows:

Other expenses	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Sale cost of inventory and commissions (1)	496,258,077	460,127,574
Media rental and other exterior services (2)	456,349,771	442,464,137
Fiber optic network connectivity (3)	129,385,730	110,929,355
Customer service	43,452,663	44,212,939
Interconnections and roaming	31,045,591	35,313,254
Advertising	21,441,128	21,927,470
Others (4)	18,773,537	27,232,833
Total	1,196,706,497	1,142,207,562

- (1) Corresponds mainly to amortization of compliance costs for fixed broadband and television equipment, cost of sales associated to privateservices equipment, amortization of the costs of obtaining customers and cost of sales of mobile handsets.
- (2) Mainly includes media rental, external services, plant maintenance, information services, energy supply, TV content and real estate expenses.
- (3) Corresponds mainly to the optic fiber connectivity service provided by InfraCo SpA.
- (4) This item includes expenses for transportation, insurance, consulting, events, security and surveillance, taxes, among others.

30. Financial incomes and expenses

a) The detail of net financial incomes and expenses, as of December 31, 2023 and 2022, is as follows:

Financial expenses, net	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Financial incomes		
Interest earned on deposits and others	14,476,568	38,227,453
Interest earned on subordinate promissory	4,839,260	12,612,740
Interest earned on projects	1,437,744	1,050,489
Incomes on compliance with indicators	-	15,444,008
Others financial incomes	355,608	932,116
Total financial incomes	21,109,180	68,266,806
Financial expenses		
Interest on obligations (bonds) and interest on loans from bank institutions (1)	92,927,884	95,995,244
Financial expenses Portfolio sale	23,142,972	10,717,192
Leasing costs	11,143,220	9,254,787
Financial expenses exclusivity	6,072,835	6,590,964
Interest on update of employee termination benefits	1,882,019	1,912,430
Cost of remittances abroad	1,305,475	1,054,806
Interest on projects	400,769	960,361
Other financial expenses	7,452,501	5,172,280
Total costos financieros	144,327,675	131,658,064
Total ingresos y costos financieros neto	(123,218,495)	(63,391,258)

- (1) this item is presented net of interest rate hedge and forward points,

30. Financial incomes and expenses, continued

b) The detail of the differences exchange as of December 31, 2023 and 2022 is as follows:

Differences exchange	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Hedge instruments	10,388,562	51,861,387
Current accounts receivable from related entities	1,812,461	2,600,783
Trade and other accounts payable	368,963	(4,566,777)
Current trade and other accounts receivable	261,658	(449,408)
Cash and cash equivalents	93,792	501,391
Other current non-financial assets (tax)	50,875	-
Current accounts payable to related entities	(2,265,983)	(201,734)
Financial debt	(15,062,973)	(51,950,443)
Total	(4,352,645)	(2,204,801)

c) The detail of the units readjustments as of December 31, 2023 and 2022 is as follows:

Units readjustments	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Hedge instruments	6,906,408	11,092,560
Current tax assets	1,407,679	2,024,177
Current trade and other accounts receivable	412,922	569,880
Current accounts payable to related entities	157,809	(77,970)
Trade and other payables	109,985	184,538
Current accounts receivable from related entities	38,881	95,427
Financial debt	(5,386,408)	(12,319,829)
Total	3,647,276	1,568,783

31. Leases

The main low value, short-term (less than 12 months) and variable payments lease contracts, that were not considered under IFRS 16, are directly associated with the business line, such as leases for commercial offices and spaces for technical telecommunications facilities, These items are presented in the Income Statement as "Other expenses by nature",

The Company has operating lease contracts that contain various clauses referred to dates and terms of renewal and readjustments, Should a decision be made for early termination of a contract, the payments stipulated in those clauses must be made. As of December 31, 2023, lease expenses amount to ThCh\$1,906,009.

Future lease obligations, as of December 31, 2023 and 2022 are detailed as follows:

Concept	12.31.2023			Total ThCh\$
	Up to 1 year ThCh\$	From 1 to 5 years ThCh\$	More than 5 years ThCh\$	
Minimum operating lease payments payable	1,056,381	318,186	26,605	1,401,172

Concept	12.31.2022			Total ThCh\$
	Up to 1 year ThCh\$	From 1 to 5 years ThCh\$	More than 5 years ThCh\$	
Minimum operating lease payments payable	797,462	276,200	32,113	1,105,775

32. Local and Foreign Currency

Currency breakdown of current assets and non-currents assets is as follows:

Currents assets	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Cash and cash equivalents	562,852,328	466,972,364
Chilean Pesos	559,490,323	463,035,790
US Dollars	2,171,135	1,410,926
Euros	1,190,870	2,473,197
Other currencies	-	52,451
Other current financial assets	1,748,723	89,268,915
US Dollars	1,607,818	18,359,151
Chilean Pesos	140,905	38,599,856
U.F.	-	32,309,908
Current trade and other accounts receivable	265,736,035	241,993,838
Chilean Pesos	264,983,046	241,372,482
U.F.	527,239	549,231
Euros	168,556	72,125
US Dollars	57,194	-
Current receivables from related companies	27,352,646	26,951,808
Euros	13,847,045	10,037,501
Chilean Pesos	9,861,786	13,595,148
US Dollars	2,564,315	2,247,938
U.F.	852,269	813,388
Other currencies	227,231	257,833
Other current assets (1)	300,869,228	276,955,588
Chilean Pesos	300,869,228	276,955,588
Total current assets	1,158,558,960	1,102,142,513
Chilean Pesos	1,135,345,288	1,033,558,864
Euros	15,206,471	12,582,823
US Dollars	6,400,462	22,018,015
U.F.	1,379,508	33,672,527
Other currencies	227,231	310,284

- (1) Includes: Other current non-financial assets, current tax assets, current inventory and non-current assets or groups of assets for disposal classified as held for sale or as held for distribution to the owners.

Non-currents assets	12.31.2023	12.31.2022
	ThCh\$	ThCh\$
Other non-current financial assets	53,859,135	11,600,641
US Dollars	38,964,786	5,773,064
Chilean Pesos	9,017,829	5,827,577
U.F.	5,876,520	-
Right of use	337,229,792	304,785,725
Chilean Pesos	336,549,656	304,177,655
U.F.	680,136	608,070
Other non-current assets (2)	2,395,608,771	2,289,417,886
Chilean Pesos	2,395,608,771	2,289,417,886
Total non-current assets	2,786,697,698	2,605,804,252
Chilean Pesos	2,741,176,256	2,599,423,118
US Dollars	38,964,786	5,773,064
U.F.	6,556,656	608,070

- (2) Includes: Non-current trade and other accounts receivable, non-current receivables from related companies, other non-currents non-financial assets, intangible assets other than goodwill, goodwill, property, plant and equipment, deferred tax assets and Investment properties.

32. Local and Foreign Currency, continued

Currency breakdown of current liabilities is as follows:

Currents liabilities	Up to 90 days		From 91 days to 1 year	
	12.31.2023	12.31.2022	12.31.2023	12.31.2022
	ThCh\$		ThCh\$	
Other current financial liabilities	78,932,762	43,998,635	34,976,118	302,454,638
Chilean Pesos	63,026,049	22,262,689	32,946,410	10,191,084
US Dollars	10,534,928	19,215,435	2,029,708	188,589,847
Euros	3,702,607	2,520,511	-	-
U.F.	1,669,178	-	-	103,673,707
Finance leases	21,226,470	38,140,123	99,976,955	60,386,728
U.F.	15,121,019	27,871,203	73,840,778	30,859,267
Chilean Pesos	6,015,939	10,106,092	25,718,861	29,045,849
US Dollars	89,512	162,828	417,316	481,612
Trade and other payables	561,006,232	510,580,700	-	-
Chilean Pesos	517,688,301	459,993,794	-	-
US Dollars	26,988,648	32,386,889	-	-
Other currencies	5,654,080	20,064	-	-
U.F.	7,746,256	10,621,533	-	-
Euros	2,928,947	7,558,420	-	-
Current payables to related companies	118,005,045	121,121,862	-	-
Chilean Pesos	55,663,948	81,385,365	-	-
US Dollars	32,345,958	30,917,198	-	-
U.F.	19,261,148	631,898	-	-
Euros	10,733,991	8,187,401	-	-
Other current liabilities (1)	28,765,989	42,930,622	2,604,479	4,385,913
Chilean Pesos	28,765,989	42,930,622	2,604,479	4,385,913
Total current liabilities	807,936,498	756,771,942	137,557,552	367,227,279
Chilean Pesos	671,160,226	616,678,562	61,269,750	43,622,846
US Dollars	69,959,046	82,682,350	2,447,024	189,071,459
U.F.	43,797,601	39,124,634	73,840,778	134,532,974
Euros	17,365,545	18,266,332	-	-
Other currencies	5,654,080	20,064	-	-

(1) Includes: Other current provisions, current income tax liabilities, current provisions employee benefits and other current non-financial liabilities,

32. Local and Foreign Currency, continued

Currency breakdown of non-current liabilities is as follows:

Non-current liabilities	1 to 3 years		3 to 5 years		5 years and over	
	12.31.2023	12.31.2022	12.31.2023	12.31.2022	12.31.2023	12.31.2022
	ThCh\$		ThCh\$		ThCh\$	
Other non-current financial liabilities	498,699,775	248,754,287	112,108,676	90,440,543	451,680,037	420,583,933
Chilean Pesos	322,763,027	247,642,145	-	90,440,543	72,095,674	80,120,231
US Dollars	175,936,748	1,112,142	-	-	379,584,363	340,463,702
U.F.	-	-	112,108,676	-	-	-
Finance leases	155,437,584	163,137,476	57,132,342	49,998,913	38,489,626	31,984,556
U.F.	108,235,507	110,296,705	37,776,420	32,805,914	29,621,914	22,610,223
Chilean Pesos	46,454,230	51,920,334	19,078,353	16,919,731	8,854,996	9,361,814
US Dollars	747,847	920,437	277,569	273,268	12,716	12,519
Other non-current liabilities (1)	70,853,233	120,879,238	21,211,640	28,331,429	68,540,622	88,926,274
Chilean Pesos	70,853,233	120,879,238	21,211,640	28,331,429	68,540,622	88,926,274
Total Non-current liabilities	724,990,592	532,771,001	190,452,658	168,770,885	558,710,285	541,494,763
Chilean Pesos	440,070,490	420,441,717	40,289,993	135,691,703	149,491,292	178,408,319
U.F.	108,235,507	110,296,705	149,885,096	32,805,914	29,621,914	22,610,223
US Dollars	176,684,595	2,032,579	277,569	273,268	379,597,079	340,476,221

(1) Includes: Other non-current provisions, Non-current liabilities, non-current income tax liabilities and other current non-financial liabilities and non-current payables to related companies,

33. Contingencies and restrictions

a) Legal proceedings

In the normal development of its line of business, the company and its subsidiaries are part of certain proceedings, involving civil, labor, special and penal matters, for different concepts and amounts, In general, Management and its legal counsel, both internal and external, periodically monitor the evolution of those lawsuits and contingencies affecting the company in the normal course of its operations, analyzing in each case the possible effect on the financial statements. Taking into consideration the legal and factual arguments exposed in those proceedings, especially those in which the Company is the defendant party, and historical results obtained by the company in proceedings with similar characteristics in the opinion of the legal advisors, the risk that it will be condemned to pay the amounts claimed in the mentioned lawsuits is remote.

Notwithstanding, there are certain processes in which, due to the aforementioned considerations, it has been considered that there is a probable risk of loss, this has led to the provisions at a parent company level, for the amount of the estimated loss as of December 31, 2023, which altogether amounts to ThCh\$2,271,581 of which ThCh\$1,415,612 correspond to subsidiaries.

In respect to these figures, it is estimated that Telefónica Móviles Chile S.A. will have to pay the amount of ThCh\$1,029,057 on its part, during the first quarter of 2024 and the rest during the second and third quarter of 2024.

On the other hand, there are several proceedings for which the estimated risk of loss is qualified as possible, for a total amount of ThCh\$4,097,914 in the Parent company and the amount of ThCh\$1,413,133 in the subsidiaries.

33. Contingencies and restrictions, continued

b) Financial restrictions:

As of December 31, 2023, the Company has no financial restrictions.

c) Guarantee deposits:

The detail of guaranteed deposits is as follows:

Guarantee creditor	Debtor			Current guaranteed deposits ThCh\$	Liberated guarantees		
	Name	Relationship	Type of guarantee		2024	2025	2026 and more
					ThCh\$	ThCh\$	ThCh\$
Public and Private Organisms				1,585,768	1,254,318	319,897	11,553
Private Organisms - Others	TCH	Subsidiary	Deposit	767,265	724,581	42,684	-
Public Organisms - Others	TCH	Subsidiary	Deposit	502,269	502,269	-	-
Public Organisms - Municipalities	TCH	Subsidiary	Deposit	277,464	4,252	273,212	-
Public Organisms - Undersecretaries and Ministries	TCH	Subsidiary	Deposit	38,770	23,216	4,001	11,553
Public and Private Organisms				39,768,029	23,237,272	7,742,571	8,788,186
Public Organisms - Undersecretaries and Ministries	TEM	Subsidiary	Deposit	22,622,115	16,981,720	5,489,950	150,445
Public Organisms - Others	TEM	Subsidiary	Deposit	9,296,419	2,952,966	801,916	5,541,537
Private Organisms - Others	TEM	Subsidiary	Deposit	4,759,908	2,290,992	920,818	1,548,098
Public Organisms - Municipalities	TEM	Subsidiary	Deposit	1,422,931	568,591	397,616	456,724
Banks	TEM	Subsidiary	Deposit	1,219,544	311,005	78,324	830,215
Universities	TEM	Subsidiary	Deposit	447,112	131,998	53,947	261,167
Public and Private Organisms				152,161,830	134,467,142	2,773,048	14,921,640
Private Organisms - Others	TMCH	Parent	Deposit	114,922,111	113,129,658	1,065,905	726,548
Public Organisms - Undersecretaries and Ministries	TMCH	Parent	Deposit	16,684,242	16,622,139	20,159	41,944
Public Organisms - Municipalities	TMCH	Parent	Deposit	11,361,577	1,408,067	1,577,590	8,375,920
Public Organisms - Others	TMCH	Parent	Deposit	6,217,871	371,137	69,506	5,777,228
Banks	TMCH	Parent	Deposit	2,960,672	2,932,271	28,401	-
Universities	TMCH	Parent	Deposit	15,357	3,870	11,487	-
Total				193,515,627	158,958,732	10,835,516	23,721,379

TMCH: Telefónica Móviles Chile S,A,
TCH: Telefónica Chile S,A,
TEM: Telefónica Empresas Chile S,A,

34. Environment

Law No. 20,599 was published in 2012 regulating the installation of emitting and transmitting antennas of telecommunication services, The provisions adopted include: i) restrictions and new regulations for the installation of new sites based on the height of the tower, its location and its closeness to sensitive entities and to other previously installed towers; new and stricter approval conditions are imposed for these new sites; ii) there is retroactive regulation of the height of towers installed before the law was enacted, which are close to the sensitive places determined by the Telecommunications Undersecretary (schools, hospitals, playschools, preschool, old age homes and others); and iii) also in a retroactive manner, there is regulation of tower concentration in denominated "Saturated Zones", for which solutions are based on reducing the number of structures or, failing that, compensations related to tasks for improving the community, which must be agreed by the Neighborhood Groups and the Municipal Council, and that correspond to a 20% of the total cost of the tower in case that some type of camouflage be used in the structure and to 50% in case that no camouflage is used,

34. Environment, continued

In compliance with this law, there are site dismantling activities or reduction of the height of existing structures, which implies responsible handling of the waste produced, For this purpose, we have a current contract with companies responsible for recycling and have the certificates of recycling and final disposal of the residues. The Company bases itself on what is required in the environmental assessment in reference to emission levels of electromagnetic waves and also in the urbanistic and environmental area, In this context, certain information requirements have been presented by the competent authorities (Municipalities, Superintendency of the Environment, among others), to measure noise and take mitigating measures if necessary.

The 2020-2024 environmental investment plan was activated nationwide, for comprehensive management of dangerous residues generated from production processes involving the implementation and operation of Telefónica's technical sites, This plan addresses from the generation of residues to their segregation, transitory storage, transportation and final disposal, with adequate infrastructure and with the corresponding environmental authorizations, Additionally, the regularization of fuel tanks at critical operating sites began in 2021.

The regime established by Law No, 20,920 framework for Waste Management, the Extended Responsibility of the Producer and Encouragement of Recycling, pays special attention to the wording of the Regulations that are in process of being dictated and which will implement its content, especially the regime of extended producer responsibility (which is applicable only to a group of priority products), as well as the control procedures for cross-border movements of dangerous and non-dangerous waste. In addition, the basis for the beginning of a work plan for electrical and electronic waste, which will allow us to work in advance on the new regulation. We are already working on the qualitative and quantitative impacts that this new regulation may have on the operations of Telefónica Chile and, in particular, on its waste management, which has been taken into account in various processes related to suppliers and incorporated in new corporate purchasing processes. In September of this year, the first valuation goal that affects the Company began to be in force, the one for containers and packaging, where the paper, cardboard and plastic of imports made in 2022, must be recycled.

In the context of Supreme Decree 1/2013 issued by the Ministry of the Environment, that approves the Regulation of Pollutant Emissions and Transfers, PRTR, and Res, Ex,144/2020 issued by the Ministry of the Environment, that approves the basic standard for the implementation of amendment to the regulation for the pollutant release and transfer registry, PRTR; Telefónica Chile has complied with its RUEA, DAE y REP environmental declaration for this year.

The Company currently is ISO 14001:2015 certified until 2024, in conformity with the implementation of the Environmental Management System at Telefónica Chile, which is followed-up annually, in accordance with the system's commitment for continuous improvement. This is a full-scope certification, which provides us with coverage from the design, deployment and maintenance of the mobile network, plus commercialization of telecommunications services to our end customers, we continue progressing in the deployment plan for the environmental management system nationwide, complemented with the environmental mitigation plan which allows Telefónica to evaluate and address environmental risks in all its technical facilities.

34. Environment, continued

With certification of the Energy Management System under the ISO 50001:2018 standard in two of the most relevant technical buildings of the Network, we will continue to work on expanding this scope in 2023. This energy management system (“SGE” its acronym in Spanish) certifies that we work with a policy of continuous improvement in safety and energy performance in all our production processes. Specifically, this standard will certify that we adequately manage all energy aspects derived from the Company’s activities, i.e., from delivery of our services to the operation of our infrastructure. In addition, it challenges us to activate a plan with measures to minimize energy consumption at our facilities. With this Energy Efficiency Plan, in 2022 we became a 100% renewable energy Company.

After launching the Movistar Environmental Plan in July 2022, this gave way to different activities carried out during the year such as the Corporate Building recycling and circular economy project, under the 3Rs rule: “Reduce, Reuse and Recycle”. Communicating to our collaborators, with the support of Foundation volunteers, the correct way to recycle in the Company’s internal containers.

During 2023, through a workshop in which different areas of the company participate, we have continued with this great work to be able to comply with both the internal and external environmental objectives. We continue to make progress in terms of communicational issues, sending our customers a powerful message that “Choosing digitalization to take care of the planet, is advantageous” through the “Movistar Circle” (<https://ww2.movistar.cl/circulomovistar/>) and the communication of the commercial on this web site. During June the Marketing Area organized a concert at the Movistar Arena for the million 5G customers, whereby through the communications media, customers were invited to bring their old cell phones for recycling while participating for a great prize. Approximately 240 telephones were collected which were sent to an authorized waste manager for recycling.

Lastly, one of the large projects which the Company is intensely working on, is that of shutting down power plants, with planning of environmentally responsible removal, recycling a large amount of materials due to the technology change that this implies.

On the other hand, on August 17, the Official Gazette published the Law on Economic and Environmental Crimes, which establishes amendments that seek to prevent the commission of crimes including more requirements for boards of directors and large companies in environmental matters.

Starting September 16, 2023, the goal for recollection and valuation of priority product containers and packaging came into effect, whereby producers must comply for the first year, with recollection of 48% of paper and cardboard and 13% of plastic (in respect to imports from the previous year). Those that do not comply with these and other obligations for producers may be risking fines of up to 10,000 “Unidades Tributarias Anuales”.

In line with the commitment acquired to increase the scope of the ISO 50.001 certification, the ISO 50001 certification carried out by AENOR was approved in December at a national level for the fixed and mobile network, with full compliance. This certification represents the implementation of an Energy Management System that poses the challenge of continuous improvement, contributing to the Company’s energy efficiency.

34. Environment, continued

Finally at the end of 2023, preparation initiatives have been carried out such as inspections at different sites at a national level, in order to prepare for the recertification audit that will take place in 2024.

35. Risk management

a) Characterization of the market and competition

The Company faces strong competition in all its business areas and believes that this high level of competitiveness will be maintained. In order to confront this situation, the Company permanently adapts its business strategies and products, seeking to satisfy the demand of its current and potential customers, innovating and developing excellence in its customer service.

b) Tariff system for mobile telephones:

According to General Telecommunications Law No. 18.168, mobile service tariffs are free and established by the market. Interconnection tariffs between operators are established by the Ministry of Economy and the Ministry of Transportation and Telecommunications.

In the case of mobile telephone service, the current Decree applies from January 26, 2019, for a 5-year term. The new rate review process for the 2024-2029 five-year period began during the first quarter of 2023.

In the case of fixed telephone service, the current Decree applies from May 9, 2019, for a 5-year term. The new rate review process for the 2024-2029 five-year period began during the first quarter of 2023.

On June 23, 2023, Subtel filed a consultation with the Antitrust Commission (“Tribunal de Defensa de la Libre Competencia” or “TDLC”) for the purpose of reviewing and updating the qualification of concessionary services subject to rate regulation issued by that Tribunal in the non-contentious proceeding that resulted in the 2/2009 Report. September 30, 2023 was the deadline for all interested parties to contribute information, leaving the proceeding at the stage of establishing a hearing for allegations before that Tribunal.

c) Radio electric spectrum assignation:

The Company owns telecommunications concessions that allow it to operate in the 850 MHz, 1.900 MHz, 2.600 and 700 MHz and 3500 MHz band frequencies granted by the Ministry of Transportation and Telecommunications.

5G Public tenders

On September 27, 2021, Subtel notified Telefónica Móviles Chile S.A. of the license granted by the concession, for a 30-year term as of its publication in the Official Gazette, which occurred on October 2, 2021. That date is the beginning of the maximum deadline of 12 months by which all the base stations committed in Phase 1 of the technical project must be deployed and operating. While Phase 2 has a term of 24 months from the same date.

35. Risk management, continued

c) Radio electric spectrum assignation, continued

On December 16, 2021, the Government, together with different operators in the industry carried out the official public ceremony to kick-off deployment of the new 5G technology in Chile.

After this joint communicational milestone was achieved, operators were able to begin the commercial launching of the new 5G technology, as soon as Subtel grants the respective project reception approvals for the base stations of each operator.

5G Public tenders

Telefónica Móviles Chile S.A. complied with delivery of all the documentation and the technical deployment of all the 5G sites corresponding to the first phase of the project, leaving all the information in the hands of the authority in order to culminate with the normal process of reception of the project, notwithstanding which, Subtel filed charges due to possible non-compliance with the deadline to begin 5G services in certain locations. Ultimately, the Minister of Transportation and Telecommunications dismissed the disclaimers filed by Telefónica, applying a fine of UTM 330 (approximately US\$26,000), for which an appeal was filed before the Santiago Court of Appeals which is pending resolution.

On September 27, 2023, Telefónica Móviles Chile S.A., together with Subtel, publicly announced that 100% of the 5G sites committed for implementation in Phase 2 of the 5G Project, whose deadline for implementation was October 2, 2023.

The deadline for deployment of Phase 3 of the project is October 2, 2024.

Petition for Clarification from Subtel to the TDLC for the 3.5 GHz band spectrum

On November 24, 2022, Subtel filed a petition for clarification with TDLC on Resolution No. 62/2020 issued by that Tribunal, in order for them to clarify whether the current concessionaries of fixed wireless telephone services in the 3.4 – 3.6 GHz band may incorporate mobile service to their concessions using an administrative concession modification mechanism, that is, without a tender.

On December 7, 2022, the TDLC rejected the petition for clarification. On December 14, 2022, Subtel filed an appeal against this resolution which was partially accepted through resolutions issued on January 6, 2023. Concessionary WOM filed a complaint against that resolution, which was rejected by the TDLC, therefore WOM filed an appeal before the Supreme Court which was accepted by the latter, which implies that the complaint is admissible and will be heard and resolved by the Supreme Court. However, this does not in any way alter what we have sustained, i.e., that for SUBTEL to be able to change the current fixed-wireless service concessions (to mobile), a prior Public Tender is required, and the regulator cannot modify the type of service in an administrative manner, since, if they did so, it would be a breach of the telecommunications regulations and free competition.

Notwithstanding the above, on April 6, 2023, Subtel issued a public announcement informing that they will temporarily and with no public tender, authorize Claro Chile to use the 3.5 GHz band spectrum for 5G services. Notwithstanding the above, the Supreme Court suspended the effects of the interim authorization granted to Claro when it decreed a temporary injunction (Orden de Innovar) in this respect.

35. Risk management, continued

c) Radio electric spectrum assignation, continued

Petition for Clarification from Subtel to the TDLC for the 3.5 GHz band spectrum, continued

Finally, on September 7, 2023, the Supreme Court handed down its sentence which established that SUBTEL cannot modify, in an administrative manner, the fixed-wireless telephone service concessions in the 3400 – 3600 MHz band, in order for them to be able to provide 5G mobile services, and that this necessarily requires a Public Tender or a new consultation process must be initiated that merits modification of Resolution 62/2020 issued by the TDLC.

Public Consultation from Telefónica Móviles Chile S.A. to the TDLC in relation to the application of Spectrum Caps

On August 1, 2023, Telefónica Móviles Chile S.A. filed a Consultation with the TDLC in order to request that it make a pronouncement on the following matters related to the application of caps or limits of use of the radioelectric spectrum:

- (i) Whether the manner and timing of the application of the Caps in the spectrum allocation public tenders, which grants winning bidders a period of six months after the award to adjust to the maximum limits of ownership, complies with free competition legislation; and,
- (ii) Whether determination of the calculation basis for the Caps which considers, not only the allocated radioelectric spectrum, but also the one that is projected to be allocated in future public tenders, complies with free competition legislation.

The Tribunal extended the deadline for the interested parties to provide information to November 17.

On October 25, Telefónica Móviles Chile S.A. presented a new document which included the tender documents for the new 5G tender and the Tribunal was asked to officially notify Subtel and FNE, for them to provide information regarding the Effective and Efficient Use Plan of Claro/VTR. On Monday November 6, the tribunal agreed to the petition to officially notify Subtel and FNE.

New 5G Public Tender in the 3.40 – 3.60 GHz band

On October 2 and October 16, Subtel published in the Official Gazette the call for a new public tender to award 50 MHz that it has available for mobile service in the 3.40 – 3.60 GHz band.

On October 16, the tender documents for the new tender were published, with a deadline of November 7, 2023 for the interested parties to be able to consult regarding the tender documents.

Subtel sequentially published 4 resolutions through which it has introduced various amendments to those Tender Documents. The amendments published have changed the deadlines for the Tender, as follows:

Publication of the Tender	October 2, 2023
Publication of the Tender Documents	October 16, 2023
Tender Document Questions	November 21, 2023
Response to Questions	December 20, 2023
Reception of Bids	From February 12 to 19, 2024
Opening of Bids	February 20, 2024

35. Risk management, continued

c) Radio electric spectrum assignation, continued

New 5G Public Tender in the 3.40 – 3.60 GHz band, continued

On January 10, 2024, 2024 Telefónica Móviles Chile S.A. filed a preliminary precautionary measure with the TDLC requesting suspension of the 5G public tender called by Subtel, alleging that the Tender Documents for that Tender contain various anti-competitive conditions that only seek to favor the recently established VTR/Claro joint venture, which does not have a concession to provide public telecommunications services operating in high speed wireless networks (5G or above). The TDLC accepted the precautionary measure and officially notified Subtel to issue a report, providing a period of 6 days to do so, which expires on January 26, 2024.

On the other hand, on January 19, 2024, TMCH filed an application for protection before the Santiago Court of Appeals, claiming various illegalities contained in the Tender Documents of the new tender and requesting a stay of action (“orden de no innovar”) to suspend the tender process. On January 23, 2024, the Court of Appeals declared the stay of action to be inadmissible, and on January 26, 2024, TMCH filed an appeal for reconsideration and appeal in subsidy (the latter is heard and resolved by the Supreme Court) against the resolution of inadmissibility.

d) New Law: Internet access minimum guaranteed speed

Law No. 21.046 was published in the Official Gazette on November 25, 2017.

Law No. 21.046 also establishes the dictation of a Regulation that regulates the implementation of those obligations.

On July 27, 2020 the Official Gazette published the regulation that “ESTABLISHES THE ORGANIZATION, OPERATION AND MECHANISM FOR PUBLIC TENDER OF THE INDEPENDENT TECHNICAL ORGANIZATION” which is the entity in charge of implementing and managing a system of Internet speeds in the country, by virtue of Law No. 21.046 of 2017.

Additionally, on Monday, August 3, 2020, Subtel published Exempt Resolution No. 1251 in the Official Gazette, which “SETS THE TECHNICAL STANDARD OF LAW No. 21.046, WHICH ESTABLISHES THE OBLIGATION OF A GUARANTEED MINIMUM SPEED OF INTERNET ACCESS”, by means of which establishes the characteristics of the Internet speed measurement systems and other parameters. The foregoing is notwithstanding the amendments that will subsequently be made to Resolution No. 3729 of 2011 in reference to network neutrality measurements.

A new tender was called for the Independent Technical Organization, which concluded in November 2022 when the Representative Committee awarded the 5-year tender to Medux, a Spanish company that bid in consortium with Microsystem. The implementation stage ends in the last quarter of 2023, however, the implementation schedule has had to be reviewed and adjusted and is waiting for Subtel’s approval of a new schedule.

35. Risk management, continued

e) **Bill on the use of facilities to provide Virtual Mobile Operation and Automatic National Roaming**

On December 2, 2021, the Official Gazette published the Regulation on Automatic Domestic Roaming (“RAN” its acronym in Spanish) and OMV’s.

Based on the deadlines established in the regulation itself, it is in force as of January 31, 2022 and the maximum deadline for network operators to present the RAN and OMV Facilities Offer to Subtel is March 14, 2022.

Subtel has a period of 90 business days for the process of approving bids. The Offer of Facilities presented by Telefónica Móviles Chile S.A. was responded with observations by Subtel in March 2023, which were clarified by Telefónica Móviles Chile S.A. within the deadline. Subsequently, in December 2023 Subtel informed that it rejected the Offer presented by Telefónica Móviles Chile S.A., who must provide a new proposal.

However, in the case of locations, routes or zones that are isolated, or with low density, benefitting from FDT or with the presence of a single operator, the agreement between the parties and the beginning of the service must not exceed a period of 60 days from the date of publication of the new Law, deadline that expires on October 9, 2020.

f) **International Roaming at a local price between Chile-Brazil**

Regarding the case of Brazil, the Congress of that country approved the new free trade agreement with Chile, which also establishes international roaming at local price between both nations. This new commercial treaty, which in Chile was approved by Congress in August 2020, was notified to ALADI, therefore it is in force as of January 2022. This means that the chapter on international roaming at local prices between both countries begins one year after, in January 2023.

On January 25 the Undersecretary of International Economic Relations published a notice in the Official Gazette informing a 6-month suspension of the coming into effect of the clause referring to International Roaming with Brazil as of January 25, 2023.

Finally, On July 25, Subtel published in the Official Gazette, Exempt Resolution No. 1596 which regulates roaming with Brazil and its application comes into effect as of that same day. This regulation establishes that roaming traffic with Brazil must be charged at a local rate, without applying additional charges.

On August 1, 2023, Telefónica Móviles Chile S.A. filed an administrative appeal against the mentioned resolution which was rejected by Subtel.

Subtel initiated a proceeding of charges against Telefónica Móviles Chile S.A., which is still underway.

g) **Bill declaring Internet as a Public Service**

The approval process of this Bill, presented on March 9, 2018, continues and is currently at the second stage of the legislative process in the Public Works, Transportation and Telecommunications Commission of the Chamber of Deputies.

35. Risk management, continued

g) **Bill declaring Internet as a Public Service, continued**

On April 29, 2022, the Executive presented to the Chamber of Deputies a set of indications to the bill, which were subsequently complemented with other new indications incorporated to the project.

On June 17, 2022 the Transportation and Telecommunications Commission of the Chamber approved the analyzed project and the most relevant aspects included indications to define the definition of the mandatory service area in the urban radius, limiting it to the census zone defined by the INE (Institute of National Statistics) and, on the other hand, establish a deadline of 6 months to attend to a service requirement. In the case of zones where there is no infrastructure, this deadline is extended to 12 months from the date of the request.

The Executive presented new indications for the Project, through which the “Fondo de Desarrollo de las Telecomunicaciones” can also be destined to financing last mile projects (Home access); processing of a budgetary comment that allows the financing of a public policy for demand subsidies and increase fines for violation of the Telecommunications Law by 5 times.

The Bill was approved by the Chamber of Deputies which introduced changes. This process progressed to the third legislative stage in the Mixed Commission, which was constituted and to date is already holding sessions to review various indications presented by the Executive and gathering the opinions of the different parties involved.

h) **Bill to facilitate the Internet for education**

The bill seeks to introduce amendments to the General Telecommunications Law (LGT) and additionally to the Public Education Law. The LGT seeks to force ISPs to provide Internet at discounted prices to all public educational establishments and to provide free service to more vulnerable families or students that cannot pay for it, based on specific socioeconomic conditions. The Public Education Law seeks for the State to guarantee connectivity to educational establishments, and to family homes of vulnerable students that are not able to pay. It also seeks to guarantee connectivity to all students of public establishments when they cannot operate in person due to an exceptional circumstance. On September 13, 2022, the Chamber of Deputies finally approved the wording which was dispatched to the Senate for the second stage, eliminating the proposed changes to the LGT.

i) **Bill to block signal in jails**

On June 15, 2022, a group of deputies introduced a bill to establish the obligation of telecommunication companies to establish systems to inhibit the operation of cell phones and similar devices, in order to “put an end to the scams and criminal gangs that operate from these premises”.

The bill continue in first legislative process.

35. Risk management, continued**j) New single tariff process for group of fixed telephone companies**

On January 9, 2024 the Official Gazette published new Law No. 21637 which modifies the tariff fixing procedure of fixed telephone concessionaries in the sense that in the future these tariff processes will be carried out by group of concessionaries and the tariff shall be symmetrical for all those included in the same group.

The current ongoing tariff process of Telefónica Chile must be suspended, for which we are waiting for Subtel to dictate the corresponding administrative act to materialize such suspension. While waiting for the new process by group of companies to take place, Telefónica Chile must continue applying the same tariffs as per its current decree No. 115 of 2019.

k) Public Consultation on Bill to change the concessionary regime

In December 2023 Subtel published a new Public Consultation on changes to the concessionary regime, which will consist in changing to a registration regime in which the process of obtaining and modifying licenses will be simplified.

Subtel granted until December 28, 2023 to respond and has stated that this is only a “Conceptual Consultation” and that it will subsequently call a new citizen consultation instance in reference to the bill itself that it will send for processing.

l) Level of Chilean economic activity

Since the Company’s operations are located in Chile, these are sensitive to and dependent on the country’s level of economic activity. In periods of low economic growth, high unemployment rates and reduced internal demand, there has been a negative impact on the local and long distance telephone traffic, as well as on the level of customer default.

m) Financial risk management objectives and policies

The Company’s main financial liabilities, in addition to derivatives, comprise bank loans and bond obligations, payables and other payables. The main purpose of those financial liabilities is to obtain financing for the Company’s operations. The Company has trade receivables, cash and short-term deposits, which arise directly from its operations.

The Company also has investments held for sale and derivative transactions. The Company is exposed to market risk, credit risk and liquidity risk.

The Company’s Management supervises that financial risks are identified, measured and managed in accordance with defined policies. All activities derived from risk management are carried out by specialist teams with adequate skills, experience and supervision. It is the Company’s policy that there is no commercialization of derivatives for speculative purposes.

The policies for managing such risks, which are reviewed and ratified by the Board of Directors, are summarized below:

35. Risk management, continued

m) Financial risk management objectives and policies, continued

Market Risk

Market risk is the risk of fluctuation in the fair value of future cash flows of a financial instrument due to changes in market prices. Market prices comprise three types of risks: interest rate risk, exchange rate risk and other price risks, such as equity risk. Financial instruments affected by market risk include loans, deposits, investments held for sale and derivative financial instruments.

Interest rate risk

Interest rate risk is the risk of fluctuation in the fair value of future cash flows of a financial derivative due to changes in market interest rates. The Company's exposure to the risk of changes in market interest rates is mainly related to the Company's long-term debt obligations with variable interest rates.

The Company manages its interest rate risk maintaining a balanced portfolio of loans and debts at variable and fixed interest rates. The Company has interest rate swaps in which it agrees to exchange, at certain intervals, the difference between the amounts of fixed and variable interest rates, calculated in reference to a notional agreed upon capital amount. These swaps are intended to hedge underlying debt obligations.

The Company periodically determines the efficient exposure to short and long-term debt due to changes in interest rates, considering its own expectations regarding future evolution of rates.

As of December 31, 2023 the Company had 35% of its short and long-term financial debt bearing a fixed interest rate and 65% with exposure to a variable rate.

The Company believes it is reasonable to measure the risk associated to the interest rate of the financial debt as the sensitivity of the monthly finance cost of accrual in case of a change in 25 basis points in the debt's benchmark interest rate, which, as of December 31, 2023, corresponds to the "Tasa Promedio de Cámara Nominal" (TCPN). In this manner, an increase of 25 basis points in the monthly TCPN would mean an increase in the accrual monthly financial cost, for 2023, of approximately ThCh\$148,797; whereas a drop in the TCPN would mean a reduction of ThCh\$148,797 in the accrual monthly financial cost for 2023.

When the time comes for a benchmark rate reform such as the SOFR rate, where the Company maintains outstanding debt at the aforementioned rate, the changes would be as follows:

1. Provide the use of a replacement benchmark in relation to (or in addition to) the affected currency instead of this reformed benchmark rate.
2. Align all provisions of the contract affected by the use of the replacement benchmark.

35. Risk management, continued

m) Financial risk management objectives and policies, continued

Interest rate risk, continued

3. Allow the replacement benchmark to be used to calculate the interest of the affected contract (including without limitation, any consequential changes required to allow that replacement benchmark to be used for the purpose of the agreement).
4. Implement the market conditions applicable to that replacement benchmark.
5. Adjust the price to reduce or eliminate, to the extent reasonably feasible, any transfer of economic value from one party to another as a result of the application of the replacement benchmark (or if any adjustment or method to calculate the adjustment recommended by the relevant organization has been formally designated, the adjustment shall be determined on the basis of that designation).

All the aforementioned under the mutual agreement of both parties.

As of December 31, 2023, the Company had loans and derivatives associated to the SOFR benchmark rate. Changes will be made in loans and derivatives simultaneously, in order not to alter the hedging. To date, no substantial change in finance costs is expected due to the change in the variable rate in USD.

Foreign currency risk

Foreign currency risk is the risk that the future fair values or cash flows of a financial instrument may fluctuate due to exchange rate. The Company's exposure to exchange rate variation risks is mainly related to obtaining short and long-term financial debt in foreign currency and, to a lesser extent, to its operating activities. The Company's policy is to negotiate derivative financial instruments to help to minimize this risk.

The Company has a systematic hedging program that uses balancing hedges to cover 100% of the exchange risk of items in foreign currency for Opex and Capex, which are controlled and managed monthly for exchange rate exposure risks.

As of December 31, 2023 the financial debt in foreign currency amounted to US\$ 697.1 million, which is all directly exposed to variations in the dollar exchange rate. Simultaneously, the Company has cross currency swaps, USD/CLP exchange insurance and assets denominated in US dollars, which as of December 2023 closing date, resulted in an average exposure of 0% to financial debt in foreign currency.

Likewise, the Company assesses hedging the exchange risk using hedges on expected cash flow for the next year, based on budgeting guidelines. The counterparties with which the company negotiates hedging instruments have a high credit rating.

35. Risk management, continued

m) Financial risk management objectives and policies, continued

Credit risk

Credit risk is the risk that a counterpart may not fulfill its obligations under a financial instrument or customer contract, which leads to a financial loss. The Company is exposed to credit risk from its operating activities (mainly due to receivables and credit notes) and from its financial activities, including bank deposits, transactions in foreign currency and other financial instruments.

Credit risks related to customer loans is managed in accordance with the policies, procedures and controls established by the Company to manage customer credit risk. Customer credit quality is evaluated in an ongoing manner. Outstanding customer charges are supervised. (see Note 8b).

The maximum exposure to credit risk as of the report presentation date is the value of each class of financial asset.

Credit risk related to balances with banks, financial instruments and negotiable values is managed by the Finance Management Department in conformity with the Company's policies. Surplus funds are only invested with an approved counterpart and within the credit limits assigned to each entity. Counterpart limits are reviewed annually, and can be updated during the year. The limits are established to reduce counterpart risk concentration.

Liquidity risk

The Company monitors its risk of lack of funds using a recurrent liquidity planning tool. The Company's objective is to anticipate the financing needs and to maintain an investment profile that allows it to cover its obligations.

Capital management

The Capital includes shares and equity attributable to the equity of the Parent company less unearned income reserves.

The Company's main objective in respect to capital management is to ensure that it has a strong credit rating and prosperous capital ratios to support its businesses and maximize shareholders' value. Equity return on investment (income/equity), as of December 31, 2023, is -5.00%, 9.70 p.p. of decrease in comparison to December 2022, when it reached 4.70%. This is mainly due to a lower result for increase of expenses compared with incomes.

The Company manages its Capital structure and adjusts it, according to changes in economic conditions.

No changes were introduced in the objectives, policies or processes during the periods ended as of December 30, 2023 and 2022.

36. Subsequent events

The consolidated financial statements of Telefónica Móviles Chile S.A. and subsidiaries, for the period ended as of December 31, 2023, were approved and authorized for issuance at the Board of Directors Meeting held on February 12, 2024.

In the period from January 1, 2024 and February 12, 2024, there have been no other significant subsequent events that affect these consolidated financial statements.

Francisco Cancino Vera
Accounting Manager

Rafael Zamora Sanhueza
Finance, Strategy and Management control Director

Roberto Muñoz Laporte
General Manager