



February 28, 2007

Mr.
Alberto Etchegaray de la Cerda
Superintendent of Securities and Insurance
Santiago

Ref.: MATERIAL INFORMATION

Dear Sir,

In accordance with clauses 9 and 10.2 of Law 18,045 and General Rule No.30 of the Superintendency, we hereby advise as material information with respect to the Company, its business and its publicly-offered securities or their offering, the following:

At a board meeting held on February 28, 2007, the following was unanimously agreed:

- 1) To call the ordinary shareholders meeting for April 24, 2007, at 12.00 hours, at Avda. Presidente Balmaceda 1398, 10th floor, Santiago, to know and pronounce on the matters reserved for an ordinary shareholders meeting.
- 2) To submit for the approval of the ordinary shareholders meeting referred to above, the board's proposal to distribute a final dividend amounting to ThCh\$8,845,300, equivalent to Ch\$8.8453 per share, payable on May 23, 2007.
- 3) To call an extraordinary shareholders meeting for April 24, 2007, to be held immediately following the end of the ordinary meeting referred to in 1) above, at Avda. Presidente Balmaceda 1398, 10th floor, Santiago, to submit for the consideration of the meeting the board's proposal to reduce the Company's capital by ThCh\$19,512,800 and to distribute this sum to shareholders pro rata to their shares as a charge to the proposed capital reduction, corresponding to Ch\$19.5128 per share. It was also agreed to propose that the board be authorized to set the date for such payment.

Yours sincerely,

Joaquín Villarino Herrera
Board of Directors' Secretary
Inversiones Aguas Metropolitanas S.A.