

## ALESTRA, S. de R.L. de C.V.

### Highlights of the Quarter

During 2Q09, we continued to focus on offering value added telecommunications services to enterprise customers. We were able to report growing revenue and EBITDA in pesos vis-à-vis 2Q08.

### Operations

Value added services continued to represent a significant portion of total revenue. In 2Q09, they contributed with 67%, which compares to 70% in 1Q09 and 64% in 2Q08. On the other hand, we handled 563 million minutes of use (MMOU) through our network during 2Q09, which represented a 10% increase over the 510 MMOU reported the preceding period, but 11% lower than the traffic in 2Q08 and 20% on a cumulative basis.

### Financial Results

The following table presents relevant information concerning our revenues for the periods under analysis.

	2Q09	1Q09	2Q08	2Q09 vs. (%)		YTD '09	YTD '08	Ch. %
				1Q09	2Q08			
<b>Total Revenues</b>								
Ps. Millions	1,200	1,173	1,132	2	6	2,373	2,269	5
U.S.\$ Millions	88	82	109	7	(19)	170	214	(21)
<b>Domestic Revenues</b>								
Ps. Millions	1,038	1,051	958	(1)	8	2,089	1,965	6
U.S.\$ Millions	76	73	92	4	(17)	150	185	(19)
<b>Foreign Revenues</b>								
Ps. Millions	162	122	174	33	(7)	284	304	(7)
U.S.\$ Millions	12	9	17	33	(29)	20	29	(31)
Foreign / Total (%)	13.6	11.0	15.6			11.8	13.6	

We reported revenues in the amount of U.S. \$88 million, 7% higher on a sequential basis (2% in pesos), but 19% lower when compared to 2Q08. On a cumulative basis, 2009 revenues were 21% lower than in 2008. Volume trends in the corresponding periods are the main factors behind these percentages. The decline vis-à-vis 2Q08 and on a cumulative basis was also influenced by the depreciation of the peso that has taken place since October 2008, as revenues measured in pesos show positive growth rates of 6% and 5%, respectively.

The following table sets forth our operating income, margins and EBITDA for the periods under comparison.

## Alestra-Operating Income, Margins and EBITDA

	2Q09	1Q09	2Q08	2Q09 vs. (%)		YTD '09	YTD '08	Ch. %
				1Q09	2Q08			
<b>Operating income</b>								
Pes. Millions	145	165	131	(12)	11	310	266	17
U.S.\$ Millions	11	11	13	-	(15)	22	25	(12)
Margin (%)	12.5	13.4	11.9			12.9	11.7	
<b>EBITDA</b>								
Pes. Millions	357	377	317	(5)	13	733	632	16
U.S.\$ Millions	26	26	30	-	(14)	53	60	(11)
Margin (%)	29.8	32.0	27.9			30.9	27.9	

EBITDA reached U.S. \$26 million during 2Q09, which was the same as in the previous quarter. The comparisons vis-à-vis the same year-ago period and on a cumulative basis, were negative, showing declines of 14% and 12%. As explained above, the depreciation of the peso played a major role in this comparison, as EBITDA measured in pesos for the same periods showed growth rates of 13% and 16%, respectively.

## Capital Expenditures and Net Debt

2Q09 capital expenditures amounted to U.S. \$18 million, for a cumulative figure of U.S. \$27 million so far in 2009. Most of the resources were used to expand infrastructure so that we can continue to offer more value-added services.

At the end of 2Q09, our net debt decreased U.S. \$11 million from the U.S. \$219 million reported at the end of the previous quarter, closing with a balance of U.S. \$208 million. Our strong condition was demonstrated by the financial ratios: Net Debt to EBITDA was 2.0 times, while Interest Coverage was 5.2 times.

Our financial information is summarized below:

### Alestra

#### Selected Balance Sheet Information & Financial Ratios (U.S. \$ Millions)

	2Q09	1Q09	2Q08	YTD '09	YTD '08
Assets	489	453	625	489	625
Liabilities	308	308	357	308	357
Stockholders' Equity	181	145	268	181	268
Net Debt	208	219	225	208	225
Net Debt/EBITDA* (Times)	2.0	2.1	1.9	2.0	1.9
Interest Coverage (Times)	5.2	5.3	5.7	5.3	5.4

\* Quarterly EBITDA Times four



Second Quarter 2009 Results

Alestra

Sergio Bravo  
+(5281) 86252201  
sbravo@alestra.com.mx  
Sergio Prado  
+(5281) 86252321  
spradoc@alestra.com.mx