

PRELIMINARY REPORT FOR ENEL CHILE S.A. BOARD OF DIRECTORS**EXECUTIVE SUMMARY****1. Role of independent evaluator**

Larrain Vial Servicios Profesionales Ltda. ("LarrainVial") has been hired by Enel Chile to assist its Board and act as independent evaluator in the Proposed Transaction (as defined below).

This report considers a description of the transaction, an analysis of the effects and potential impact for Enel Chile, including whether it contributes to the social interest.

In addition, at the request of Enel Chile, this report includes a valuation of Enel Chile, Enel Gx and EGP Latam, and the estimation of the conditions of the transactions described below in a way that contributes to the social interest of Enel Chile and is in line with the requirements of its controlling shareholder.

2. Background and description of the transaction

On July 3, 2017, Enel Chile proposed to Enel SpA ("Enel") a corporate restructuring (the "**Proposed Transaction**") in which Enel Chile incorporates, in a merger through absorption with EGP Latam, the generation assets of non-conventional renewable energy it owns in Chile (the "**Merger**"). The proposal conditions this merger to declare a successful mixed Tender Offer, that is, in cash and in shares, of Enel Chile for up to 100% of Enel Gx (the "**Tender Offer**")¹. The success of the Tender Offer would be fulfilled if Enel Chile manages to achieve a controlling stake greater than 75% of the share capital of Enel Gx.

On August 25, 2017, Enel SpA welcomes the proposal incorporating some conditions therein, such as that the transaction should increase the earnings per share ("**EPS**") of Enel Chile and that Enel maintain an ownership percentage in Enel Chile similar to the current one, among others.

Enel Chile also informed that the operation, which contemplates the two stages mentioned above that make up a single integral operation, will be subject to the rules established in Chile that govern operations between related parties.

3. Conclusions

Based on the information received and analysis undertaken, the Proposed Transaction, in the terms described in this report, contributes to the social interest of Enel Chile and complies with the requirements of Enel.

The performance of Enel Chile and Enel Gx shares since the announcement of the Proposed Transaction has been above local comparable stocks and above or in line with the local market, which are good indicators that confirm the above the market's positive view of the transaction.

The estimated price and exchange ratio ranges for the Proposed Transaction are as follows:

Tender Offer Price:	between CLP 531 and CLP 583 per Enel Gx share
Enel Chile (Tender Offer & Merger):	between CLP 79 and CLP 85 per share of Enel Chile
Tender Offer Exchange Ratio:	between 6.46 and 7.09 Enel Chile shares for each Enel Gx share
Tender Offer Cash %:	between 59.0% and 64.8%, determined by the price of the Tender Offer
EGP Latam Equity Value:	between USD 1,622 million and USD 1,865 million
Merger Exchange Ratio:	between 15.03 and 17.28 Enel Chile shares for each EGP Latam share

¹ As of October 26, 2017, the Tender Offer structure has not been defined by Enel Chile. Notwithstanding the foregoing, based on the replies by the Chilean Securities Exchange Commission and the Chilean Pensions Supervisor made public by Essential Information (Hecho Esencial) of Enel Chile on dates October 13 and October 24 of 2017, it is expected that the transaction be paid entirely in cash and part of the cash will be required for subscribing shares of Enel Chile by the vendors

The result of the Tender Offer is uncertain. However, it is reasonable to assume that the final ownership percentage obtained by Enel Chile in Enel Gx will be higher (lower), depending on whether the final values of the Merger and Tender Offer are more (or less) favorable for Enel Gx's minority shareholders.

At the same time, considering fixed results for the Tender Offer, there are different combinations of company prices (and therefore of exchange ratios) in which Enel Chile and its shareholders obtain equivalent results in terms of the average EPS for the 2018-2022 period compared to the current scenario.

With regards to the Tender Offer, the greater the percentage of cash to be used, the greater the benefit in terms of EPS for Enel Chile. Therefore, in order to define the cash portion to be considered as part of the price, Enel Chile's target debt was maximized to a 2.4x net financial debt to EBITDA (NFD/EBITDA). The greater the price of the Tender Offer, the lower the percentage of cash allowed in the Tender Offer.

Important Information:

It is expressly noted that this document refers to the Preliminary Report for Enel Chile S.A. Board of Directors, which is based on the financial statements of the analyzed companies as of June 30, 2017 and once the updated financial statements of September 30, 2017 are released, LarrainVial will update this executive summary with the new statements.