

TELEFONOS DE MEXICO S A B DE C V
Form 6-K
April 28, 2010

FORM 6-K

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16 of
the Securities Exchange Act of 1934

For the month of **April 2010**

Commission File Number: 333-13580

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

(Exact Name of the Registrant as Specified in the Charter)

Telephones of Mexico

(Translation of Registrant's Name into English)

Parque Vía 190

Colonia Cuauhtémoc

México City 06599, México, D.F.

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F. Form 20-F...Form 40-F.....

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): _____

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): _____

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No... ..

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-01

CONSOLIDATED BALANCE SHEETS

AT MARCH 31, 2010 & 2009

(Thousands of Mexican Pesos)

Final printing

| REF S | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|--|-----------------------|-----|------------------------|-----|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| s01 | TOTAL ASSETS | 164,942,714 | 100 | 189,909,740 | 100 |
| s02 | CURRENT ASSETS | 41,978,971 | 25 | 57,492,912 | 30 |
| s03 | CASH AND SHORT-TERM INVESTMENTS | 6,467,507 | 4 | 11,986,871 | 6 |
| s04 | ACCOUNTS AND NOTES RECEIVABLE (NET) | 17,514,529 | 11 | 16,769,580 | 9 |
| s05 | OTHER ACCOUNTS AND NOTES RECEIVABLE (NET) | 5,591,527 | 3 | 5,129,898 | 3 |
| s06 | INVENTORIES | 1,360,177 | 1 | 1,740,960 | 1 |
| s07 | OTHER CURRENT ASSETS | 11,045,231 | 7 | 21,865,603 | 12 |
| s08 | LONG - TERM | 1,787,367 | 1 | 1,472,596 | 1 |
| s09 | ACCOUNTS AND NOTES RECEIVABLE (NET) | 0 | 0 | 0 | 0 |
| s10 | INVESTMENT IN SHARES OF NON-CONSOLIDATED SUBSIDIARIES AND AFFILIATES | 1,663,596 | 1 | 1,347,931 | 1 |
| s11 | OTHER INVESTMENTS | 123,771 | 0 | 124,665 | 0 |
| s12 | PROPERTY, PLANT AND EQUIPMENT (NET) | 102,096,336 | 62 | 111,687,795 | 59 |
| s13 | LAND AND BUILDINGS | 0 | 0 | 0 | 0 |
| s14 | MACHINERY AND INDUSTRIAL EQUIPMENT | 403,853,283 | 245 | 400,420,592 | 211 |
| s15 | OTHER EQUIPMENT | 0 | 0 | 0 | 0 |

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| | | | | | |
|------------|---|--------------------|------------|--------------------|------------|
| s16 | ACCUMULATED DEPRECIATION | 302,286,422 | 183 | 289,701,965 | 153 |
| s17 | CONSTRUCTIONS IN PROGRESS | 529,475 | 0 | 969,168 | 1 |
| s18 | OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET) | 2,253,529 | 1 | 2,389,284 | 1 |
| s19 | OTHER ASSETS | 16,826,511 | 10 | 16,867,153 | 9 |
| | | | | | |
| s20 | TOTAL LIABILITIES | 124,566,301 | 100 | 150,792,317 | 100 |
| | | | | | |
| s21 | CURRENT LIABILITIES | 25,679,499 | 21 | 59,793,885 | 40 |
| s22 | SUPPLIERS | 0 | 0 | 0 | 0 |
| s23 | BANK LOANS | 3,737,803 | 3 | 23,967,407 | 16 |
| s24 | STOCK MARKET LOANS | 0 | 0 | 14,015,115 | 9 |
| s103 | OTHER LOANS WITH COST | 0 | 0 | 0 | 0 |
| s25 | TAXES PAYABLE | 2,295,845 | 2 | 1,960,348 | 1 |
| s26 | OTHER CURRENT LIABILITIES | 19,645,851 | 16 | 19,851,015 | 13 |
| s27 | LONG - TERM LIABILITIES | 80,155,227 | 64 | 70,718,364 | 47 |
| s28 | BANK LOANS | 33,571,969 | 27 | 42,875,935 | 28 |
| s29 | STOCK MARKET LOANS | 46,583,258 | 37 | 27,842,429 | 18 |
| s30 | OTHER LOANS WITH COST | 0 | 0 | 0 | 0 |
| s31 | DEFERRED LIABILITIES | 537,491 | 0 | 394,848 | 0 |
| s32 | OTHER NON CURRENT LIABILITIES | 18,194,084 | 15 | 19,885,220 | 13 |
| | | | | | |
| s33 | CONSOLIDATED STOCKHOLDERS' EQUITY | 40,376,413 | 100 | 39,117,423 | 100 |
| | | | | | |
| s34 | NON-CONTROLLING INTEREST | 41,230 | 0 | 45,569 | 0 |
| s35 | CONTROLLING INTEREST | 40,335,183 | 100 | 39,071,854 | 100 |
| s36 | CONTRIBUTED CAPITAL | 9,019,971 | 22 | 9,113,733 | 23 |
| s79 | CAPITAL STOCK (NOMINAL) | 9,019,971 | 22 | 9,113,733 | 23 |
| s39 | PREMIUM ON SALES OF SHARES | 0 | 0 | 0 | 0 |
| s40 | CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES | 0 | 0 | 0 | 0 |
| s41 | CAPITAL INCREASE (DECREASE) | 31,315,212 | 78 | 29,958,121 | 77 |
| s42 | RETAINED EARNINGS AND CAPITAL RESERVE | 30,934,127 | 77 | 29,435,644 | 75 |
| s44 | OTHER ACCUMULATED COMPREHENSIVE RESULT | 381,085 | 1 | 522,477 | 1 |
| s80 | SHARES REPURCHASED | 0 | 0 | 0 | 0 |

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-02

CONSOLIDATED BALANCE SHEETS

- BREAKDOWN OF MAIN CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF S | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|---|-----------------------|-----|------------------------|-----|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| s03 | CASH AND AVAILABLE INVESTMENTS | 6,467,507 | 100 | 11,986,871 | 100 |
| s46 | CASH | 1,121,120 | 17 | 1,471,756 | 12 |
| s47 | AVAILABLE INVESTMENTS | 5,346,387 | 83 | 10,515,115 | 88 |
| | | | | | |
| s07 | OTHER CURRENT ASSETS | 11,045,231 | 100 | 21,865,603 | 100 |
| s81 | DERIVATIVE FINANCIAL INSTRUMENTS | 7,521,305 | 68 | 18,241,784 | 83 |
| s82 | DISCONTINUED OPERATIONS | 0 | 0 | 0 | 0 |
| s83 | OTHER | 3,523,926 | 32 | 3,623,819 | 17 |
| | | | | | |
| s18 | OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET) | 2,253,529 | 100 | 2,389,284 | 100 |
| s48 | AMORTIZED OR REDEEMED EXPENSES | 1,353,967 | 60 | 1,395,111 | 58 |
| s49 | GOODWILL | 0 | 0 | 0 | 0 |
| s51 | OTHERS | 899,562 | 40 | 994,173 | 42 |
| | | | | | |
| s19 | OTHER ASSETS | 16,826,511 | 100 | 16,867,153 | 100 |
| s85 | DERIVATIVE FINANCIAL INSTRUMENTS | 0 | 0 | 0 | 0 |
| s50 | DEFERRED TAXES | 0 | 0 | 0 | 0 |
| s104 | BENEFITS FOR EMPLOYEES | 15,084,416 | 90 | 14,213,543 | 84 |
| s86 | DISCONTINUED OPERATIONS | 0 | 0 | 0 | 0 |
| s87 | OTHER | 1,742,095 | 10 | 2,653,610 | 16 |

| | | | | | |
|------|--|------------|-----|------------|-----|
| s21 | CURRENT LIABILITIES | 25,679,499 | 100 | 59,793,885 | 100 |
| s52 | FOREIGN CURRENCY LIABILITIES | 2,709,067 | 11 | 37,268,281 | 62 |
| s53 | MEXICAN PESOS LIABILITIES | 22,970,432 | 89 | 22,525,604 | 38 |
| | | | | | |
| s26 | OTHER CURRENT LIABILITIES | 19,645,851 | 100 | 19,851,015 | 100 |
| s88 | DERIVATIVE FINANCIAL INSTRUMENTS | 1,149,187 | 6 | 1,187,594 | 6 |
| s89 | INTEREST LIABILITIES | 627,100 | 3 | 751,460 | 4 |
| s68 | PROVISIONS | 0 | 0 | 0 | 0 |
| s90 | DISCONTINUED OPERATIONS | 0 | 0 | 0 | 0 |
| s58 | OTHER CURRENT LIABILITIES | 10,302,370 | 52 | 10,092,548 | 51 |
| s105 | BENEFITS FOR EMPLOYEES | 7,567,194 | 39 | 7,819,413 | 39 |
| | | | | | |
| s27 | LONG-TERM LIABILITIES | 80,155,227 | 100 | 70,718,364 | 100 |
| s59 | FOREIGN CURRENCY LIABILITIES | 49,755,227 | 62 | 54,318,364 | 77 |
| s60 | MEXICAN PESOS LIABILITIES | 30,400,000 | 38 | 16,400,000 | 23 |
| | | | | | |
| s31 | DEFERRED LIABILITIES | 537,491 | 100 | 394,848 | 100 |
| s65 | GOODWILL | 0 | 0 | 0 | 0 |
| s67 | OTHERS | 537,491 | 100 | 394,848 | 100 |
| | | | | | |
| s32 | OTHER NON CURRENT LIABILITIES | 18,194,084 | 100 | 19,885,220 | 100 |
| s66 | DEFERRED TAXES | 14,443,469 | 79 | 15,465,005 | 78 |
| s91 | OTHER LIABILITIES IN RESPECT OF SOCIAL INSURANCE | 3,750,615 | 21 | 4,420,215 | 22 |
| s92 | DISCONTINUED OPERATIONS | 0 | 0 | 0 | 0 |
| s69 | OTHER LIABILITIES | 0 | 0 | 0 | 0 |
| | | | | | |
| s79 | CAPITAL STOCK | 9,019,971 | 100 | 9,113,733 | 100 |
| s37 | CAPITAL STOCK (NOMINAL) | 78,540 | 1 | 79,783 | 1 |
| s38 | RESTATEMENT OF CAPITAL STOCK | 8,941,431 | 99 | 9,033,950 | 99 |
| | | | | | |
| s42 | RETAINED EARNINGS AND CAPITAL RESERVES | 30,934,127 | 100 | 29,435,644 | 100 |
| s93 | LEGAL RESERVE | 1,880,513 | 6 | 1,880,513 | 6 |
| s43 | RESERVE FOR REPURCHASE OF SHARES | 0 | 0 | 0 | 0 |
| s94 | OTHER RESERVES | 0 | 0 | 0 | 0 |
| s95 | RETAINED EARNINGS | 24,392,590 | 79 | 22,795,787 | 77 |
| s45 | NET INCOME FOR THE YEAR | 4,661,024 | 15 | 4,759,344 | 16 |
| | | | | | |
| s44 | | 381,085 | 100 | 522,477 | 100 |

| | OTHER ACCUMULATED COMPREHENSIVE RESULT | | | | |
|------|---|-----------|------|-----------|------|
| s70 | ACCUMULATED MONETARY RESULT | 0 | 0 | 0 | 0 |
| s71 | RESULT FROM HOLDING NON-MONETARY ASSETS | 0 | 0 | 0 | 0 |
| s96 | CUMULATIVE RESULT FROM FOREIGN CURRENCY TRANSLATION | 240,108 | 63 | 229,389 | 44 |
| s97 | CUMULATIVE RESULT FROM DERIVATIVE FINANCIAL INSTRUMENTS | 322,121 | 85 | 452,297 | 87 |
| s98 | CUMULATIVE EFFECT OF DEFERRED INCOME TAXES | (181,144) | (48) | (159,209) | (30) |
| s100 | OTHERS | 0 | 0 | 0 | 0 |

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-03

CONSOLIDATED BALANCE SHEETS

- OTHER CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF S | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|------------------|--------------------------------------|-------------------------------|--------------------------------|
| | | FINANCIAL YEAR | FINANCIAL YEAR |
| | | Amount | Amount |
| s72 | WORKING CAPITAL | 16,299,472 | (2,3 |
| s73 | PENSIONS FUND AND SENIORITY PREMIUMS | 0 | |
| s74 | EXECUTIVES (*) | 84 | |
| s75 | EMPLOYEES (*) | 9,219 | |
| s76 | WORKERS (*) | 43,367 | |

| | | | |
|------|---|----------------|---------|
| s77 | OUTSTANDING SHARES (*) | 18,190,885,360 | 18,478, |
| s78 | REPURCHASE OF OWN SHARER(*) | 1,006,900 | 76, |
| s101 | RESTRICTED CASH | 0 | |
| s102 | DEBT WITH COST OF AFFILIATES NON CONSOLIDATED | 0 | |
| | (*) THESE CONCEPTS SHOULD BE EXPRESSED IN UNITS | | |

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-04

CONSOLIDATED STATEMENTS OF INCOME

- FROM JANUARY 01 TO MARCH 31, 2010 & 2009 -

(Thousands of Mexican Pesos)

Final printing

| REF | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|-----|--|--------------------|-----|---------------------|-----|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| r01 | OPERATING REVENUES | 28,566,969 | 100 | 30,017,414 | 100 |
| r02 | COST OF SALES AND SERVICES | 15,608,765 | 55 | 15,453,406 | 51 |
| r03 | GROSS INCOME | 12,958,204 | 45 | 14,564,008 | 49 |
| r04 | OPERATING EXPENSES | 5,251,026 | 18 | 4,946,755 | 16 |
| r05 | OPERATING INCOME | 7,707,178 | 27 | 9,617,253 | 32 |
| r08 | OTHER EXPENSES AND INCOMES (NET) | 152,332 | 1 | (249,660) | 0 |
| r06 | COMPREHENSIVE FINANCING COST | (1,158,393) | (4) | (2,393,851) | (8) |
| r12 | EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES, JOINT BUSINESSES AND AFFILIATES | 20,006 | 0 | (1,112) | (0) |
| r48 | NON-ORDINARY ITEMS | 0 | 0 | 0 | 0 |
| r09 | INCOME BEFORE INCOME TAX AND EMPLOYEE PROFIT SHARING | 6,721,123 | 24 | 6,972,630 | 23 |
| r10 | PROVISIONS FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,060,349 | 7 | 2,212,635 | 7 |
| r11 | | 4,660,774 | 16 | 4,759,995 | 16 |

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| | NET INCOME AFTER INCOME TAX AND EMPLOYEE PROFIT SHARING | | | | |
|------------|--|------------------|-----------|------------------|-----------|
| r14 | INCOME FROM DISCONTINUED OPERATIONS (NET) | 0 | 0 | 0 | 0 |
| r18 | NET INCOME | 4,660,774 | 16 | 4,759,995 | 16 |
| r19 | NET INCOME OF NON-CONTROLLING INTEREST | (250) | 0 | 651 | 0 |
| r20 | NET INCOME OF CONTROLLING INTEREST | 4,661,024 | 16 | 4,759,344 | 16 |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-05

CONSOLIDATED STATEMENTS OF INCOME

- BREAKDOWN OF MAIN CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF R | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|----------------------------------|--------------------|-------|---------------------|-------|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| r01 | OPERATING REVENUES | 28,566,969 | 100 | 30,017,414 | 100 |
| r21 | DOMESTIC | 27,264,293 | 95 | 28,745,693 | 96 |
| r22 | FOREIGN | 1,302,676 | 5 | 1,271,721 | 4 |
| r23 | TRANSLATION INTO DOLLARS (***) | 101,807 | 0 | 88,023 | 0 |
| | | | | | |
| r08 | OTHER EXPENSES AND INCOMES (NET) | 152,332 | 100 | (249,660) | 100 |
| r49 | OTHER EXPENSES AND INCOMES (NET) | 403,899 | 265 | 190,066 | (76) |
| r34 | EMPLOYEE PROFIT SHARING | 535,440 | 351 | 661,755 | (265) |
| r35 | DEFERRED EMPLOYEE PROFIT SHARING | (283,873) | (186) | (222,029) | 89 |
| | | | | | |
| r06 | COMPREHENSIVE FINANCING COST | (1,158,393) | 100 | (2,393,851) | 100 |

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| | | | | | |
|--|--|-----------|-------|-----------|------|
| r24 | INTEREST EXPENSE | 1,565,429 | (135) | 2,033,776 | (85) |
| r42 | LOSS (GAIN) ON RESTATEMENT OF UDI'S | 0 | 0 | 0 | 0 |
| r45 | OTHER FINANCIAL COSTS | 0 | 0 | 0 | 0 |
| r26 | INTEREST INCOME | 111,293 | (10) | 208,298 | (9) |
| r46 | OTHER FINANCIAL PRODUCTS | 0 | 0 | 0 | 0 |
| r25 | FOREIGN EXCHANGE LOSS (GAIN) (NET) | 295,743 | (26) | (568,373) | 24 |
| r28 | RESULT FROM MONETARY POSITION | 0 | 0 | 0 | 0 |
| r10 | PROVISION FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,060,349 | 100 | 2,212,635 | 100 |
| r32 | INCOME TAX | 2,481,717 | 120 | 2,645,963 | 120 |
| r33 | DEFERRED INCOME TAX | (421,368) | (20) | (433,328) | (20) |
| (***) THOUSAND DOLLARS AT THE PREVAILING EXCHANGE RATE AT THE END OF THE REPORTING PERIOD. | | | | | |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-06

CONSOLIDATED STATEMENTS OF INCOME

- OTHER CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF R | CONCEPTS | QUARTER OF PRESENT FINANCIAL YEAR | QUARTER OF PREVIOUS FINANCIAL YEAR |
|----------|-------------------------|---|---|
| | | Amount | Amount |
| r36 | TOTAL REVENUES | 28,566,969 | 30,017,414 |
| r37 | TAX RESULT FOR THE YEAR | 0 | 0 |
| r38 | OPERATING REVENUES (**) | 117,649,767 | 123,000,619 |
| r39 | OPERATING INCOME (**) | 32,453,984 | 38,730,548 |
| | | | |

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| | | | |
|------|---|------------|------------|
| r40 | NET INCOME OF CONTROLLING INTEREST (**) | 20,370,369 | 19,362,037 |
| r41 | NET INCOME (**) | 20,369,762 | 19,363,738 |
| r47 | OPERATIVE DEPRECIATION AND ACCUMULATED | 4,223,624 | 4,273,348 |
| | | | |
| (**) | INFORMATION OF THE PAST TWELVE MONTHS | | |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-07

CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

- FROM JANUARY 01 TO MARCH 31, 2010 & 2009 -

(Thousands of Mexican Pesos)

Final printing

| REF RT | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|-----------|--|--------------------|-----|---------------------|-----|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| rt01 | OPERATING REVENUES | 28,566,969 | 100 | 30,017,414 | 100 |
| rt02 | COST OF SALES AND SERVICES | 15,608,765 | 55 | 15,453,406 | 51 |
| rt03 | GROSS INCOME | 12,958,204 | 45 | 14,564,008 | 49 |
| rt04 | OPERATING EXPENSES | 5,251,026 | 18 | 4,946,755 | 16 |
| rt05 | OPERATING INCOME | 7,707,178 | 27 | 9,617,253 | 32 |
| rt08 | OTHER EXPENSES AND INCOMES (NET) | 152,332 | 1 | (249,660) | (1) |
| rt06 | COMPREHENSIVE FINANCING COST | (1,158,393) | (4) | (2,393,851) | (8) |
| rt12 | EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES, JOINT BUSINESSES AND AFFILIATES | 20,006 | 0 | (1,112) | 0 |
| rt48 | NON-ORDINARY ITEMS | 0 | 0 | 0 | 0 |
| rt09 | INCOME BEFORE INCOME TAX AND EMPLOYEE PROFIT SHARING | 6,721,123 | 24 | 6,972,630 | 23 |
| rt10 | PROVISIONS FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,060,349 | 7 | 2,212,635 | 7 |

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| | | | | | |
|-------------|--|------------------|-----------|------------------|-----------|
| rt11 | NET INCOME AFTER INCOME TAX AND EMPLOYEE PROFIT SHARING | 4,660,774 | 16 | 4,759,995 | 16 |
| rt14 | INCOME FROM DISCONTINUED OPERATIONS (NET) | 0 | 0 | 0 | 0 |
| rt18 | NET INCOME | 4,660,774 | 16 | 4,759,995 | 16 |
| rt19 | NET INCOME OF NON-CONTROLLING INTEREST | (250) | (0) | 651 | 0 |
| rt20 | NET INCOME OF CONTROLLING INTEREST | 4,661,024 | 16 | 4,759,344 | 16 |
| | | | | | |

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-08

CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

- BREAKDOWN OF MAIN CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF RT | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|-------------|---|--------------------|------------|---------------------|------------|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| rt01 | OPERATING REVENUES | 28,566,969 | 100 | 30,017,414 | 100 |
| rt21 | DOMESTIC | 27,264,293 | 95 | 28,745,693 | 96 |
| rt22 | FOREIGN | 1,302,676 | 5 | 1,271,721 | 4 |
| rt23 | TRANSLATION INTO DOLLARS (***) | 101,807 | 0 | 88,023 | 0 |
| | | | | | |
| rt08 | OTHER REVENUES AND (EXPENSES), NET | 152,332 | 100 | (249,660) | 100 |
| rt49 | OTHER REVENUES AND (EXPENSES), NET | 403,899 | 265 | 190,066 | (76) |
| rt34 | EMPLOYEE PROFIT SHARING | 535,440 | 351 | 661,755 | (265) |
| rt35 | DEFERRED EMPLOYEE PROFIT SHARING | (283,873) | (186) | (222,029) | 89 |
| | | | | | |
| rt06 | | (1,158,393) | 100 | (2,393,851) | 100 |

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| | COMPREHENSIVE FINANCING COST | | | | |
|---|--|-----------|-------|-----------|------|
| rt24 | INTEREST EXPENSE | 1,565,429 | (135) | 2,033,776 | (85) |
| rt42 | LOSS (GAIN) ON RESTATEMENT OF UDI'S | 0 | 0 | 0 | 0 |
| rt45 | OTHER FINANCIAL COSTS | 0 | 0 | 0 | 0 |
| rt26 | INTEREST INCOME | 111,293 | (10) | 208,298 | (9) |
| rt46 | OTHER FINANCIAL PRODUCTS | 0 | 0 | 0 | 0 |
| rt25 | FOREIGN EXCHANGE LOSS (GAIN) (NET) | 295,743 | (26) | (568,373) | 24 |
| rt28 | RESULT FROM MONETARY POSITION | 0 | 0 | 0 | 0 |
| | | | | | |
| rt10 | PROVISION FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,060,349 | 100 | 2,212,635 | 100 |
| rt32 | INCOME TAX | 2,481,717 | 120 | 2,645,963 | 120 |
| rt33 | DEFERRED INCOME TAX | (421,368) | (20) | (433,328) | (20) |
| | | | | | |
| (***) THOUSAND DOLLARS AT THE PREVAILING EXCHANGE RATE AT THE END OF THE REPORTING PERIOD. | | | | | |

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MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-09

CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

- OTHER CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF RT | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|-----------|--|--------------------|---------------------|
| | | FINANCIAL YEAR | |
| | | Amount | Amount |
| rt47 | OPERATIVE DEPRECIATION AND ACCUMULATED IMPAIRMENT LOSSES | 4,223,624 | 4,273,348 |

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-12

DATA PER SHARE

- CONSOLIDATED INFORMATION -

(Thousands of Mexican Pesos)

Final printing

| REF D | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|---|-----------------------|--|------------------------|--|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | | Amount | |
| d01 | BASIC INCOME PER ORDINARY SHARE (**) | \$1.12 | | \$1.05 | |
| d02 | BASIC INCOME PER PREFERENT SHARE (**) | \$0.00 | | \$0.00 | |
| d03 | DILUTED INCOME PER ORDINARY SHARE (**) | \$0.00 | | \$0.00 | |
| d04 | INCOME (LOSS) FROM CONTINUOUS OPERATIONS PER ORDINARY SHARE (**) | \$1.12 | | \$1.05 | |
| d05 | EFFECT OF DISCONTINUOUS OPERATIONS ON INCOME (LOSS) FROM CONTINUOUS OPERATIONS PER ORDINARY SHARE (**) | \$0.00 | | \$0.00 | |
| d08 | CARRYING VALUE PER SHARE | \$2.22 | | \$2.11 | |
| d09 | ACUMULATED CASH DIVIDEND PER SHARE | \$0.11 | | \$0.10 | |

| | | | | | |
|--|---|------|--------|---------|--------|
| d10 | SHARE DIVIDENDS PER SHARE | 0.00 | shares | \$0.00 | shares |
| d11 | MARKET PRICE TO CARRYING VALUE | 4.36 | times | \$5.08 | times |
| d12 | MARKET PRICE TO BASIC INCOME PER ORDINARY SHARE (**) | 8.64 | times | \$10.20 | times |
| d13 | MARKET PRICE TO BASIC INCOME PER PREFERENT SHARE (**) | 0.00 | times | \$0.00 | times |
| (**) INFORMATION OF THE PAST TWELVE MONTHS | | | | | |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-13

RATIOS

- CONSOLIDATED INFORMATION -

(Thousands of Mexican Pesos)

Final printing

| REF P | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|---|--------------------|-------|---------------------|-------|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | YIELD | | | | |
| p01 | NET INCOME (LOSS) TO OPERATING REVENUES | 16.32 | % | 15.86 | % |
| p02 | NET INCOME TO STOCKHOLDERS' EQUITY (**) | 50.45 | % | 49.50 | % |
| p03 | NET INCOME TO TOTAL ASSETS (**) | 12.35 | % | 10.20 | % |
| p04 | CASH DIVIDENDS TO PREVIOUS YEAR NET INCOME | 10.00 | % | 8.96 | % |
| p05 | INCOME DUE TO MONETARY POSITION TO NET INCOME | 0.00 | % | 0.00 | % |
| | ACTIVITY | | | | |
| p06 | OPERATING REVENUES TO TOTAL ASSETS (**) | 0.71 | times | 0.65 | times |

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| | | | | | |
|---|--|-------|-------|-------|-------|
| p07 | OPERATING REVENUES TO FIXED ASSETS (**) | 1.15 | times | 1.10 | times |
| p08 | INVENTORIES ROTATION (**) | 47.10 | times | 36.89 | times |
| p09 | ACCOUNTS RECEIVABLE IN DAYS OF SALES | 48.00 | days | 44.00 | days |
| p10 | INTEREST PAID TO TOTAL LIABILITIES WITH COST (**) | 6.74 | % | 6.90 | % |
| | LEVERAGE | | | | |
| p11 | TOTAL LIABILITIES TO TOTAL ASSETS | 75.52 | % | 79.40 | % |
| p12 | TOTAL LIABILITIES TO STOCKHOLDERS' EQUITY | 3.09 | times | 3.85 | times |
| p13 | FOREIGN CURRENCY LIABILITIES TO TOTAL LIABILITIES | 42.12 | % | 60.74 | % |
| p14 | LONG-TERM LIABILITIES TO FIXED ASSETS | 78.51 | % | 63.32 | % |
| p15 | OPERATING INCOME (LOSS) TO INTEREST PAID | 4.92 | times | 4.73 | times |
| p16 | OPERATING REVENUES TO TOTAL LIABILITIES (**) | 0.94 | times | 0.82 | times |
| | LIQUIDITY | | | | |
| p17 | CURRENT ASSETS TO CURRENT LIABILITIES | 1.63 | times | 0.96 | times |
| p18 | CURRENT ASSETS LESS INVENTORY TO CURRENT LIABILITIES | 1.58 | times | 0.93 | times |
| p19 | CURRENT ASSETS TO TOTAL LIABILITIES | 0.34 | times | 0.38 | times |
| p20 | AVAILABLE ASSETS TO CURRENT LIABILITIES | 25.19 | % | 20.05 | % |
| (**) INFORMATION OF THE PAST TWELVE MONTHS | | | | | |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-14

STATE OF CASH FLOW (INDIRECT METHOD)

MAIN CONCEPTS

- CONSOLIDATED INFORMATION -

(Thousands of Mexican Pesos)

Final printing

| REF E | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|----------|--|-----------------------|------------------------|
| | | FINANCIAL YEAR | FINANCIAL YEAR |
| | | Amount | Amount |
| | OPERATION ACTIVITIES | | |
| e01 | INCOME (LOST) BEFORE INCOME TAXES | 6,721,123 | 6,972,630 |
| e02 | +(-) ITEMS NOT REQUIRING CASH | 1,648,751 | 1,766,479 |
| e03 | +(-) ITEMS RELATED TO INVESTING ACTIVITIES | 4,358,942 | 4,469,668 |
| e04 | +(-) ITEMS RELATED TO FINANCING ACTIVITIES | 1,117,707 | 2,562,238 |
| e05 | CASH FLOWS BEFORE INCOME TAX | 13,846,523 | 15,771,015 |
| e06 | CASH FLOW PROVIDED OR USED IN OPERATION | (733,371) | (1,842,686) |
| e07 | NET CASH FLOWS PROVIDED OF OPERATING ACTIVITIES | 13,113,152 | 13,928,329 |
| | INVESTMENT ACTIVITIES | | |
| e08 | NET CASH FLOW FROM INVESTING ACTIVITIES | (2,772,588) | (3,879,484) |
| e09 | CASH IN EXCESS (REQUIRED) TO BE APPLIED IN FINANCING ACTIVITIES | 10,340,564 | 10,048,845 |
| | | | |
| | FINANCING ACTIVITIES | | |
| e10 | NET CASH FROM FINANCING ACTIVITIES | (18,252,825) | (4,198,537) |
| e11 | NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | (7,912,261) | 5,850,308 |
| e12 | TRANSLATION DIFFERENCES IN CASH AND CASH EQUIVALENTS | 0 | 0 |
| e13 | CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD | 14,379,768 | 6,136,563 |
| e14 | CASH AND CASH EQUIVALENTS AT THE END OF PERIOD | 6,467,507 | 11,986,871 |
| | | | |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-15

STATE OF CASH FLOW (INDIRECT METHOD)

BREAKDOWN OF MAIN CONCEPTS

- CONSOLIDATED INFORMATION -

(Thousands of Mexican Pesos)

Final printing

| REF E | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|------------|--|-----------------------|------------------------|
| | | FINANCIAL YEAR | FINANCIAL YEAR |
| | | Amount | Amount |
| e02 | +(-) ITEMS NOT REQUIRING CASH | 1,648,751 | 1,766,479 |
| e15 | +ESTIMATES FOR THE PERIOD | 3,023 | 4,894 |
| e16 | +PROVISIONS FOR THE PERIOD | 1,645,728 | 1,754,765 |
| e17 | +(-) OTHER UNREALIZED ITEMS | 0 | 6,820 |
| | | | |
| e03 | +(-) ITEMS RELATED TO INVESTING ACTIVITIES | 4,358,942 | 4,469,668 |
| e18 | +DEPRECIATION AND AMORTIZATION FOR THE PERIOD (*) | 4,378,948 | 4,468,556 |
| e19 | (-)+GAIN OR LOSS ON SALE OF PROPERTY, PLANT AND EQUIPMENT | 0 | 0 |
| e20 | +IMPAIRMENT LOSS | 0 | 0 |
| e21 | (-)+EQUITY RESULTS OF ASSOCIATES AND JOINT VENTURES | (20,006) | 1,112 |
| e22 | (-)DIVIDENDS RECEIVED | 0 | 0 |
| e23 | (-)INTEREST INCOME | 0 | 0 |
| e24 | (-)+ OTHER ITEMS | 0 | 0 |
| | | | |
| e04 | +(-) ITEMS RELATED TO FINANCING ACTIVITIES | 1,117,707 | 2,562,238 |
| e25 | +ACCRUED INTERESTS | 1,565,428 | 2,033,776 |
| e26 | +(-) OTHER ITEMS | (447,721) | 528,462 |
| | | | |
| e06 | CASH FLOW PROVIDED OR USED IN OPERATION | (733,371) | (1,842,686) |
| e27 | +(-) DECREASE (INCREASE) IN ACCOUNTS RECEIVABLE | (1,213,937) | (819,138) |
| e28 | +(-) DECREASE (INCREASE) IN INVENTORIES | 183,471 | 27,610 |
| e29 | +(-) DECREASE (INCREASE) IN OTHER ACCOUNTS RECEIVABLE AND OTHER ASSETS | (576,829) | (926,462) |
| e30 | +(-) INCREASE (DECREASE) IN SUPPLIERS | 1,184,557 | (1,655,318) |
| e31 | +(-) INCREASE (DECREASE) IN OTHER LIABILITIES | 2,505,815 | 4,232,158 |
| e32 | +(-) INCOME TAXES PAID OR RETURNED | (2,816,448) | (2,701,536) |
| | | | |
| e08 | NET CASH FLOWS OF INVESTING ACTIVITIES | (2,772,588) | (3,879,484) |
| e33 | - PERMANENT INVESTMENT IN SHARES | 0 | 28,750 |
| | | | |

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| | | | |
|---|--|---------------------|--------------------|
| e34 | +DISPOSITION OF PERMANENT INVESTMENT IN SHARES | 0 | 0 |
| e35 | - INVESTMENTS IN PROPERTY, PLANT AND EQUIPMENT | (2,728,216) | (4,081,919) |
| e36 | + SALE OF PROPERTY, PLANT AND EQUIPMENT | 0 | 0 |
| e37 | - INVESTMENT IN INTANGIBLE ASSETS | (1,874) | (1,917) |
| e38 | + DISPOSITION OF INTANGIBLE ASSETS | 0 | 0 |
| e39 | - OTHER PERMANENT INVESTMENTS | 0 | 0 |
| e40 | + DISPOSITION OF OTHER PERMANENT INVESTMENTS | 0 | 0 |
| e41 | + DIVIDENDS RECEIVED | 0 | 0 |
| e42 | + INTERESTS RECEIVED | 0 | 0 |
| e43 | +(-) DECREASE (INCREASE) ADVANCES AND LOANS TO THIRD PARTS | 0 | 0 |
| e44 | +(-) OTHER ITEMS | (42,498) | 175,602 |
| e10 | NET CASH FLOWS OF FINANCING ACTIVITIES | (18,252,825) | (4,198,537) |
| e45 | + BANK FINANCING | 1,500,000 | 0 |
| e46 | + STOCK MARKET FINANCING | 0 | 0 |
| e47 | + OTHER FINANCING | 0 | 0 |
| e48 | (-) BANK FINANCING AMORTIZATION | (17,746,718) | (3,059,425) |
| e49 | (-) STOCK MARKET FINANCING AMORTIZATION | 0 | 0 |
| e50 | (-) OTHER FINANCING AMORTIZATION | 0 | 0 |
| e51 | + (-) INCREASE (DECREASE) IN CAPITAL STOCK | 0 | 0 |
| e52 | (-) DIVIDENDS PAID | (2,047,288) | (1,807,644) |
| e53 | + PREMIUM ON ISSUANCE OF SHARES | 0 | 0 |
| e54 | + CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES | 0 | 0 |
| e55 | - INTEREST EXPENSE | (1,194,928) | (1,542,137) |
| e56 | (-) REPURCHASE OF SHARES | (11,043) | (872,247) |
| e57 | +(-) OTHER ITEMS | 1,247,152 | 3,082,916 |
| * IN CASE THAT THIS AMOUNT IS DIFFERENT FROM ACCOUNT R47 IT SHALL BE EXPLAINED IN NOTES | | | |

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 1

CHIEF EXECUTIVE OFFICER REPORT

Consolidated

Final printing

---Highlights First Quarter 2010

- During the first quarter of 2010, revenues totaled 28.6 billion pesos, a decrease of 4.8% compared with the same period of the previous year. EBITDA (1) totaled 12.1 billion pesos, 14.2% lower than in 2009 and net income totaled 4.7 billion pesos, 2.1% lower than the first quarter of 2009.

- At the end of March, we had 15.811 million lines, more than one-third are low-income lines, a decrease of 1.7 million lines compared with March 2009, (including lines that were at least 2 months behind on payments). TELMEX has 79.5% of fixed lines in Mexico, below the average of 85.3% for 35 countries worldwide included in the 2009 Bank of America/ Merrill Lynch Global Wireline Matrix.

- Based on the February 2010 report from Teligen, the OECD's price consultant, TELMEX's prices are ranked 4th, 4th and 10th in residential low, medium and high consumption, respectively, among countries with the lowest prices. This is the result of TELMEX's commercial policy of reducing prices for close to 20 years in real terms, which in turn has provided our customers with economic benefits derived from the operating and technical improvements that have been implemented.

- The October 3, 2006, "Acuerdo de Convergencia," (more than 3 years and 6 months ago) which was issued by the Federal Government through the Secretaría de Comunicaciones y Transportes, established the basis for the full convergence of telecommunications networks with the participation of all operators. Unfortunately, the lack of technological convergence prevents delivering to customers the benefits of developing the information society with its better prices, more packaged services and increase in investments for the country in order to reach all Mexicans. It is important to highlight that technological convergence has been implemented in nearly all countries worldwide.

- During the first quarter, broadband Infinitum (ADSL) had a gain of 247 thousand services, bringing the total to 6.8 million customers, making Mexico one of the countries with the highest growth rates in the world with an annual average rate of more than 70% in the last four years, considerably higher than the average of less than 20% for the member countries of the OECD.

- Additionally, the main limitation for higher broadband growth in the country is the lack of computers in homes, since 3 out of 4 homes do not have a computer. TELMEX, in spite of the lack of convergence and computer penetration in the Mexican market, continues to aggressively drive education and digital culture in Mexico, not only to contribute so the country does not fall behind in the era of knowledge, but also to incorporate state-of-the-art information technologies in our own operations.

- Therefore, TELMEX proposed to make 2010 the year of "Driving Technological Innovation" and a program was implemented with the following actions:

- Increase connectivity in the country. TELMEX will increase Infinitum's access speed while maintaining the quality, continuity and speed consistency that characterize this service and double the number of sites with WiFi Móvil Infinitum to reach 3,000 nationwide this year including airports, restaurants, hospitals, public parks, educational centers and shopping malls, among others.

- Enhance information technologies. Intelmex IT, the specialized Information Technologies Institute, has begun operations. For 2010 it has the objective of training more than 1,000 professionals in IT applications to innovate and produce solutions that help competitiveness for companies and domestic institutions.

- Support Education and Digital Culture through the operation of 3,300 Bibliotecas Digitales TELMEX (TELMEX Digital Libraries) and 1,000 Aulas Digitales TELMEX (TELMEX Digital Classrooms) at year-end 2010.

- Revenues in the first quarter totaled 28.6 billion pesos, a decrease of 4.8% compared with the same period of the previous year. Revenues related to data services increased 12.8%. Local, long distance and interconnection revenues decreased 9.4%,

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20.6% and 9.9%, respectively.

- In the quarter, EBITDA (1) totaled 12.1 billion pesos, producing a margin of 42.3%. Operating income totaled 7.7 billion pesos, with a margin of 27.0%.
- Net income in the quarter totaled 4.7 billion pesos, down 2.1% from the first quarter of 2009. For the quarter, earnings per share were 26 Mexican cents, at the same level of the year-earlier period, and earnings per ADR (2) were 40 US cents, an increase of 11.1% compared with the first three months of 2009.
- At March 31, 2010, total debt was the equivalent of 6.731 billion dollars. During the first three months of the year, TELMEX amortized debt equal to approximately 1.266 billion dollars, which included a 950 million dollar bond and a 250 million dollar syndicated loan. Total net debt (3) was equivalent to 6.212 billion dollars, 536 million dollars less than March 31, 2009.
- Capital expenditures (Capex) were the equivalent of 159 million dollars in the first quarter. Of this investment, 65.3% was used for growth and infrastructure projects in the data business.

(1) EBITDA: defined as operating income plus depreciation and amortization. Go to www.telmex.com in the Investor Relations section where you will find the reconciliation of EBITDA to operating income.

(2) One ADR represents 20 shares.

(3) Net debt is defined as total debt less cash and cash equivalents.

Relevant Event

TELMEX Annual Shareholders' Meeting Resolutions

On March 24, 2010, TELMEX announced that the Board of Directors, at its meeting on that day, resolved to call for series "L" Special and Annual Shareholders' Meetings, to be held on April 29, 2010, in order to discuss, among other matters, the following proposals: to appoint the members of the Board of Directors pertaining to Series "L" shares; approval, as the case may be, of the Chief Executive Officer and Board of Director's reports and the financial statements for fiscal year 2009, and declaration of a cash dividend of P.0.50 Mexican pesos per outstanding share in four equal payments of P.0.1250 Mexican pesos per outstanding share, resulting from the net tax profit account. Dividend payments are proposed to be made in México on or after June 17, 2010, September 23, 2010, December 16, 2010, and March 24, 2011, respectively.

Operating Results

Lines and local traffic

At the end of March, we had 15.811 million lines, more than one-third are low-income lines, a decrease of 1.7 million lines compared with March 2009, (including lines that were at least 2 months behind on payments). TELMEX has 79.5% of fixed lines in Mexico, below the average of 85.3% for 35 countries worldwide included in the 2009 Bank of America/ Merrill Lynch Global Wireline Matrix.

During the quarter, local calls decreased 8.1% compared with the same period of 2009, totaling 4.821 billion local calls. Local traffic volume continues to be affected mainly by the increase in cellular telephony services, by the reduction in the number of lines and by competition from other operators and cable TV operators.

Long distance

In the first quarter, domestic long distance (DLD) traffic decreased 9.3% compared with the first quarter of 2009, totaling 4.482 billion minutes, due to the decrease in termination traffic with cellular telephony operators and long distance operators.

In the quarter, outgoing international long distance (ILD) traffic decreased 14.5% compared with the first quarter of 2009, totaling 321 million minutes. The decline reflected a decrease in traffic from mobile operators and the reduction in traffic of our customers. Incoming international long distance traffic increased 28.6% compared with the first quarter of 2009, totaling 1.885 billion minutes. The incoming-outgoing ratio was 5.9 times.

Interconnection

In the first quarter, interconnection traffic totaled 10.596 billion minutes, 0.7% lower than the same quarter of 2009, mainly due to the decrease of 3.6% in calling party pays traffic. Interconnection traffic with local, long distance and cellular telephony operators was flat compared with 2009's first quarter.

Internet access

During the first quarter, broadband Infinitum (ADSL) had a gain of 247 thousand services, bringing the total to 6.8 million customers, making Mexico one of the countries with the highest growth rates in the world with an annual average rate of more than 70% in the last four years, considerably higher than the average of less than 20% for the member countries of the OECD.

For our residential and commercial customers, TELMEX has designed multi-service packages which include access to broadband Infinitum services and different voice services that adjust to our customers' interests and needs so they obtain the best conditions and prices of our services.

Financial Results

The following financial information for 2010 and 2009 is presented in nominal pesos, according to Mexican Financial Reporting Standards.

Revenues: In the first quarter, revenues totaled 28.6 billion pesos, a decrease of 4.8% compared with the same period of the previous year. Revenues related to data services increased 12.8%, and local, long distance and interconnection revenues decreased 9.4%, 20.6% and 9.9%, respectively.

- **Local:** Local service revenues totaled 10.462 billion pesos in the quarter, a decrease of 9.4% compared with the first quarter of 2009, due to decreases of 8.7% in revenue per local billed call and 8.1% in local traffic volume.
- **DLD:** DLD revenues totaled 3.104 billion pesos, 16.5% lower than in January to March of 2009, due to the 9.3% decrease in traffic and the 7.9% decline in average revenue per minute, which in part was due to higher penetration of multi-service packages that include domestic long distance service.
- **ILD:** ILD revenues totaled 1.439 billion pesos in the quarter, a decrease of 28.4% compared with the same quarter of the previous year. Contributing factors included the 14.5% decrease in outgoing traffic and the 14.0% decrease in average revenue per minute. Incoming international long distance traffic revenues totaled 608 million pesos, a decrease of 30.8% compared with the first quarter of the previous year, due to the decline of 46.2% in average revenue per minute resulting from the revaluation of the Mexican peso and the increase of 28.6% in incoming traffic.
- **Interconnection:** In the quarter, interconnection revenues decreased 9.9% to 3.754 billion pesos compared with the first quarter of 2009, due to the 3.6% decline in calling party pays services and the decrease of 6.7% in average revenue of these services.
- **Data:** Data revenues are comprised mainly of Internet access services and services related to corporate customers' Virtual Private Networks. Revenues from data services in the quarter were 8.019 billion pesos, 12.8% higher compared with the first quarter of 2009 due to the increase of 20.8% in Internet access services and the integration of value-added services to our portfolio of products and services for the corporate market.

Costs and expenses: In the first quarter of 2010, total costs and expenses were 20.860 billion pesos, 2.3% higher than the same period of the previous year, mainly due to higher costs of equipment and services for customer sales and the increase in the reserve for uncollectables, partially offset by lower interconnection costs resulting from the decrease of 8.3% in the amount paid to cellular telephony operators for calling party pays services and by initiatives to optimize resource use.

- **Cost of sales and services:** In the quarter, cost of sales and services increased 7.9% compared with the same period of 2009, totaling 8.621 billion pesos, due to higher costs related to products and services for corporate customers and computer sales at Tiendas TELMEX (TELMEX Stores).
- **Commercial, administrative and general:** In the period from January to March 2010, commercial, administrative and general expenses totaled 5.251 billion pesos, 6.1% higher than the same period a year ago, mainly due to an increase in the reserve for uncollectables primarily from bad accounts from some telecommunications operators.

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- **Interconnection:** Interconnection costs were 2.609 billion pesos, a decrease of 12.6% compared with the first quarter of 2009 due to the 8.3% decrease in the amount paid to cellular telephony operators for calling party pays services and the decrease in calling party pays traffic.
- **Depreciation and amortization:** In the quarter, depreciation and amortization decreased 2.2% compared with the same period of 2009, to 4.379 billion pesos, as a result of lower amounts of investments in recent years.

EBITDA (1) and operating income: EBITDA (1) totaled 12.086 billion pesos in the first quarter of 2010, a decrease of 14.2% compared with the same period of the prior year. The EBITDA margin was 42.3%. Operating income totaled 7.707 billion pesos in the first quarter and the operating margin was 27.0%.

Financing cost: In the first quarter of the year, financing cost produced a charge of 1.158 billion pesos. This was a result of: i) a net interest charge of 1.454 billion pesos, which includes debt reduction and the recognition of the market value of interest rate swaps and ii) a net exchange gain of 296 million pesos from the first-quarter exchange rate appreciation of 0.5947 pesos per dollar, offset by 3.987 billion dollars in dollar-peso hedges at the end of March 2010.

Net income attributable to controlling interest: In the first quarter, net income attributable to controlling interest was 4.661 billion pesos, 2.1% lower than the same period of the previous year. Earnings per share were 26 Mexican cents, at the same level of the first quarter of 2009, and earnings per ADR (2) were 40 US cents, an increase of 11.1% compared with the same period of the previous year.

Investments and other uses of cash: In the first quarter, capital expenditures (Capex) were the equivalent of 159 million dollars, of which 65.3% was used for growth and infrastructure projects in the data business.

Debt: Total debt at March 31, 2010, was the equivalent of 6.731 billion dollars, of which 95.5% is long-term, 45.0% has fixed rates considering interest rate swaps, and 60.8% is in foreign currency, equivalent to 4.091 billion dollars. To minimize risks from variations in the exchange rate, at March 31, 2010, we had dollar-peso hedges for 3.987 billion dollars.

In the first three months of the year, TELMEX realized debt payments for approximately 1.266 billion dollars, which included amortizations of 950 million dollars from a bond and 250 million dollars from a syndicated loan.

Total net debt (3) decreased during the last 12 months the equivalent of 536 million dollars, bringing the total to 6.212 billion dollars.

| Mexico Local and Long Distance Accounting Separation | | | | | |
|---|----|--------|----|--------|--------|
| Based on Condition 7-5 of the Amendments of the Concession Title of Teléfonos de México, the | | | | | |
| commitment to present the accounting separation of the local and long distance services is presented | | | | | |
| below for the first quarter of 2010 and 2009. | | | | | |
| Mexico Local Service Business | | | | | |
| Income Statements | | | | | |
| [In millions of Mexican pesos] | | | | | |
| | | | | % | |
| | | 1Q2010 | | 1Q2009 | Inc. |
| Revenues | | | | | |
| Access, rent and measured service | P. | 10,369 | P. | 11,440 | (9.4) |
| LADA interconnection | | 1,164 | | 1,351 | (13.8) |

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| | | | | | | | |
|--|----|--------|----|--------|--------|--|--|
| Interconnection with operators | | 391 | | 440 | (11.1) | | |
| Interconnection with cellular operators | | 2,461 | | 2,775 | (11.3) | | |
| Other | | 4,028 | | 3,689 | 9.2 | | |
| Total | | 18,413 | | 19,695 | (6.5) | | |
| | | | | | | | |
| Costs and expenses | | | | | | | |
| Cost of sales and services | | 6,042 | | 5,832 | 3.6 | | |
| Commercial, administrative and general | | 4,529 | | 4,540 | (0.2) | | |
| Interconnection | | 1,602 | | 1,812 | (11.6) | | |
| Depreciation and amortization | | 2,359 | | 2,671 | (11.7) | | |
| Total | | 14,532 | | 14,855 | (2.2) | | |
| | | | | | | | |
| Operating income | P. | 3,881 | P. | 4,840 | (19.8) | | |
| | | | | | | | |
| EBITDA (1) | P. | 6,240 | P. | 7,511 | (16.9) | | |
| | | | | | | | |
| EBITDA margin (%) | | 33.9 | | 38.1 | (4.2) | | |
| Operating margin (%) | | 21.1 | | 24.6 | (3.5) | | |
| | | | | | | | |
| Mexico Long Distance Service Business | | | | | | | |
| Income Statements | | | | | | | |
| [In millions of Mexican pesos] | | | | | | | |
| | | | | | % | | |
| | | 1Q2010 | | 1Q2009 | Inc. | | |
| Revenues | | | | | | | |
| Domestic long distance | P. | 3,647 | P. | 4,244 | (14.1) | | |
| International long distance | | 1,443 | | 1,961 | (26.4) | | |
| Total | | 5,090 | | 6,205 | (18.0) | | |
| | | | | | | | |

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| | | | | | | | |
|--|----|-------|----|-------|--------|--|--|
| Costs and expenses | | | | | | | |
| Cost of sales and services | | 1,185 | | 1,451 | (18.3) | | |
| Commercial, administrative and general | | 1,264 | | 1,347 | (6.2) | | |
| Interconnection to the local network | | 1,790 | | 1,993 | (10.2) | | |
| Depreciation and amortization | | 430 | | 521 | (17.5) | | |
| Total | | 4,669 | | 5,312 | (12.1) | | |
| | | | | | | | |
| Operating income | P. | 421 | P. | 893 | (52.9) | | |
| | | | | | | | |
| EBITDA (1) | P. | 851 | P. | 1,414 | (39.8) | | |
| | | | | | | | |
| EBITDA margin (%) | | 16.7 | | 22.8 | (6.1) | | |
| Operating margin (%) | | 8.3 | | 14.4 | (6.1) | | |

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 2

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(Thousands of Mexican Pesos)

Consolidated

Final printing

(Figures in thousands of Mexican pesos)

RECOGNITION OF THE EFFECTS OF INFLATION

From January 1, 2008, Mexican FRS B-10 "Effects of Inflation", replaced Mexican accounting Bulletin B-10 "Accounting Recognition of the Effects of Inflation on Financial Information". Based on Mexican FRS B-10, the economic environments in Mexico in 2010 and 2009 have been qualified as non-inflationary, due to inflation in the preceding three fiscal years was 14.48% and 15.01%, respectively. Therefore, during 2010 and 2009 the effects of inflation on financial information of this period were not recognized, keeping the effects of inflation recognized up to December 31, 2007.

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BALANCE SHEET

S 23 AND S 28 BANK LOANS

In this item are included the bank credits related to purchase programs to suppliers that have been traditionally reported in the suppliers' credits item of the Balance Sheet because long-term caption to suppliers does not exist in EMISNET.

TELMEX entered into a syndicated loan agreement in 2004, which was restructured in 2005 and 2006 to improve the credit conditions and increase the total loan amount to 3 billion dollars divided in three tranches, the first one for 1.3 billion dollars with a three-year maturity, the second one for 1 billion dollars with a five-year maturity years and the third one for 700 million dollars with a seven- year maturity. In August 2009, TELMEX prepaid the total amount of the first tranche, which original maturity was scheduled for October 2009.

On June 30, 2006 Telmex entered into a syndicated loan agreement in the amount of 500 million dollars divided into two tranches of 250 million dollars each, with a four-year and six-year maturity, respectively. In March 2010, TELMEX prepaid the total amount of the first tranche, which original maturity was scheduled for June 2010.

S 24 AND S 29 SENIOR NOTES

In the first quarter of 2005, TELMEX placed senior notes in the total amount of U.S.\$1.75 billions divided into two issuances of U.S.\$ 950 million and U.S.\$ 800 million, respectively, the first one maturing in 2010 and bearing interest at 4.75% annual and the second one maturing in 2015 and bearing interest at 5.50% annual. Interests are payable semiannually. In January 2010, TELMEX paid U.S.\$950 million related to the maturity of the first issuance.

In January 2006, TELMEX placed abroad a senior note in the amount of Ps. 4,500,000 (nominal value), maturing in 2016 and bearing interest at 8.75% annual. Interests are payable semiannually.

In November, 2009, TELMEX issued a bond for U.S.\$500 million due 2019 with an annual interest of 5.5%, interests are payable semiannually.

In December 2007, TELMEX obtained approval for a long-term domestic senior notes program in the amount of Ps.10,000,000 (nominal value). In April 2008, domestic senior notes were placed in the amount of Ps.1,600,000. In July 2009, two issuances of domestic senior notes were made under this program for a total amount of Ps.8,000,000.

In September 2009, TELMEX obtained approval for a dual program to issue short and long-term domestic senior notes in the total amount of P. 15,000,000. In November 2009, two issuances of domestic senior notes were made under this program for a total amount of Ps.6,000,000.

S 29 SENIOR NOTES (LONG-TERM)

As of March 31, 2010 and 2009, this item rose to \$ 46,583,258 and \$ 27,842,429, respectively, and is comprised as follows:

| | 2010 | 2009 |
|--------------------------|----------------|----------------|
| Domestic Senior Notes | Ps. 25,900,000 | Ps. 11,900,000 |
| Bonds | 16,183,258 | 11,442,429 |
| Global peso Senior Notes | Ps. 4,500,000 | 4,500,000 |

S 42 RETAINED EARNINGS AND CAPITAL RESERVES

On March 3, 2009 the Annual Ordinary Shareholders' Meeting approved to increase in Ps. 10,000,000, the funds authorized to repurchase its own shares, bringing the total maximum amount to Ps. \$ 10,340,868.

From January through March 2010, the Company acquired 1.0 million L shares for Ps. 10,967 and 6,900 A shares for Ps. 76.

From January through March 2009, the Company acquired 76.0 million L shares for Ps 867,360 and 0.4 million A shares for Ps. 4,887.

The Company's repurchased shares are applied to unappropriated retained earnings, in the amount exceeding the portion of the capital stock, corresponding to the repurchased shares.

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S 104 EMPLOYEES BENEFITS

This item includes the projected net assets as of March 31, 2010 and 2009 pursuant to Mexican FRS D-3 "Employees Benefits".

S 87 OTHERS

In this item there are included the inventories for telephone plant operation, which are valued by the average cost method and up to December 31, 2007 were updated based on the specific index method which is similar to its replacement value, without exceeding their market value.

S 58 OTHER CURRENT LIABILITIES

As of March 31, 2010 and 2009, this item rose to Ps. 10,302,370 and Ps. 10,092,548 respectively and is comprised as follows:

| | 2010 | 2009 |
|---------------------------|---------------|---------------|
| Accounts payable | Ps. 6,669,839 | Ps. 7,136,120 |
| Other accrued liabilities | 2,669,679 | 1,219,269 |
| Deferred credits | 962,852 | 1,737,159 |

S 91 EMPLOYEE BENEFITS

This item includes liabilities for deferred employee profit sharing and actuarial obligations for labor termination as of March 31, 2010 and 2009, pursuant to Mexican FRS D-3 and Bulletin D-3, respectively.

RATIOS

P 08 INVENTORY TURNOVER RATE-COST

EMISNET automatically calculates the inventory turnover rate by dividing the cost of sales and services (Ref. R 02) by the inventories for sale (Ref. S 06), affecting the actual inventory turnover rate.

RECLASIFICACIONES

Certain 2009 financial statements have been reclassified to conform with the presentation used for the year 2010.

MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 3a

SHARE INVESTMENTS SUBSIDIARIES

Consolidated

| COMPANY NAME | MAIN ACTIVITIES | NUMBER OF SHARES | OWNERSHIP % |
|--|--|------------------|-------------|
| Integración de Servicios TMX, S.A. de C.V. | Investments in all types of businesses | 106,419,052,434 | 100.00 |
| Aerocomunicaciones, S.A. de C.V. | Aeronautic radiocom. mobile serv. | 128,234,600 | 100.00 |
| Aerofrisco, S.A. de C.V. | Air Taxi services | 7,230,624,600 | 100.00 |
| Alquiladora de Casas, S.A. de C.V. | Real estate acquisition & leasing | 686,001,490 | 100.00 |
| Buscatel, S.A. de C.V. | Paging services | 142,445 | 100.00 |
| Cía. de Teléfonos y Bienes Raíces, S.A. de C.V. | Real estate acquisition & leasing | 1,034,000,000 | 100.00 |
| Comertel Argos, S.A. de C.V. | Personnel services | 6,000 | 100.00 |
| Consortio Red Uno, S.A. de C.V. | Design & integrated telecom. Services | 279,634,377 | 100.00 |
| Construcciones y Canalizaciones, S.A. de C.V. | Construction & maint. of telephone network | 28,369,000 | 100.00 |
| Empresa de Limpieza Mexicana, S.A. de C.V. | Cleaning Service Company | 50 | 100.00 |
| Fintel Holdings, L.L.C. | Investments in all types of businesses | 1,490 | 100.00 |
| Fuerza y Clima, S.A. de C.V. | Air conditioning installation & maint. | 4,925,000 | 100.00 |
| Grupo Técnico de Administración, S.A. de C.V. | Management, consulting & org. Services | 50,000 | 100.00 |
| Impulsora Mexicana de Telecomunicaciones, S.A. | Network projects | 4,602,225 | 100.00 |
| Instituto Tecnológico de Teléfonos de México, S.C | Training & research services | 1,000 | 100.00 |
| Multicomunicación Integral, S.A. de C.V. | Trunking, installation & sales services | 665,759 | 100.00 |
| Operadora Mercantil, S.A. de C.V. | Marketing services | 50,000 | 100.00 |
| Renta de Equipo, S.A. de C.V. | Equipment, vehicles & real estate leasing | 15,377,595,000 | 100.00 |
| Servicios Administrativos Tecmarketing, SA de CV | Software development, sales & management | 140,687,728 | 100.00 |
| Tecmarketing, S.A. de C.V. | Telemarketing services | 6,850,000 | 100.00 |
| Telecomunicaciones Controladora de Servicios, S.A. | Investments in all types of businesses | 138,839 | 100.00 |
| Teleconstructora, S.A. de C.V. | Construction & maint. of telephone network | 19,400,000 | 100.00 |
| Teléfonos del Noroeste, S.A. de C.V. | Telecommunication services | 110,000,000 | 100.00 |
| Telmex Holdings, Inc. | Telecommunication services | 1,000 | 100.00 |
| Teninver, S.A. de C.V. | Investments in all types of businesses | 835,796,722 | 100.00 |
| Uninet, S.A. de C.V. | Data transmission services | 65,837,647 | 100.00 |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 3b

SHARE INVESTMENTS AFFILATES

Consolidated

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| COMPANY NAME | MAIN ACTIVITIES | NUMBER OF SHARES | OWNERSHIP % | TOTAL AMOUNT (Thousands of Mexican Pesos) | |
|---|---------------------------------|------------------|-------------|--|------------------|
| | | | | ACQUISITION COST | PRESENT VALUE |
| Grupo Telvista, S.A. de C.V. | Telemarketing in Mexico and USA | 510,138,000 | 45.00 | 510,138 | 911,397 |
| Centro Histórico de la Ciudad de México, SA de CV | Real estate services | 16,004,000 | 12.79 | 80,020 | 101,442 |
| 2Wire, Inc. | Broadband Services | 8,619,242 | 13.00 | 648,400 | 321,817 |
| TM and MS, L.L.C. | Internet portal (Prodigy MSN) | 1 | 50.00 | 29,621 | 167,409 |
| Eidon Software, S.A. de C.V. | Software development | 76,629,615 | 49.00 | 155,737 | 161,531 |
| TOTAL INVESTMENT IN ASSOCIATES | | | | 1,423,916 | 1,663,596 |
| OTHER PERMANENT INVESTMENTS | | | | | 123,771 |
| T O T A L | | | | | 1,787,367 |

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TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 5

CREDITS BREAKDOWN

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(Thousands of Mexican Pesos)

Consolidated

Final printing

| e / n | Foreign Institution | Signature date | Amortization Date | Interest Rate | Amortization of Credits Denominated in Pesos | | | | | | Amortization of Credits in Foreign Curre | | | | |
|----------|------------------------|-------------------|----------------------|------------------|--|-----------------|-----------------|-----------------|-----------------|-----------------------------|--|-----------------|-----------------|-----------------|-----------------|
| | | | | | Time Interval | | | | | | Time Interval | | | | |
| | | | | | Current Year | Until 1 Year | Until 2 Year | Until 3 Year | Until 4 Year | Until 5 Years or more | Current Year | Until 1 Year | Until 2 Year | Until 3 Year | Until 4 Year |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| ENT | Y | 16/03/2006 | 22/07/2014 | 0.7844 | 0 | 0 | 0 | 0 | 0 | 0 | 87,088 | 87,088 | 154,856 | 135,537 | 96,76 |
| | Y | 15/01/2007 | 10/03/2018 | 0.7907 | 0 | 0 | 0 | 0 | 0 | 0 | 394,697 | 394,697 | 789,395 | 789,395 | 789,39 |
| | Y | 28/02/1986 | 31/03/2022 | 2.0000 | 0 | 0 | 0 | 0 | 0 | 0 | 15,736 | 9,217 | 24,953 | 24,913 | 24,95 |
| | | | | | | | | | | | | | | | |
| EBT | | | | | | | | | | | | | | | |
| AL | | | | | | | | | | | | | | | |
| S.A. | N/A | 22/02/2010 | 22/02/2011 | 5.3650 | 0 | 1,200,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| S.A. | Y | 13/06/2008 | 13/06/2014 | 0.6415 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 373,92 |
| A | Y | 12/02/2008 | 18/02/2014 | 0.5719 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,655,47 |
| (4) | N/A | 26/02/2010 | 28/02/2011 | 5.3650 | 0 | 1,300,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| (2) | Y | 30/06/2006 | 30/06/2012 | 0.5415 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 3,116,000 | |
| | | | | | | | | | | | | | | | |
| S.A. | Y | 11/08/2006 | 20/10/2011 | 0.5415 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 12,464,000 | 0 | |
| S.A. | Y | 11/08/2006 | 11/08/2013 | 0.6165 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 5,816,533 | 2,908,26 |
| EMS | Y | 25/04/2007 | 30/09/2014 | 4.5000 | 0 | 0 | 0 | 0 | 0 | 0 | 211,888 | 37,392 | 249,280 | 224,352 | 199,42 |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |

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| | | | | | | | | | | | | | | | |
|------------|-----|------------|------------|---------|---|-----------|-----------|-----------|-----------|------------|---------|---------|------------|------------|----------|
| | | | | | | | | | | | | | | | |
| KS | | | | | 0 | 2,500,000 | 0 | 0 | 0 | 0 | 709,409 | 528,394 | 13,682,484 | 10,106,730 | 7,048,19 |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| AT (3) | N/A | 31/05/2002 | 31/05/2012 | 10.2000 | 0 | 0 | 0 | 300,000 | 0 | 0 | 0 | 0 | 0 | 0 | |
| AT (5) | N/A | 21/09/2006 | 15/09/2011 | 4.9950 | 0 | 0 | 500,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| AT (3) | N/A | 23/04/2007 | 16/03/2037 | 8.3600 | 0 | 0 | 0 | 0 | 0 | 5,000,000 | 0 | 0 | 0 | 0 | |
| AT (2) (4) | N/A | 23/04/2007 | 16/04/2012 | 4.8150 | 0 | 0 | 0 | 4,500,000 | 0 | 0 | 0 | 0 | 0 | 0 | |
| AT (3) | N/A | 21/04/2008 | 05/04/2018 | 8.2700 | 0 | 0 | 0 | 0 | 0 | 1,600,000 | 0 | 0 | 0 | 0 | |
| AT (4) | N/A | 10/07/2009 | 07/07/2011 | 5.6550 | 0 | 0 | 4,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| AT (2) (4) | N/A | 10/07/2009 | 04/07/2013 | 5.8650 | 0 | 0 | 0 | 0 | 4,000,000 | 0 | 0 | 0 | 0 | 0 | |
| AT (3) (4) | N/A | 03/11/2009 | 30/10/2014 | 5.8650 | 0 | 0 | 0 | 0 | 0 | 4,000,000 | 0 | 0 | 0 | 0 | |
| AT (4) | N/A | 03/11/2009 | 27/10/2016 | 6.1650 | 0 | 0 | 0 | 0 | 0 | 2,000,000 | 0 | 0 | 0 | 0 | |
| | Y | 27/01/2005 | 27/01/2015 | 5.5000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| | Y | 12/11/2009 | 15/11/2019 | 5.5000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| S | N/A | 31/01/2006 | 31/01/2016 | 8.7500 | 0 | 0 | 0 | 0 | 0 | 4,500,000 | 0 | 0 | 0 | 0 | |
| | | | | | | | | | | | | | | | |
| EBT | | | | | | | | | | | | | | | |
| E | | | | | | | | | | | | | | | |
| NTS | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| EBT | | | | | | | | | | | | | | | |
| CK | | | | | 0 | 0 | 4,500,000 | 4,800,000 | 4,000,000 | 17,100,000 | 0 | 0 | 0 | 0 | |
| | | | | | | | | | | | | | | | |
| S | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |

| LONG AND SHORT TERM LOANS WITH COST (\$103) AND (\$30) | | | | | | | | | | | | | | | |
|--|-----|---|--------|------------|------------|-----------|-----------|-----------|-----------|------------|---------|---------|------------|------------|-----------|
| US | N/A | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| LONG AND SHORT TERM LOANS WITH COST (\$30) | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| CURRENT LIABILITIES WITHOUT COST (\$26) | | | | | | | | | | | | | | | |
| LIABILITIES WITHOUT COST (\$26) | 0 | 0 | 0.0000 | 19,645,851 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| CURRENT LIABILITIES WITHOUT COST | | | | | 19,645,851 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| | | | | | 19,645,851 | 2,500,000 | 4,500,000 | 4,800,000 | 4,000,000 | 17,100,000 | 709,409 | 528,394 | 13,682,484 | 10,106,730 | 7,048,190 |

Notes:

A.- Interest rates:

The credits breakdown is presented with an integrated rate as follows:

1. 6 months USD Libor rate plus margin
2. 3 months USD Libor rate plus margin
3. Fixed Rate
4. 28 days TIIE rate plus margin
5. 91 days TIIE rate plus margin
6. 3 months JPY LIBOR plus margin

B.- The following rates were considered:

- Libor at 6 months in US dollars is equivalent to 0.4444 at March 31, 2010
- Libor at 3 months in US dollars is equivalent to 0.2915 at March 31, 2010
- TIIE at 28 days is equivalent to 4.9150 at March 31, 2010
- TIIE at 91 days is equivalent to 5.0150 at March 31, 2010
- Libor at 3 months in JPY is equivalent to 0.2419 at March 31, 2010

C.- The suppliers' Credits are reclassified to Bank Loans because in this document, Emisnet, Long-Term opening to Suppliers' does not exist.

D.- Liabilities in foreign currency were exchanged at the prevailing exchange rate at the end of the reporting period, which at March 31, 2010 were as follows:

| CURRENCY | AMOUNT | E.R. |
|--------------|-----------|-------|
| DOLLAR (USD) | 3,861,708 | 12.46 |

| | | |
|--------------------|------------|-------|
| EURO (EUR) | 12,175 | 16.86 |
| JAPANESE YEN (JPY) | 19,891,200 | 0.13 |

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 6

FOREIGN EXCHANGE MONETARY POSITION

(Thousands of Mexican Pesos)

Consolidated

Final printing

| FOREIGN CURRENCY POSITION | DOLLARS | | OTHER CURRENCIES | | TOTAL |
|---------------------------|-------------|--------------|------------------|-------------|--------------|
| | THOUSAND | THOUSAND | THOUSAND | THOUSAND | THOUSAND |
| | DOLLARS | PESOS | DOLLARS | PESOS | PESOS |
| MONETARY ASSETS | 131,669 | 1,641,119 | 0 | 0 | 1,641,119 |
| LIABILITIES | 3,979,749 | 49,603,594 | 229,517 | 2,860,700 | 52,464,294 |
| SHORT-TERM LIABILITIES | 215,350 | 2,684,120 | 2,002 | 24,947 | 2,709,067 |
| LONG-TERM LIABILITIES | 3,764,399 | 46,919,474 | 227,515 | 2,835,753 | 49,755,227 |
| NET BALANCE | (3,848,080) | (47,962,475) | (229,517) | (2,860,700) | (50,823,175) |

Notes:

Assets and Liabilities in foreign currency were exchanged at the prevailing exchange rate at the end of the reporting period.

At the end of the quarter the exchange rates were as follows:

| CURRENCY | E.R. |
|----------|------|
|----------|------|

| | |
|--------------|-------|
| DOLLAR (USD) | 12.46 |
| EURO | 16.86 |
| JAPANESE YEN | 0.13 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 7

CALCULATION AND RESULT FROM MONETARY POSITION

(Thousands of Mexican Pesos)

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| MONTH | MONETARY ASSETS | MONETARY LIABILITIES | (ASSETS) LIABILITIES MONETARY POSITION | MONTHLY INFLATION | MONTHLY EFFECT (ASSET) LIABILITIES |
|--|-----------------|----------------------|--|-------------------|------------------------------------|
| JANUARY | 0 | 0 | 0 | 0.00 | 0 |
| FEBRUARY | 0 | 0 | 0 | 0.00 | 0 |
| MARCH | 0 | 0 | 0 | 0.00 | 0 |
| RESTATEMENT | 0 | 0 | 0 | 0.00 | 0 |
| CAPITALIZATION | 0 | 0 | 0 | 0.00 | 0 |
| FOREIGN CORP. | 0 | 0 | 0 | 0.00 | 0 |
| OTHER | 0 | 0 | 0 | 0.00 | 0 |
| TOTAL | | | | | 0 |
| FIGURES FOR INFORMATION PURPOSES: | | | | | |
| CAPITALIZED MONETARY GAIN | | | | | |

Notes:

Not applicable

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 8

DEBT INSTRUMENTS

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FINANCIAL LIMITED BASED IN ISSUED DEED AND/OR TITLE

Part of the long-term debt is subject to certain restrictive covenants with respect to maintaining certain financial ratios and the sale of assets, among others.

A portion of the debt is also subject to early maturity or repurchase at the option of the holders in the event of change of control of the Company, as defined in the related instruments. The definition of change of control varies from instrument to instrument; however, no change in control shall be considered to have occurred as long as Carso Global Telecom, S.A.B. de C.V. (TELMEX's controlling company) or its current stockholders continue to hold the majority of the Company's voting shares.

CURRENT SITUATION OF FINANCIAL LIMITED

At March 31, 2010, the Company has complied with such restrictive covenants.

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

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TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 9

PLANTS, - COMMERCIAL, DISTRUBUTION AND/OR SERVICE CENTERS -

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| PLANT OR CENTER | ECONOMIC ACTIVITY | PLANT CAPACITY | UTILIZATION (%) |
|------------------------|--------------------------|-----------------------|------------------------|
| NOT AVAILABLE | | | |

MEXICAN STOCK EXCHANGE

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TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 10

RAW MATERIALS

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| DOMESTIC | MAIN SUPPLIERS | IMPORT | MAIN SUPPLIERS | DOM. SUBST. | PRODUCTION COST (%) |
|-----------------|-----------------------|---------------|-----------------------|--------------------|----------------------------|
| NOT AVAILABLE | | | | | |

MEXICAN STOCK EXCHANGE

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TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 11a

SALES DISTRIBUTION BY PRODUCT

SALES

(Thousands of Mexican Pesos)

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| MAIN PRODUCTS | NET SALES | | MARKET | MAIN | |
|-----------------------|-----------|-------------------|--------------|------------|-----------|
| | VOLUME | AMOUNT | PART. (%) | TRADEMARKS | CUSTOMERS |
| DOMESTIC SALES | | | | | |
| LOCAL SERVICE | 0 | 10,461,871 | 0.0 | | |
| LONG DISTANCE SERVICE | 0 | 3,803,704 | 0.0 | | |
| INTERCONNECTION | 0 | 3,754,129 | 0.0 | | |
| CORPORATE NETWORKS | 0 | 7,956,049 | 0.0 | | |
| OTHERS | 0 | 1,288,540 | 0.0 | | |
| FOREIGN SALES | | | | | |
| NET SETTLEMENT | 0 | 608,235 | 0.0 | | |
| LONG DISTANCE SERVICE | 0 | 131,401 | 0.0 | | |
| CORPORATE NETWORKS | 0 | 62,874 | 0.0 | | |
| OTHERS | 0 | 500,166 | 0.0 | | |
| TOTAL | | 28,566,969 | | | |

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 11b

SALES DISTRIBUTION BY PRODUCT

FOREIGN SALES

(Thousands of Mexican Pesos)

Consolidated

Final printing

| MAIN PRODUCTS | NET SALES | | DESTINATION | MAIN TRADEMARKS | CUSTOMERS |
|-----------------------------|-----------|------------------|-------------|-----------------|-----------|
| | VOLUME | AMOUNT | | | |
| EXPORT | | | | | |
| NET SETTLEMENT | 0 | 608,235 | | | |
| CORPORATE NETWORKS | 0 | 41,565 | | | |
| OTHERS | 0 | 5,450 | | | |
| FOREIGN SUBSIDIARIES | | | | | |
| LONG DISTANCE SERVICE | 0 | 131,401 | | | |
| CORPORATE NETWORKS | 0 | 21,309 | | | |
| OTHERS | 0 | 494,716 | | | |
| TOTAL | | 1,302,676 | | | |

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANALYSIS OF PAID CAPITAL STOCK

Consolidated

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| SERIES | NOMINAL VALUE | VALID COUPON | NUMBER OF SHARES | | | | CAPITAL STOCK (Thousand pesos) | |
|---|---------------|--------------|-----------------------|------------------|----------------------|-----------------------|-----------------------------------|----------|
| | | | FIXED PORTION | VARIABLE PORTION | MEXICAN | PUBLIC SUSSCRIPTION | FIXED | VARIABLE |
| A | 0.0043 | 0 | 392,308,487 | 0 | 0 | 392,308,487 | 1,706 | 0 |
| AA | 0.0043 | 0 | 8,114,596,082 | 0 | 8,114,596,082 | 0 | 35,035 | 0 |
| L | 0.0043 | 0 | 9,683,980,791 | 0 | 0 | 9,683,980,791 | 41,804 | 0 |
| TOTAL | | | 18,190,885,360 | 0 | 8,114,596,082 | 10,076,289,278 | 78,545 | 0 |
| TOTAL NUMBER OF SHARES REPRESENTING CAPITAL STOCK ON THE REPORTING DATE OF THE INFORMATION: | | | | | | | 18,190,885,360 | |

NOTES:

The nominal value per share is \$0.0043175625 MXN

MEXICAN STOCK EXCHANGEIndex**SIFIC/ICS****STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010****TELÉFONOS DE MÉXICO, S.A.B. DE C.V.****ANNEX 13****PROJECT INFORMATION**

(Thousands of Mexican Pesos)

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| ITEM | Thousand of Mexican Pesos | | | | |
|---------------------------------------|----------------------------|-----------------|---------------------|-------------------|-----------------|
| | 1st. Quarter 10 Jan-Mar | % of Advance | Amount used 2010 | Budget 2010 | % of Advance |
| DATA | 898,033 | 23.0 | 898,033 | 3,901,693 | 23.0 |
| INTERNAL PLANT | 221,755 | 92.1 | 221,755 | 240,681 | 92.1 |
| NETWORKS | 337,669 | 44.0 | 337,669 | 766,756 | 44.0 |
| TRANSMISSION NETWORK | 310,095 | 16.0 | 310,095 | 1,932,968 | 16.0 |
| SYSTEMS | 2,415 | 1.1 | 2,415 | 213,979 | 1.1 |
| OTHERS | 227,358 | 7.5 | 227,358 | 3,028,845 | 7.5 |
| TELMEX USA | 26,879 | 23.4 | 26,879 | 115,078 | 23.4 |
| TOTAL INVESTMENT TELMEX MEXICO | 2,024,204 | 19.8 | 2,024,204 | 10,200,000 | 19.8 |

MEXICAN STOCK EXCHANGEIndex**SIFIC/ICS****STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010****TELÉFONOS DE MÉXICO, S.A.B. DE C.V.**

ANNEX 14

TRANSACTIONS IN FOREIGN CURRENCY AND EXCHANGE OF FINANCIAL STATEMENTS FROM FOREIGN OPERATIONS

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Exchange differences

Transactions in foreign currency are recorded at the prevailing exchange rate on the day of the related transactions. Foreign currency denominated monetary assets and liabilities are valued at the prevailing exchange rate at the balance sheet date. Exchange differences from the transaction date to the time foreign currency denominated monetary assets and liabilities are settled, as well as those arising from the translation of foreign currency denominated balances at the balance sheet date are charged or credited to results of operations.

Translation of financial statements of foreign subsidiary and affiliate

The financial statements of the foreign subsidiary and affiliate are either consolidated or accounted for based on the equity method, as the case may be, once the financial statements have been adjusted to conform to Mexican Financial Reporting Standards in the corresponding local currency, and are then translated to the reporting currency. All the assets and liabilities of our foreign subsidiary and affiliate are translated to Mexican pesos at the prevailing exchange rate at year-end. Stockholders' equity accounts are translated at the prevailing exchange rate at the time capital contributions were made and earnings were generated. Revenues, costs and expenses are translated at the historical exchange rate. Translation differences are recorded in stockholders' equity in the line item "Effect of translation of foreign entities" under "Accumulated other comprehensive income items."

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

COMPLIANCE WITH THE REQUIREMENT ISSUED BY THE COMISION BANCARIA Y DE VALORES (BANKING AND SECURITIES COMMISSION OF MEXICO)

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Derivative Instruments

As of March 31, 2010, Teléfonos de México, S.A.B. de C.V. (the "Company") had cross currency swap agreements in the equivalent of U.S.\$3,624 million, which have hedged the exchange rate and interest rate risks related to the bond with maturity in 2015 for a total amount of U.S.\$ 800 million and loans with maturities from 2011 to 2019 for a total amount of U.S.\$ 2,824 million. These hedges allowed us to fix the exchange rate of our debt on a weighted average exchange rate of \$10.6206 Mexican pesos per US dollar, as well as to set a fixed rate of 8.57% for the bond maturing in 2015 and for other cases, an average interest rate of 28-day THE less a specified margin. During this quarter, cross currency swaps for U.S.\$695 million and forward contracts for U.S.\$245 million which hedged the bond that matured on January 2010, became due.

At the end of the first quarter, the Company had forward contracts for U.S.\$363 million at a weighted average exchange rate of \$12.8100 Mexican pesos per dollar.

Additionally, during the quarter interest rate swaps in Mexican pesos for Ps.\$7,103 became due. At March 31, 2010 the Company had interest rate swaps in Mexican pesos for Ps.\$16,649 million to hedge the floating rate risk in local currency fixing it at an average of 8.48%.

These transactions have been carried out based on the Company's policies, strategies and guidelines that are explained below.

I. Qualitative and quantitative Information

i. Policies for using derivative instruments

Objective to enter into derivative transactions and selected instruments

With the purpose of reducing the risks related to the variations of exchange rate and interest rate, the Company uses derivative instruments associating the hedges with the debt. The derivative instruments that have been selected are, mainly:

1. instruments for purchasing US dollars at a specified future time (forwards);
2. instruments that involve the exchange of principal and interest from one currency to another (cross currency swaps); and
3. instruments to fix the floating interest rates of the debt (interest rate swaps).

Hedge strategies

When the market conditions are favorable, the Company's Management determines the amounts and goal parameters under which the hedge agreements are contracted. This strategy seeks to reduce the risk exposure of abnormal market fluctuations in the main variables that affect our debt, including exchange rate and interest rate, to maintain a solid and healthy financial structure.

These strategies of hedging financial risks are included in the Corporate Governance Guidelines adopted by the Company, and its application is authorized by the Audit Committee.

Trading markets and eligible counterparties

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The financial institutions and counterparties with which the Company enters into such derivative instruments are considered to have a proven reputation and solvency in the market, which allows us to balance our risk positions with such counterparties. Also, the Company only uses derivative instruments that are of common use in the markets, and therefore, can be quoted by two or more financial institutions to assure the best conditions in the negotiation.

Policies for the appointment of calculation and valuation agents

Given that the Company uses derivative instruments of common use in the market, it appoints a third party that is responsible to provide the market price of such instruments. These prices are compared by the Company with the prices provided by the financial intermediaries; and, in certain transactions, the counterpart is able to act as valuation agent under the applicable documentation if it is a financial institution with a proven reputation.

Main terms and conditions of the agreements

It is a policy of the Company that the amount, date and interest rate conditions of the debt to be hedged, if possible, have to coincide with the terms of the hedges, that is usual for this type of transactions in the different markets where it operates. All the transactions with derivative instruments are made under the ISDA Master Agreement (International Swap Dealers Association) standardized and duly executed by the legal representatives of the Company and the financial institutions, and in the case of counterparts in México, pursuant to the uses and practices of the market in our country.

Margin policies, collaterals and lines of credit

In some cases, the Company has entered into an accessory agreement to the ISDA Master Agreement with the financial institutions, the Credit Support Annex, which sets forth an obligation to grant collaterals for margin calls in case the mark-to market value exceeds certain credit limits (threshold amount). The Company has the policy to keep a close watch of the volume of the transactions entered with each financial institution in order to avoid, if possible, any margin call.

Processes of levels of authorization required by type of negotiation

The strategy for hedging financial risks is discussed and approved by the Audit Committee. Subsequently, the Board of Directors is informed for its knowledge and ratification. The Treasury is in charge of its implementation and is supervised by the Company's Chief Financial Officer.

Existence of an independent third party that reviews such processes

Both, the fulfillment of the Corporate Governance Guidelines and the measurement of effectiveness of the derivative instruments, to comply with the financial reporting standards, are discussed with the external auditors that validate the reasonable accounting application of the effect of such instruments in the income statement and the balance sheet.

ii. Generic description of the valuation techniques

As previously stated, derivative instruments are carried out by the Company only for hedging purposes. The measurement of the effectiveness of the hedges is made in a prospective and retrospective manner. For the prospective valuation, we use statistic techniques that allow us to measure in what proportion the change in the value of the hedged debt (primary position) is compensated by the change in the value of the derivative instrument. The retrospective valuation is made by comparing the historic results of the debt flows with the flows of the respective hedges.

iii. Internal and external liquidity sources to meet the requirements related to derivative instruments

It is estimated that the Company's cash generation has been enough to service debt and the established derivative instruments to hedge the risks associated with such debt.

iv. Changes in the exposure to the main identified risks and its management

The identified risks are those related to the variations of the exchange rate and interest rate. Given the direct relationship between the hedged debt and the derivative instruments and that they do not have any variables that could affect or terminate the hedge in advance, the Company does not foresee any risk that such hedges could differ from the original purpose for which the hedges were contracted.

In the first quarter of 2010, it was recognized in the statement of income a net charge of Ps.\$2,320 million for exchange rate hedges. In addition, it was recognized in the statement of income a net charge of Ps.\$637 million a for interest rate hedges.

During the first quarter, there have not been any margin calls.

To date, there has not been any breach in the terms and conditions of the respective agreements.

v. Quantitative information

See TABLE 1 attached.

II. SENSITIVITY ANALYSIS

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In the case of the Company, the sensitivity analysis does not apply for the derivative instruments, since they are only carried out for hedging purposes.

| Derivative Instruments Summary | | | | | | | | | | |
|--|---|-----------------|------------------|---|----------------------|-----------------|------------------|---------------------------|----------------------------------|--|
| Figures in thousands of Mexican Pesos and US Dollars | | | | | | | | | | |
| Type of Derivative | Purpose of Hedging, Negotiation or Others | Notional Amount | | Value of Underlying Asset Variable of Reference | | Fair Value | | Maturity Amounts per year | Collateral / Lines of Credit (*) | |
| | | Current Quarter | Previous Quarter | Current Quarter | Previous Quarter | Current Quarter | Previous Quarter | | | |
| Exchange Rate Hedges | | | | | | | | | | |
| (Principal and interests) | | | | | | | | | | |
| | | USD | USD | <u>TIE</u> | <u>TIE</u> | MXN | MXN | | | |
| Cross Currency Swap | Hedging | 3,411,266 | 3,964,024 | 4.9150 | 4.9150 | 6,860,543 | 11,387,622 | (1) | | |
| | | | | <u>EXCHANGE RATE</u> | <u>EXCHANGE RATE</u> | | | | | |
| | | | | 12.4640 | 13.0587 | | | | | |
| Subtotal | | 3,411,266 | 3,964,024 | | | 6,860,543 | 11,387,622 | | | |
| | | USD | USD | <u>EXCHANGE RATE</u> | <u>EXCHANGE RATE</u> | | | | | |
| Forwards | Hedging | 362,500 | 245,000 | 12.4640 | 13.0587 | (104,068) | (119,719) | (2) | | |
| Total | | 3,773,766 | 4,209,024 | | | 6,756,475 | 11,267,903 | | | |
| | | YEN | YEN | <u>TIE</u> | <u>TIE</u> | | | | | |
| Cross Currency Swap | Hedging | 19,891,200 | 19,891,200 | 4.9150 | 4.9150 | 660,762 | 837,927 | (3) | | |
| | | | | <u>EXCHANGE RATE</u> | <u>EXCHANGE RATE</u> | | | | | |
| | | | | 0.1335 | 0.1404 | | | | | |
| Exchange Rate Hedging | | | | | | | | | | |
| (Interests only) | | | | | | | | | | |
| | | USD | USD | <u>TIE</u> | <u>TIE</u> | | | | | |
| Cross Currency Coupon Swap | Hedging | 50,000 | 50,000 | 4.9150 | 4.9150 | (139) | (390) | (4) | | |
| | | | | <u>EXCHANGE RATE</u> | <u>EXCHANGE RATE</u> | | | | | |
| | | | | 12.4640 | 13.0587 | | | | | |
| Interest Rate Hedges | | | | | | | | | | |
| (floating rate to fixed rate) | | | | | | | | | | |
| | | MXN | MXN | <u>TIE</u> | <u>TIE</u> | MXN | MXN | | | |

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| | | | | | | | | | |
|--------------------|---------|------------|------------|--------|--------------|------------------|-------------------|-----|--|
| Interest Rate Swap | Hedging | 16,649,250 | 23,752,125 | 4.9150 | 4.9150 | (1,044,980) | (728,800) | (5) | |
| | | | | | TOTAL | 6,372,118 | 11,376,640 | | |

(*) Of our hedge agreements, 60% of the total hedge amount include margin calls when the market value exceeds the amounts of the lines of credit that we have for the amount of USD \$ 345 million.

(1) These swaps, hedge the debt position in US dollars, with the obligation of paying floating rate in Mexican pesos at an average of THIE less a specified margin and with an average life of 3 years.

(2) This forward position mainly hedges debt service flows in US dollars with maturity in 2010.

(3) This swap, hedge debt position in Yens with the obligation of paying in Mexican pesos \$ 2,000 million (equivalent to USD \$ 213 million) at a floating rate and mature on February 2014.

(4) These swaps hedge the interest payment of debt in US dollars, with the obligation of paying floating rate in Mexican pesos at an average of THIE less a margin and with maturities up to november 2010.

(5) These agreements hedge debt position in Mexican pesos at a floating rate, fixing it at an average of 8.48% and with an average life of 6 years.

MEXICAN STOCK EXCHANGE

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SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

GENERAL INFORMATION

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ISSUER GENERAL INFORMATION

| | |
|----------------|-------------------------------------|
| COMPANY: | TELEFONOS DE MEXICO, S.A.B. DE C.V. |
| ADDRESS: | PARQUE VIA 198, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 12 12 |
| FAX: | www.telmex.com |
| E-MAIL: | |
| INTERNET PAGE: | |

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ISSUER FISCAL INFORMATION

| | |
|-----------------------|--------------------------------|
| TAX PAYER FEDERAL ID: | TME 840315KT6 |
| FISCAL ADDRESS: | PARQUE VIA 198, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |

OFFICERS INFORMATION

| | |
|---------------|--|
| POSITION BMV: | CHAIRMAN OF THE BOARD |
| POSITION: | CHAIRMAN OF THE BOARD |
| NAME: | LIC. CARLOS SLIM DOMIT |
| ADDRESS: | AV. SAN FERNANDO No.649, COL. PEÑA POBRE |
| ZIP: | 14060 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 53 25 98 01 |
| FAX: | 55 73 31 77 |
| E-MAIL: | slimc@sanborns.com |

| | |
|---------------|---|
| POSITION BMV: | CHIEF EXECUTIVE OFFICER |
| POSITION: | CHIEF EXECUTIVE OFFICER |
| NAME: | LIC. HECTOR SLIM SEADE |
| ADDRESS: | PARQUE VIA 190 - 10 TH . FLOOR OFFICE 1004, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 15 86 |
| FAX: | 55 45 55 50 |
| E-MAIL: | hslim@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | CHIEF FINANCIAL OFFICER |
| POSITION: | CHIEF FINANCIAL OFFICER |
| NAME: | ING. ADOLFO CEREZO PEREZ |
| ADDRESS: | PARQUE VIA 190 - 10 TH . FLOOR OFFICE 1016, COL. CUAUHEMOC |

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| | |
|------------|--------------------|
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 57 80 |
| FAX: | 52 55 15 76 |
| E-MAIL: | acerezo@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | DISTRIBUTION OF CORPORATE INFORMATION DELEGATE |
| POSITION: | COMPROLLER |
| NAME: | LIC. ROLANDO REYNIER VALDES |
| ADDRESS: | PARQUE VIA 198 - 5 TH . FLOOR OFFICE 502, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 92 92 |
| FAX: | 57 05 62 31 |
| E-MAIL: | rreynier@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | DISTRIBUTION OF BUYBACK INFORMATION DELEGATE |
| POSITION: | SHAREHOLDER SERVICES MANAGER |
| NAME: | LIC. MIGUEL ANGEL PINEDA CATALAN |
| ADDRESS: | PARQUE VIA 198 - 2 ND . FLOOR OFFICE 202, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 53 22 |
| FAX: | 55 46 21 11 |
| E-MAIL: | mpineda@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | IN-HOUSE LEGAL COUNSEL |
| POSITION: | LEGAL DIRECTOR |
| NAME: | LIC. SERGIO F. MEDINA NORIEGA |
| ADDRESS: | PARQUE VIA 190 - 2 ND . FLOOR OFFICE 202, COL. CUAUHEMOC |
| ZIP: | 06599 |

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| | |
|------------|---------------------|
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 14 25 |
| FAX: | 55 46 43 74 |
| E-MAIL: | smedinan@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | DISTRIBUTION OF FINANCIAL INFORMATION DELEGATE |
| POSITION: | COMPTRROLLER |
| NAME: | LIC. ROLANDO REYNIER VALDES |
| ADDRESS: | PARQUE VIA 198 - 5 TH . FLOOR OFFICE 502, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 92 92 |
| FAX: | 57 05 62 31 |
| E-MAIL: | rreynier@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | DISTRIBUTION OF MATERIAL FACTS DELEGATE |
| POSITION: | SHAREHOLDER SERVICES MANAGER |
| NAME: | LIC. MIGUEL ANGEL PINEDA CATALAN |
| ADDRESS: | PARQUE VIA 198 - 2 ND . FLOOR OFFICE 202, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 53 22 |
| FAX: | 55 46 21 11 |
| E-MAIL: | mpineda@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | INVESTOR INFORMATION RESPONSIBLE |
| POSITION: | INVESTORS RELATIONS MANAGER |
| NAME: | LIC. ANNA DOMINGUEZ GONZALEZ |
| ADDRESS: | PARQUE VIA 198 - 7 TH . FLOOR OFFICE 701, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |

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| | |
|------------|---------------|
| TELEPHONE: | 57 03 39 90 |
| FAX: | 55 45 55 50 |
| E-MAIL: | ri@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | SECRETARY OF THE BOARD OF DIRECTORS |
| POSITION: | LEGAL DIRECTOR |
| NAME: | LIC. SERGIO F. MEDINA NORIEGA |
| ADDRESS: | PARQUE VIA 190 - 2 ND . FLOOR OFFICE 202, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 14 25 |
| FAX: | 55 46 43 74 |
| E-MAIL: | smedinan@telmex.com |

| | |
|---------------|---|
| POSITION BMV: | PAYMENT RESPONSIBLE |
| POSITION: | COMPTRROLLER |
| NAME: | LIC. ROLANDO REYNIER VALDES |
| ADDRESS: | PARQUE VIA 198 - 5 TH . FLOOR OFFICE 502, COL. CUAUHEMOC |
| ZIP: | 06599 |
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MEXICAN STOCK EXCHANGE

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STOCK EXCHANGE CODE: TELMEX QUARTER: 1 YEAR: 2010

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

BOARD OF DIRECTORS

Consolidated

| POSITION | NAME | | | |
|-------------------------------------|------|---------------|------------------|-------------|
| CHAIRMAN OF THE BOARD | LIC. | CARLOS | SLIM | DOMIT |
| CO-CHAIRMAN | ING. | JAIME | CHICO | PARDO |
| VICE CHAIRMAN (INDEPENDENT) | C.P. | JUAN ANTONIO | PEREZ | SIMON |
| BOARD PROPIETORS (INDEPENDENT) | ING. | ANTONIO | COSIO | ARIÑO |
| BOARD PROPIETORS (INDEPENDENT) | DRA. | AMPARO | ESPINOSA | RUGARCIA |
| BOARD PROPIETORS (INDEPENDENT) | ING. | ELMER | FRANCO | MACIAS |
| BOARD PROPIETORS (INDEPENDENT) | LIC. | ANGEL | LOSADA | MORENO |
| BOARD PROPIETORS (INDEPENDENT) | LIC. | JOSE | KURI | HARFUSH |
| BOARD PROPIETORS | LIC. | MARCO ANTONIO | SLIM | DOMIT |
| BOARD PROPIETORS (INDEPENDENT) | SR. | MICHAEL | J. | VIOLA |
| BOARD PROPIETORS | LIC. | HECTOR | SLIM | SEADE |
| BOARD PROPIETORS (INDEPENDENT) | SR. | LARRY | I. | BOYLE |
| BOARD PROPIETORS (INDEPENDENT) | C.P. | RAFAEL | KALACH | MIZRAHI |
| BOARD PROPIETORS (INDEPENDENT) | LIC | RICARDO | MARTIN | BRINGAS |
| BOARD ALTERNATES | LIC. | PATRICK | SLIM | DOMIT |
| BOARD ALTERNATES | C.P. | JOSÉ HUMBERTO | GUTIERREZ-OLVERA | ZUBIZARRETA |
| BOARD ALTERNATES (INDEPENDENT) | LIC. | JORGE C. | ESTEVE | RECOLONS |
| BOARD ALTERNATES (INDEPENDENT) | ING. | ANTONIO | COSIO | PANDO |
| BOARD ALTERNATES (INDEPENDENT) | SR. | EDUARDO | TRICIO | HARO |
| BOARD ALTERNATES (INDEPENDENT) | ING. | MARCOS | FRANCO | HERNAIZ |
| BOARD ALTERNATES (INDEPENDENT) | LIC. | JAIME | ALVERDE | GOYA |
| BOARD ALTERNATES | LIC. | EDUARDO | VALDES | ACRA |
| BOARD ALTERNATES | SR. | JORGE A. | CHAPA | SALAZAR |
| SECRETARY OF THE BOARD OF DIRECTORS | LIC. | SERGIO | MEDINA | NORIEGA |
| ASSISTANT SECRETARY | LIC. | RAFAEL | ROBLES | MIAJA |

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: **April 27, 2010.**

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

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By: /s/ _____

Name: Adolfo Cerezo Pérez
Title: Chief Financial Officer

Ref: TELÉFONOS DE MÉXICO, S.A.B. DE C.V. - **FIRST QUARTER 2010.**