

TELEFONOS DE MEXICO S A B DE C V
Form 6-K
October 22, 2008

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 **October 2008**

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: 3 YEAR: 2008

I N D E

X

FS-01 CONSOLIDATED BALANCE SHEETS, AT SEPTEMBER 30, 2008 & 2007

FS-02 CONSOLIDATED BALANCE SHEETS - BREAKDOWN OF MAIN CONCEPTS -

FS-03 CONSOLIDATED BALANCE SHEETS - OTHER CONCEPTS -

FS-04 CONSOLIDATED STATEMENTS OF INCOME FROM JANUARY 01 TO SEPTEMBER 30, 2008 & 2007

FS-05 CONSOLIDATED STATEMENTS OF INCOME - BREAKDOWN OF MAIN CONCEPTS -

FS-06 CONSOLIDATED STATEMENTS OF INCOME - OTHER CONCEPTS -

FS-07 CONSOLIDATED QUARTERLY STATEMENTS OF INCOME FROM JULY 01 TO SEPTEMBER 30, 2008 & 2007

FS-08 CONSOLIDATED QUARTERLY STATEMENTS OF INCOME - BREAKDOWN OF MAIN CONCEPTS -

FS-09 CONSOLIDATED QUARTERLY STATEMENTS OF INCOME - OTHER CONCEPTS -

FS-10 CONSOLIDATED STATEMENTS OF CHANGES IN FINANCIAL POSITION FROM JANUARY 01 TO SEPTEMBER 30, 2008 & 2007

FS-11 CONSOLIDATED STATEMENTS OF CHANGES IN FINANCIAL POSITION - BREAKDOWN OF MAIN CONCEPTS -

FS-12 DATA PER SHARE - CONSOLIDATED INFORMATION

FS-13 RATIOS - CONSOLIDATED INFORMATION

FS-14 STATE OF CASH FLOW (INDIRECT METHOD)

FS-15 STATE OF CASH FLOW (INDERECT METHOD) - BREAKDOWN OF MAIN CONCEPTS

ANNEX 1.- CHIEF EXECUTIVE OFFICER REPORT

ANNEX 2.- NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

ANNEX 3a.- SHARE INVESTMENTS -SUBSIDIARIES-

ANNEX 3b.- SHARE INVESTMENTS -AFFILATES-

ANNEX 5.- CREDITS BREAKDOWN

ANNEX 6.- FOREING EXCHANGE MONETARY POSITION

ANNEX 7.- CALCULATION AND RESULT FROM MONETARY POSITION

ANNEX 8.- DEBT INSTRUMENTS

ANNEX 9.- PLANTS, - COMMERCIAL, DISTRIBUTION AND/OR SERVICE CENTERS-

ANNEX 10.- RAW MATERIALS

ANNEX 11a.- SALES DISTRIBUTION PRODUCT - SALES -

ANNEX 11b.- SALES DISTRIBUTION PRODUCT - FOREIGN SALES -

ANALYSIS OF PAID CAPITAL STOCK

ANNEX 13.- PROJECT INFORMATION

ANNEX 14.- TRANSACTIONS IN FOREIGN CURRENCY AND EXCHANGE OF FINANCIAL STATEMENTS FROM FOREIGN OPERATIONS

GENERAL INFORMATION

BOARD OF DIRECTORS

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-01

CONSOLIDATED BALANCE SHEETS

AT SEPTEMBER 30, 2008 & 2007

(Thousands of Mexican Pesos)

Final printing

| REF S | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|----------|--------------|-----------------------|----------------|------------------------|----------------|
| | | FINANCIAL YEAR | FINANCIAL YEAR | FINANCIAL YEAR | FINANCIAL YEAR |
| | | Amount | % | Amount | % |
| s01 | TOTAL ASSETS | 175,937,523 | 100 | 312,731,325 | 100 |
| | | | | | |

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| | | | | | |
|------|--|--------------------|------------|--------------------|------------|
| s02 | CURRENT ASSETS | 43,865,123 | 25 | 96,195,591 | 31 |
| s03 | CASH AND SHORT-TERM INVESTMENTS | 15,522,810 | 9 | 24,772,802 | 8 |
| s04 | ACCOUNTS AND NOTES RECEIVABLE (NET) | 17,199,394 | 10 | 17,809,729 | 6 |
| s05 | OTHER ACCOUNTS AND NOTES RECEIVABLE (NET) | 4,793,811 | 3 | 3,968,495 | 1 |
| s06 | INVENTORIES | 1,420,737 | 1 | 1,714,334 | 1 |
| s07 | OTHER CURRENT ASSETS | 4,928,371 | 3 | 47,930,231 | 15 |
| s08 | LONG - TERM | 1,086,385 | 1 | 984,850 | 0 |
| s09 | ACCOUNTS AND NOTES RECEIVABLE (NET) | 0 | 0 | 0 | 0 |
| s10 | INVESTMENT IN SHARES OF NON-CONSOLIDATED SUBSIDIARIES AND AFFILIATES | 962,198 | 1 | 833,151 | 0 |
| s11 | OTHER INVESTMENTS | 124,187 | 0 | 151,699 | 0 |
| s12 | PROPERTY, PLANT AND EQUIPMENT (NET) | 113,435,892 | 64 | 119,449,334 | 38 |
| s13 | LAND AND BUILDINGS | 0 | 0 | 0 | 0 |
| s14 | MACHINERY AND INDUSTRIAL EQUIPMENT | 393,292,817 | 224 | 387,016,620 | 124 |
| s15 | OTHER EQUIPMENT | 0 | 0 | 0 | 0 |
| s16 | ACCUMULATED DEPRECIATION | 280,697,248 | 160 | 268,601,054 | 86 |
| s17 | CONSTRUCTIONS IN PROGRESS | 840,323 | 0 | 1,033,768 | 0 |
| s18 | OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET) | 2,899,874 | 2 | 2,399,155 | 1 |
| s19 | OTHER ASSETS | 14,650,249 | 8 | 93,702,395 | 30 |
| s20 | TOTAL LIABILITIES | 137,787,051 | 100 | 181,477,874 | 100 |
| s21 | CURRENT LIABILITIES | 31,218,427 | 23 | 52,898,470 | 29 |
| s22 | SUPPLIERS | 0 | 0 | 0 | 0 |
| s23 | BANK LOANS | 1,789,067 | 1 | 1,470,657 | 1 |
| s24 | STOCK MARKET LOANS | 11,191,900 | 8 | 4,312,475 | 2 |
| s103 | OTHER LOANS WITH COST | 0 | 0 | 0 | 0 |
| s25 | TAXES PAYABLE | 1,139,962 | 1 | 1,720,441 | 1 |

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| | | | | | |
|-----|--|------------|-----|--------------|------|
| s26 | OTHER CURRENT LIABILITIES | 17,097,498 | 12 | 45,394,897 | 25 |
| s27 | LONG - TERM LIABILITIES | 84,633,485 | 61 | 94,141,784 | 52 |
| s28 | BANK LOANS | 49,347,660 | 36 | 48,246,066 | 27 |
| s29 | STOCK MARKET LOANS | 35,285,825 | 26 | 45,895,718 | 25 |
| s30 | OTHER LOANS WITH COST | 0 | 0 | 0 | 0 |
| s31 | DEFERRED LIABILITIES | 427,700 | 0 | 295,891 | 0 |
| s32 | OTHER NON CURRENT LIABILITIES | 21,507,439 | 16 | 34,141,729 | 19 |
| s33 | CONSOLIDATED STOCKHOLDERS' EQUITY | 38,150,472 | 100 | 131,253,451 | 100 |
| s34 | MINORITY INTEREST | 39,381 | 0 | 2,716,593 | 2 |
| s35 | MAJORITY INTEREST | 38,111,091 | 100 | 128,536,858 | 98 |
| s36 | CONTRIBUTED CAPITAL | 9,189,363 | 24 | 48,382,886 | 37 |
| s79 | CAPITAL STOCK (NOMINAL) | 9,189,363 | 24 | 27,465,085 | 21 |
| s39 | PREMIUM ON SALES OF SHARES | 0 | 0 | 20,917,801 | 16 |
| s40 | CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES | 0 | 0 | 0 | 0 |
| s41 | CAPITAL INCREASE (DECREASE) | 28,921,728 | 76 | 80,153,972 | 61 |
| s42 | RETAINED EARNINGS AND CAPITAL RESERVE | 28,159,770 | 74 | 146,551,327 | 112 |
| s44 | OTHER ACCUMULATED COMPREHENSIVE RESULT | 761,958 | 2 | (66,397,355) | (51) |
| s80 | SHARES REPURCHASED | 0 | 0 | 0 | 0 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 SHORT-TERM INVESTMENTS | 15,522,810 | 100 | 24,772,802 | 100 |
| s46 | CASH | 1,432,489 | 9 | 1,207,743 | 5 |
| s47 | SHORT-TERM INVESTMENTS | 14,090,321 | 91 | 23,565,059 | 95 |
| s07 | OTHER CURRENT ASSETS | 4,928,371 | 100 | 47,930,231 | 100 |
| s81 | DERIVATIVE FINANCIAL INSTRUMENTS | 2,181,452 | 44 | 77,021 | 0 |
| s82 | DISCONTINUED OPERATIONS | 0 | 0 | 44,655,516 | 93 |
| s83 | OTHER | 2,746,919 | 56 | 3,197,694 | 7 |
| s18 | OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET) | 2,899,874 | 100 | 2,399,155 | 100 |
| s48 | AMORTIZED OR REDEEMED EXPENSES | 1,445,182 | 50 | 1,026,530 | 43 |
| s49 | GOODWILL | 439,170 | 15 | 448,138 | 19 |
| s51 | OTHERS | 1,015,522 | 35 | 924,487 | 39 |
| s19 | OTHER ASSETS | 14,650,249 | 100 | 93,702,395 | 100 |
| s85 | DERIVATIVE FINANCIAL INSTRUMENTS | 0 | 0 | 0 | 0 |

| | | | | | |
|------------|----------------------------------|-------------------|------------|-------------------|------------|
| s50 | DEFERRED TAXES | 0 | 0 | 0 | 0 |
| s104 | BENEFITS FOR EMPLOYEES | 12,287,660 | 84 | 16,616,440 | 18 |
| s86 | DISCONTINUED OPERATIONS | 0 | 0 | 75,422,395 | 80 |
| s87 | OTHER | 2,362,589 | 16 | 1,663,560 | 2 |
| s21 | CURRENT LIABILITIES | 31,218,427 | 100 | 52,898,470 | 100 |
| s52 | FOREIGN CURRENCY LIABILITIES | 14,058,981 | 45 | 3,383,377 | 6 |
| s53 | MEXICAN PESOS LIABILITIES | 17,159,446 | 55 | 49,515,093 | 94 |
| s26 | OTHER CURRENT LIABILITIES | 17,097,498 | 100 | 45,394,897 | 100 |
| s88 | DERIVATIVE FINANCIAL INSTRUMENTS | 0 | 0 | 257,162 | 1 |
| s89 | INTEREST LIABILITIES | 948,641 | 6 | 1,327,324 | 3 |
| s68 | PROVISIONS | 0 | 0 | 0 | 0 |
| s90 | DISCONTINUED OPERATIONS | 0 | 0 | 27,020,342 | 60 |
| s58 | OTHER CURRENT LIABILITIES | 7,942,457 | 46 | 8,691,512 | 19 |
| s105 | BENEFITS FOR EMPLOYEES | 8,206,400 | 48 | 8,098,557 | 18 |
| s27 | LONG-TERM LIABILITIES | 84,633,485 | 100 | 94,141,784 | 100 |
| s59 | FOREIGN CURRENCY LIABILITIES | 63,410,550 | 75 | 75,877,178 | 81 |
| s60 | MEXICAN PESOS LIABILITIES | 21,222,935 | 25 | 18,264,606 | 19 |
| s31 | DEFERRED LIABILITIES | 427,700 | 100 | 295,891 | 100 |
| s65 | GOODWILL | 0 | 0 | 0 | 0 |
| s67 | OTHERS | 427,700 | 100 | 295,891 | 100 |
| s32 | | 21,507,439 | 100 | 34,141,729 | 100 |

| | | | | | |
|-----|--|------------|-----|--------------|------|
| | OTHER NON CURRENT LIABILITIES | | | | |
| s66 | DEFERRED TAXES | 21,346,891 | 99 | 17,838,473 | 52 |
| s91 | OTHER LIABILITIES IN RESPECT OF SOCIAL INSURANCE | 160,548 | 1 | 227,378 | 1 |
| s92 | DISCONTINUED OPERATIONS | 0 | 0 | 16,075,878 | 47 |
| s69 | OTHER LIABILITIES | 0 | 0 | 0 | 0 |
| s79 | CAPITAL STOCK | 9,189,363 | 100 | 27,465,085 | 100 |
| s37 | CAPITAL STOCK (NOMINAL) | 80,747 | 1 | 245,267 | 1 |
| s38 | RESTATEMENT OF CAPITAL STOCK | 9,108,616 | 99 | 27,219,818 | 99 |
| s42 | RETAINED EARNINGS AND CAPITAL RESERVES | 28,159,770 | 100 | 146,551,327 | 100 |
| s93 | LEGAL RESERVE | 1,880,513 | 7 | 16,147,413 | 11 |
| s43 | RESERVE FOR REPURCHASE OF SHARES | 0 | 0 | 0 | 0 |
| s94 | OTHER RESERVES | 0 | 0 | 0 | 0 |
| s95 | RETAINED EARNINGS | 9,080,182 | 32 | 103,292,129 | 70 |
| s45 | NET INCOME FOR THE YEAR | 17,199,075 | 61 | 27,111,785 | 18 |
| s44 | OTHER ACCUMULATED COMPREHENSIVE RESULT | 761,958 | 100 | (66,397,355) | 100 |
| s70 | ACCUMULATED MONETARY RESULT | 0 | 0 | (15,161,551) | 23 |
| s71 | RESULT FROM HOLDING NON-MONETARY ASSETS | 0 | 0 | (70,297,934) | 106 |
| s96 | CUMULATIVE RESULT FROM FOREIGN CURRENCY | 68,264 | 9 | 17,877,692 | (27) |

| | TRANSLATION | | | | |
|------|---|---------|----|-----------|-----|
| s97 | CUMULATIVE RESULT FROM DERIVATIVE FINANCIAL INSTRUMENTS | 693,694 | 91 | 65,731 | 0 |
| s98 | CUMULATIVE EFFECT OF DEFERRED INCOME TAXES | 0 | 0 | 1,118,707 | (2) |
| s100 | OTHERS | 0 | 0 | 0 | 0 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | 12,646,696 | 43,297,121 |
| s73 | PENSIONS FUND AND SENIORITY PREMIUMS | 0 | 0 |
| s74 | EXECUTIVES (*) | 99 | 117 |

| | | | |
|------|---|----------------|----------------|
| s75 | EMPLOYEES (*) | 9,651 | 10,984 |
| s76 | WORKERS (*) | 44,877 | 45,931 |
| s77 | OUTSTANDING SHARES (*) | 18,701,913,860 | 19,621,377,670 |
| s78 | REPURCHASE OF OWN SHARER(*) | 658,483,610 | 581,740,500 |
| s101 | RESTRICTED CASH | 0 | 0 |
| s102 | DEBT WITH COST OF AFFILIATES NON CONSOLIDATED | 0 | 0 |
| | (*) THESE CONCEPTS SHOULD BE EXPRESSED IN UNITS | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-04

CONSOLIDATED STATEMENTS OF INCOME

- FROM JANUARY 01 TO SEPTEMBER 30, 2008 & 2007 -

(Thousands of Mexican Pesos)

Final printing

| REF R | CONCEPTS | QUARTER OF PRESENT FINANCIAL YEAR | | QUARTER OF PREVIOUS FINANCIAL YEAR | |
|----------|----------------------------|---|-----|---|-----|
| | | Amount | % | Amount | % |
| r01 | OPERATING REVENUES | 93,137,914 | 100 | 98,934,625 | 100 |
| r02 | COST OF SALES AND SERVICES | 48,005,034 | 52 | 50,238,663 | 51 |
| r03 | GROSS INCOME | 45,132,880 | 48 | 48,695,962 | 49 |

| | | | | | |
|-----|--|-------------|-----|-------------|-----|
| r04 | OPERATING EXPENSES | 14,641,840 | 16 | 14,248,645 | 14 |
| r05 | OPERATING INCOME | 30,491,040 | 33 | 34,447,317 | 35 |
| r08 | OTHER EXPENSES AND INCOMES (NET) | (891,765) | (1) | 264,293 | 0 |
| r06 | COMPREHENSIVE FINANCING COST | (5,424,299) | (6) | (3,104,154) | (3) |
| r12 | EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES AND AFFILIATES | 69,506 | 0 | (13,833) | (0) |
| r48 | NON-ORDINARY ITEMS | 0 | 0 | 0 | 0 |
| r09 | INCOME BEFORE INCOME TAX AND EMPLOYEE PROFIT SHARING | 24,244,482 | 26 | 31,593,623 | 32 |
| r10 | PROVISIONS FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 7,047,243 | 8 | 9,324,138 | 9 |
| r11 | NET INCOME AFTER INCOME TAX AND EMPLOYEE PROFIT SHARING | 17,197,239 | 18 | 22,269,485 | 23 |
| r14 | INCOME FROM DISCONTINUED OPERATIONS (NET) | 0 | 0 | 5,140,558 | 5 |
| r18 | NET INCOME | 17,197,239 | 18 | 27,410,043 | 28 |
| r19 | NET INCOME OF MINORITY INTEREST | (1,836) | 0 | 298,258 | 0 |
| r20 | NET INCOME OF MAJORITY INTEREST | 17,199,075 | 18 | 27,111,785 | 27 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 FINANCIAL YEAR | | QUARTER OF PREVIOUS FINANCIAL YEAR | |
|----------|--|--------------------------------------|-------|--|-------|
| | | Amount | % | Amount | % |
| r01 | OPERATING REVENUES | 93,137,914 | 100 | 98,934,625 | 100 |
| r21 | DOMESTIC | 90,460,739 | 97 | 95,780,728 | 97 |
| r22 | FOREIGN | 2,677,175 | 3 | 3,153,897 | 3 |
| r23 | TRANSLATION INTO DOLLARS (***) | 248,073 | 0 | 284,626 | 0 |
| r08 | OTHER EXPENSES AND INCOMES (NET) | (891,765) | 100 | 264,293 | 100 |
| r49 | OTHER EXPENSES AND INCOMES (NET) | 433,713 | (49) | 2,593,088 | 981 |
| r34 | EMPLOYEE PROFIT SHARING | 2,058,803 | (231) | 2,328,795 | 881 |
| r35 | DEFERRED EMPLOYEE PROFIT SHARING | (733,325) | 82 | 0 | 0 |
| r06 | COMPREHENSIVE FINANCING COST | (5,424,299) | 100 | (3,104,154) | 100 |
| r24 | INTEREST EXPENSE | 5,171,412 | (95) | 5,090,184 | (164) |
| r42 | LOSS (GAIN) ON RESTATEMENT OF UDI'S | 0 | 0 | 0 | 0 |
| r45 | OTHER FINANCIAL COSTS | 0 | 0 | 0 | 0 |
| r26 | INTEREST INCOME | 603,360 | (11) | 1,048,930 | (34) |
| r46 | OTHER FINANCIAL PRODUCTS | 0 | 0 | 0 | 0 |
| r25 | FOREIGN EXCHANGE LOSS (GAIN) (NET) | (856,247) | 16 | (538,979) | 17 |
| r28 | RESULT FROM MONETARY POSITION | 0 | 0 | 1,476,079 | (48) |
| r10 | | 7,047,243 | 100 | 9,324,138 | 100 |

| | PROVISION FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | | | | |
|--|--|-----------|------|-----------|----|
| r32 | INCOME TAX | 7,854,932 | 111 | 8,494,838 | 91 |
| r33 | DEFERRED INCOME TAX | (807,689) | (11) | 829,300 | 9 |
| (***) THOUSAND DOLLARS AT THE PREVAILING EXCHANGE RATE AT THE END OF THE REPORTING PERIOD. | | | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | 93,137,914 | 98,934,625 |
| r37 | TAX RESULT FOR THE YEAR | 0 | 0 |
| r38 | OPERATING REVENUES (**) | 124,970,960 | 131,373,462 |
| r39 | OPERATING INCOME (**) | 39,927,996 | 46,013,403 |

| | | | |
|------|--|------------|------------|
| r40 | NET INCOME OF MAJORITY INTEREST (**) | 25,572,237 | 34,521,793 |
| r41 | NET INCOME (**) | 25,842,591 | 34,988,936 |
| r47 | OPERATIVE DEPRECIATION AND ACCUMULATED | 12,710,963 | 12,944,477 |
| (**) | INFORMATION OF THE PAST TWELVE MONTHS | | |

MEXICAN STOCK EXCHANGE

[Index](#)

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-07

CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

- FROM JULY 01 TO SEPTEMBER 30, 2008 & 2007 -

(Thousands of Mexican Pesos)

Final printing

| REF RT | CONCEPTS | QUARTER OF PRESENT | | QUARTER OF PREVIOUS | |
|-----------|----------------------------------|--------------------|-----|---------------------|-----|
| | | FINANCIAL YEAR | | FINANCIAL YEAR | |
| | | Amount | % | Amount | % |
| rt01 | OPERATING REVENUES | 31,090,527 | 100 | 32,974,973 | 100 |
| rt02 | COST OF SALES AND SERVICES | 16,203,926 | 52 | 16,586,686 | 50 |
| rt03 | GROSS INCOME | 14,886,601 | 48 | 16,388,287 | 50 |
| rt04 | OPERATING EXPENSES | 4,937,448 | 16 | 4,777,660 | 14 |
| rt05 | OPERATING INCOME | 9,949,153 | 32 | 11,610,627 | 35 |
| rt08 | OTHER EXPENSES AND INCOMES (NET) | (7,905) | (0) | (328,487) | (1) |
| rt06 | COMPREHENSIVE FINANCING COST | (2,259,419) | (7) | (428,762) | (1) |

| | | | | | |
|------|--|-----------|-----|------------|----|
| rt12 | EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES AND AFFILIATES | 47,524 | 0 | (12,949) | 0 |
| rt48 | NON-ORDINARY ITEMS | 0 | 0 | 0 | 0 |
| rt09 | INCOME BEFORE INCOME TAX AND EMPLOYEE PROFIT SHARING | 7,729,353 | 25 | 10,840,429 | 33 |
| rt10 | PROVISIONS FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,292,243 | 7 | 3,286,155 | 10 |
| rt11 | NET INCOME AFTER INCOME TAX AND EMPLOYEE PROFIT SHARING | 5,437,110 | 17 | 7,554,274 | 23 |
| rt14 | INCOME FROM DISCONTINUED OPERATIONS (NET) | 0 | 0 | 2,034,285 | 6 |
| rt18 | NET INCOME | 5,437,110 | 17 | 9,588,559 | 29 |
| rt19 | NET INCOME OF MINORITY INTEREST | (640) | (0) | 82,723 | 0 |
| rt20 | NET INCOME OF MAYORITY INTEREST | 5,437,750 | 17 | 9,505,836 | 29 |
| | | | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 FINANCIAL YEAR | | QUARTER OF PREVIOUS FINANCIAL YEAR | |
|-----------|----------|--------------------------------------|---|--|---|
| | | Amount | % | Amount | % |
| | | | | | |

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| | | | | | |
|------|--|-------------|---------|------------|-------|
| rt01 | OPERATING REVENUES | 31,090,527 | 100 | 32,974,973 | 100 |
| rt21 | DOMESTIC | 30,871,341 | 99 | 31,898,450 | 97 |
| rt22 | FOREIGN | 219,186 | 1 | 1,076,523 | 3 |
| rt23 | TRANSLATION INTO DOLLARS (***) | 20,311 | 0 | 97,968 | 0 |
| | | | | | |
| rt08 | OTHER REVENUES AND (EXPENSES), NET | (7,905) | 100 | (328,487) | 100 |
| rt49 | OTHER REVENUES AND (EXPENSES), NET | 293,184 | (3,709) | 395,323 | (120) |
| rt34 | EMPLOYEE PROFIT SHARING | 647,362 | (8,189) | 723,810 | (220) |
| rt35 | DEFERRED EMPLOYEE PROFIT SHARING | (346,273) | 4,380 | 0 | 0 |
| | | | | | |
| rt06 | COMPREHENSIVE FINANCING COST | (2,259,419) | 100 | (428,762) | 100 |
| rt24 | INTEREST EXPENSE | 2,212,673 | (98) | 1,748,767 | (408) |
| rt42 | LOSS (GAIN) ON RESTATEMENT OF UDI'S | 0 | 0 | 0 | 0 |
| rt45 | OTHER FINANCIAL COSTS | 0 | 0 | 0 | 0 |
| rt26 | INTEREST INCOME | 274,720 | (12) | 475,004 | (111) |
| rt46 | OTHER FINANCIAL PRODUCTS | 0 | 0 | 0 | 0 |
| rt25 | FOREIGN EXCHANGE LOSS (GAIN) (NET) | (321,466) | 14 | (184,898) | 43 |
| rt28 | RESULT FROM MONETARY POSITION | 0 | 0 | 1,029,899 | (240) |
| | | | | | |
| rt10 | PROVISION FOR INCOME TAX AND EMPLOYEE PROFIT SHARING | 2,292,243 | 100 | 3,286,155 | 100 |
| rt32 | INCOME TAX | 2,461,651 | 107 | 2,760,303 | 84 |
| rt33 | DEFERRED INCOME TAX | (169,408) | (7) | 525,852 | 16 |
| | | | | | |

(***) THOUSAND DOLLARS AT THE PREVAILING EXCHANGE RATE AT THE END OF THE REPORTING PERIOD.

MEXICAN STOCK EXCHANGE

[Index](#)

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 FINANCIAL YEAR | QUARTER OF PREVIOUS FINANCIAL YEAR |
|-----------|---|--|---|
| | | Amount | Amount |
| rt47 | OPERATIVE DEPRECIATION AND ACCUMULATED IMPAIRMENT LOSSES | 4,133,321 | 4,320,294 |
| | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-10

CONSOLIDATED STATEMENTS OF CHANGES IN FINANCIAL POSITION

- FROM JANUARY 01 TO SEPTEMBER 30, 2008 & 2007 -

(Thousands of Mexican Pesos)

Final printing

| REF C | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|----------|----------|-----------------------|------------------------|
| | | | |

| | | FINANCIAL YEAR | FINANCIAL YEAR |
|-----|---|----------------|----------------|
| | | Amount | Amount |
| c01 | NET INCOME | 0 | 27,410,043 |
| c02 | (+)(-) ITEMS ADDED TO INCOME WHICH DO NOT REQUIRE USING RESOURCES | 0 | 13,724,651 |
| c03 | CASH FLOW FROM NET INCOME FOR THE YEAR | 0 | 41,134,694 |
| c04 | CASH FLOW FROM CHANGES IN WORKING CAPITAL | 0 | (2,952,081) |
| c05 | RESOURCES PROVIDED BY (USED FOR) OPERATING ACTIVITIES | 0 | 38,182,613 |
| c06 | RESOURCES PROVIDED BY (USED FOR) EXTERNAL FINANCING ACTIVITIES | 0 | 9,507,867 |
| c07 | RESOURCES PROVIDED BY (USED FOR) INTERNAL FINANCING ACTIVITIES | 0 | (17,271,710) |
| c08 | RESOURCES PROVIDED BY (USED FOR) FINANCING ACTIVITIES | 0 | (7,763,843) |
| c09 | RESOURCES PROVIDED BY (USED FOR) INVESTMENT ACTIVITIES | 0 | (16,411,720) |
| c10 | NET INCREASE (DECREASE) IN CASH AND SHORT-TERM INVESTMENTS | 0 | 14,007,050 |
| c11 | CASH AND SHORT-TERM INVESTMENTS AT THE BEGINNING OF PERIOD | 0 | 10,765,752 |
| c12 | CASH AND SHORT-TERM INVESTMENTS AT THE END OF PERIOD | 0 | 24,772,802 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

FS-11

CONSOLIDATED STATEMENTS OF CHANGES IN FINANCIAL POSITION

- BREAKDOWN OF MAIN CONCEPTS -

(Thousands of Mexican Pesos)

Final printing

| REF C | CONCEPTS | QUARTER OF PRESENT | QUARTER OF PREVIOUS |
|----------|---|-----------------------|------------------------|
| | | FINANCIAL YEAR | FINANCIAL YEAR |
| | | Amount | Amount |
| c02 | +(-) ITEMS ADDED TO INCOME WHICH DO NOT REQUIRE USING RESOURCES | 0 | 13,724,651 |
| c13 | DEPRECIATION AND AMORTIZATION FOR THE YEAR | 0 | 13,697,961 |
| c41 | +(-) OTHER ITEMS | 0 | 26,690 |
| | | | |
| c04 | CASH FLOW FROM CHANGES IN WORKING CAPITAL | 0 | (2,952,081) |
| c18 | +(-) DECREASE (INCREASE) IN ACCOUNT RECEIVABLE | 0 | (224,217) |
| c19 | +(-) DECREASE (INCREASE) IN INVENTORIES | 0 | (1,631,076) |
| c20 | +(-) DECREASE (INCREASE) IN OTHER ACCOUNT RECEIVABLE AND OTHER ASSETS | 0 | 9,574,987 |
| c21 | +(-) INCREASE (DECREASE) IN SUPPLIERS ACCOUNT | 0 | 0 |
| c22 | +(-) INCREASE (DECREASE) IN OTHER LIABILITIES | 0 | (10,671,775) |
| | | | |
| c06 | RESOURCES PROVIDED BY (USED FOR) EXTERNAL FINANCING ACTIVITIES | 0 | 9,507,867 |
| c23 | + BANK FINANCING | 0 | 14,930,842 |
| c24 | + STOCK MARKET FINANCING | 0 | 0 |
| c25 | + DIVIDEND RECEIVED | 0 | 0 |
| c26 | + OTHER FINANCING | 0 | 0 |
| c27 | (-) BANK FINANCING AMORTIZATION | 0 | (3,563,024) |
| c28 | (-) STOCK MARKET FINANCING AMORTIZATION | 0 | (8,305) |
| c29 | (-) OTHER FINANCING AMORTIZATION | 0 | (1,851,646) |

| | | | |
|-----|--|---|--------------|
| c42 | + (-) OTHER ITEMS | 0 | 0 |
| c07 | RESOURCES PROVIDED BY (USED FOR) INTERNAL FINANCING ACTIVITIES | 0 | (17,271,710) |
| c30 | + (-) INCREASE (DECREASE) IN CAPITAL STOCK | 0 | (544,644) |
| c31 | (-) DIVIDENDS PAID | 0 | (6,636,711) |
| c32 | + PREMIUM ON SALE OF SHARES | 0 | 0 |
| c33 | + CONTRIBUTION FOR FUTURE CAPITAL INCREASES | 0 | (10,090,355) |
| c43 | + (-) OTHER ITEMS | 0 | 0 |
| c09 | RESOURCES PROVIDED BY (USED FOR) INVESTMENT ACTIVITIES | 0 | (16,411,720) |
| c34 | +(-) DECREASE (INCREASE) IN STOCK INVESTMENTS OF PERMANENT NATURE | 0 | (118,920) |
| c35 | (-) ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT | 0 | (7,283,965) |
| c36 | (-) INCREASE IN CONSTRUCTIONS IN PROGRESS | 0 | 0 |
| c37 | + SALE OF OTHER PERMANENT INVESTMENT | 0 | 0 |
| c38 | + SALE OF TANGIBLE FIXED ASSETS | 0 | 0 |
| c39 | + (-) OTHER ITEMS | 0 | (9,008,835) |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 FINANCIAL YEAR | | QUARTER OF PREVIOUS FINANCIAL YEAR | |
|----------|---|--|--------|---|--------|
| | | Amount | | Amount | |
| d01 | BASIC INCOME PER ORDINARY SHARE (**) | \$1.37 | | \$1.76 | |
| 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 (**) | \$1.37 | | \$1.76 | |
| d05 | EFFECT OF DISCONTINUOUS OPERATIONS ON INCOME (LOSS) FROM CONTINUOUS OPERATIONS PER ORDINARY SHARE (**) | \$0.00 | | \$0.26 | |
| d08 | CARRYING VALUE PER SHARE | \$2.04 | | \$6.55 | |
| d09 | ACUMULATED CASH DIVIDEND PER SHARE | \$0.31 | | \$0.34 | |
| d10 | SHARE DIVIDENDS PER SHARE | 0.00 | shares | 0.00 | shares |
| d11 | MARKET PRICE TO CARRYING VALUE | 6.84 | times | 2.79 | times |
| d12 | MARKET PRICE TO BASIC INCOME PER ORDINARY SHARE (**) | 10.18 | times | 10.37 | times |
| d13 | MARKET PRICE TO BASIC INCOME PER PREFERENT SHARE | 0.00 | times | 0.00 | times |

| | | | | | |
|--|------|--|--|--|--|
| | (**) | | | | |
| (**) INFORMATION OF THE PAST TWELVE MONTHS | | | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 FINANCIAL YEAR | | QUARTER OF PREVIOUS FINANCIAL YEAR | |
|----------|--|--------------------------------------|--|---|--|
| | YIELD | | | | |
| p01 | NET INCOME (LOSS) TO OPERATING REVENUES | 18.46% | | 27.71% | |
| p02 | NET INCOME TO STOCKHOLDERS' EQUITY (**) | 67.74% | | 26.66% | |
| p03 | NET INCOME TO TOTAL ASSETS (**) | 14.69% | | 11.19% | |
| p04 | CASH DIVIDENDS TO PREVIOUS YEAR NET INCOME | 16.32% | | 22.39% | |
| p05 | INCOME DUE TO MONETARY POSITION TO NET INCOME | 0.00% | | 5.39% | |

| | ACTIVITY | | | | |
|--|--|--------|-------|--------|-------|
| p06 | OPERATING REVENUES TO TOTAL ASSETS (**) | 0.71 | times | 0.42 | times |
| p07 | OPERATING REVENUES TO FIXED ASSETS (**) | 1.10 | times | 1.10 | times |
| p08 | INVENTORIES ROTATION (**) | 45.82 | times | 38.65 | times |
| p09 | ACCOUNTS RECEIVABLE IN DAYS OF SALES | 43 | days | 42 | days |
| p10 | INTEREST PAID TO TOTAL LIABILITIES WITH COST (**) | 6.86% | | 6.83% | |
| | LEVERAGE | | | | |
| p11 | TOTAL LIABILITIES TO TOTAL ASSETS | 78.32% | | 58.03% | |
| p12 | TOTAL LIABILITIES TO STOCKHOLDERS' EQUITY | 3.61 | times | 1.38 | times |
| p13 | FOREIGN CURRENCY LIABILITIES TO TOTAL LIABILITIES | 56.22% | | 43.68% | |
| p14 | LONG-TERM LIABILITIES TO FIXED ASSETS | 74.61% | | 78.81% | |
| p15 | OPERATING INCOME (LOSS) TO INTEREST PAID | 5.90 | times | 6.77 | times |
| p16 | OPERATING REVENUES TO TOTAL LIABILITIES (**) | 0.91 | times | 0.72 | times |
| | LIQUIDITY | | | | |
| p17 | CURRENT ASSETS TO CURRENT LIABILITIES | 1.41 | times | 1.82 | times |
| p18 | CURRENT ASSETS LESS INVENTORY TO CURRENT LIABILITIES | 1.36 | times | 1.79 | times |
| p19 | CURRENT ASSETS TO TOTAL LIABILITIES | 0.32 | times | 0.53 | times |
| p20 | AVAILABLE ASSETS TO CURRENT LIABILITIES | 49.72% | | 46.83% | |
| (**) INFORMATION OF THE PAST TWELVE MONTHS | | | | | |

MEXICAN STOCK EXCHANGE

[Index](#)

SIFIC/ICS

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 FINANCIAL YEAR | QUARTER OF PREVIOUS FINANCIAL YEAR |
|----------|--|--|---|
| | | Amount | Amount |
| | OPERATION ACTIVITIES | | |
| e01 | INCOME (LOST) BEFORE INCOME TAXES | 24,244,482 | 0 |
| e02 | +(-) ITEMS NOT REQUIRING CASH | 5,571,943 | 0 |
| e03 | +(-) ITEMS RELATED TO INVESTING ACTIVITIES | 13,371,899 | 0 |
| e04 | +(-) ITEMS RELATED TO FINANCING ACTIVITIES | 5,885,246 | 0 |
| e05 | CASH FLOWS BEFORE INCOME TAX | 49,073,570 | 0 |
| e06 | CASH FLOW PROVIDED OR USED IN OPERATION | (14,142,517) | 0 |
| e07 | NET CASH FLOWS PROVIDED OF OPERATING ACTIVITIES | 34,931,053 | 0 |
| | INVESTMENT ACTIVITIES | | |
| e08 | NET CASH FLOW FROM INVESTING ACTIVITIES | (6,748,710) | 0 |
| e09 | CASH IN EXCESS (REQUIRED) TO BE APPLIED IN FINANCING ACTIVITIES | 28,182,343 | 0 |
| | | | |
| | FINANCING ACTIVITIES | | |
| e10 | NET CASH FROM FINANCING ACTIVITIES | (17,380,146) | 0 |
| e11 | NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | 10,802,197 | 0 |

| | | | |
|-----|--|------------|---|
| e12 | TRANSLATION DIFFERENCES IN CASH AND CASH EQUIVALENTS | 22,861 | 0 |
| e13 | CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD | 4,697,752 | 0 |
| e14 | CASH AND CASH EQUIVALENTS AT THE END OF PERIOD | 15,522,810 | 0 |
| | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | 5,571,943 | 0 |
| e15 | +ESTIMATES FOR THE PERIOD | 1,043,150 | 0 |
| e16 | +PROVISIONS FOR THE PERIOD | 3,457,252 | 0 |
| e17 | +(-) OTHER UNREALIZED ITEMS | 1,071,541 | 0 |
| | | | |
| e03 | +(-) ITEMS RELATED TO INVESTING ACTIVITIES | 13,371,899 | 0 |
| e18 | | 13,441,405 | 0 |

| | | | |
|-----|--|--------------|---|
| | +DEPRECIATION AND AMORTIZATION FOR THE PERIOD (*) | | |
| 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 | (69,506) | 0 |
| e22 | (-)DIVIDENDS RECEIVED | 0 | 0 |
| e23 | (-)INTEREST INCOME | 0 | 0 |
| e24 | (-)+ OTHER ITEMS | 0 | 0 |
| e04 | +(-) ITEMS RELATED TO FINANCING ACTIVITIES | 5,885,246 | 0 |
| e25 | +ACCRUED INTERESTS | 5,237,860 | 0 |
| e26 | +(-) OTHER ITEMS | 647,386 | 0 |
| e06 | CASH FLOW PROVIDED OR USED IN OPERATION | (14,142,517) | 0 |
| e27 | +(-) DECREASE (INCREASE) IN ACCOUNTS RECEIVABLE | (2,106,286) | 0 |
| e28 | +(-) DECREASE (INCREASE) IN INVENTORIES | (1,673,853) | 0 |
| e29 | +(-) DECREASE (INCREASE) IN OTHER ACCOUNTS RECEIVABLE AND OTHER ASSETS | (1,066,110) | 0 |
| e30 | +(-) INCREASE (DECREASE) IN SUPPLIERS | (4,394,901) | 0 |
| e31 | +(-) INCREASE (DECREASE) IN OTHER LIABILITIES | 2,898,301 | 0 |
| e32 | +(-) INCOME TAXES PAID OR RETURNED | (7,799,668) | 0 |
| e08 | NET CASH FLOWS OF INVESTING ACTIVITIES | (6,748,710) | 0 |
| e33 | - PERMANENT INVESTMENT IN SHARES | (22,049) | 0 |
| e34 | +DISPOSITION OF PERMANENT INVESTMENT IN SHARES | 95,376 | 0 |
| e35 | - INVESTMENTS IN PROPERTY, PLANT AND EQUIPMENT | (5,794,220) | 0 |
| e36 | + SALE OF PROPERTY, PLANT AND EQUIPMENT | 0 | 0 |
| e37 | - INVESTMENT IN INTANGIBLE ASSETS | (93,878) | 0 |
| 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 | (933,939) | 0 |
| e10 | NET CASH FLOWS OF FINANCING ACTIVITIES | (17,380,146) | 0 |
| e45 | + BANK FINANCING | 8,562,492 | 0 |
| e46 | + STOCK MARKET FINANCING | 0 | 0 |
| e47 | + OTHER FINANCING | 0 | 0 |
| e48 | (-) BANK FINANCING AMORTIZATION | (2,050,383) | 0 |
| e49 | (-) STOCK MARKET FINANCING AMORTIZATION | 0 | 0 |
| e50 | (-) OTHER FINANCING AMORTIZATION | 0 | 0 |
| e51 | + (-) INCREASE (DECREASE) IN CAPITAL STOCK | 0 | 0 |
| e52 | (-) DIVIDENDS PAID | (5,789,843) | 0 |
| e53 | + PREMIUM ON ISSUANCE OF SHARES | 0 | 0 |
| e54 | + CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES | 0 | 0 |
| e55 | - INTEREST EXPENSE | (3,629,232) | 0 |
| e56 | (-) REPURCHASE OF SHARES | (11,080,498) | 0 |
| e57 | +(-) OTHER ITEMS | (3,392,682) | 0 |
| * IN CASE THAT THIS AMOUNT IS DIFFERENT FROM ACCOUNT R47 IT SHALL BE EXPLAINED IN NOTES | | | |

MEXICAN STOCK EXCHANGE

[Index](#)

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 1

CHIEF EXECUTIVE OFFICER REPORT

Highlights

Third Quarter 2008

- At the end of the third quarter, including the effect of number portability that began in July 2008 the number of lines in service was 17.7 million, similar to the June 2008 level. It is important to highlight that growth in the number of users in the telecommunications market is mainly occurring in cellular telephony.
 - TELMEX's market share in fixed lines is similar to those of incumbent operators in other countries, such as the US with 89.8%, Spain 87.8%, Brazil 87.5%, Italy 93.6% and Germany with 98.0% (*Global wireline matrix, Merrill Lynch 2008*). If cellular users are included in the calculation, TELMEX's market share would be approximately 17.2%. It is important to mention that the second largest provider of cellular telephony in Mexico already has a market share of 15.4% and also achieved growth in the number of users of approximately 43% in the last twelve months.
 - During the third quarter, broadband Infinitum services (ADSL) continued their growth trends, reaching penetration of 24.7% of our lines in service. Growth in the number of customers maintains Mexico as one of the three countries with the highest broadband growth rates of the OECD (www.oecd.org/sti/ict/broadband). This growth has been supported by the sale of computers, which we sell in installments of up to 48 months, a program that has brought about a substantial increase in penetration of PC's and broadband in Mexican homes.
 - The October 3, 2006, "Acuerdo de Convergencia" (Convergence Agreement), which was issued by the Federal Government through the Secretaría de Comunicaciones y Transportes (Communications and Transportation Ministry), established the basis for the convergence of networks more than 2 years ago. Even though TELMEX has met the requirements in a timely manner, to date there has not been a favorable resolution from the authorities to offer video services. This situation is delaying the technological development of the country and is preventing consumers from gaining access to a more advanced offering with lower telecommunications prices.
 - TELMEX will continue to carry out the necessary investments to maintain state-of-the-art technology as well as increase the company's productivity, at the same time that we reduce operating costs to benefit our customers. Additionally, TELMEX will carry out the required investments to support broadband growth and

drive the Education and Digital Culture Program with the objective of reducing the digital divide in the country.

- Notwithstanding the prevailing conditions in the world's financial markets, the decline in value of the peso and increases in the cost of goods and services, TELMEX for the ninth consecutive year has made the commitment of not increasing prices of its services during 2009.
- TELMEX's total debt at September 30 was the equivalent of 9.045 billion dollars. It is important to highlight that only 7.4% of debt is exposed to variations in the exchange rate since the company has hedges for 6.371 billion dollars. The weighted average exchange rate of foreign denominated debt is approximately 10.9154 pesos per dollar. TELMEX has a solid and healthy financial structure, which allows us to operate and grow our business.
- In the third quarter, total revenues were 31.1 billion pesos, 5.7% lower than the same period of the previous year. These results reflected decreases of 11.0% and 12.5% in local and long distance revenues, respectively, as well as increases of 26.6% in Internet access revenues and 7.5% in corporate networks revenues.
- From July to September, EBITDA (1) totaled 14.4 billion pesos, 11.1% lower than the third quarter of the previous year. Operating income totaled 9.9 billion pesos, 14.3% lower than last year's third quarter.
- Majority income from continuing operations in the quarter totaled 5.4 billion pesos, 28.0% lower than the same period of last year. In the third quarter, earnings per share were 29 Mexican cents, a decrease of 25.6%, and earnings per ADR (2) were 54 US cents, a decrease of 23.9% compared with the third quarter of 2007.
- Capital expenditures (capex) were equivalent to 556 million dollars for the nine months. In the quarter, the company used 2.516 billion pesos to repurchase 197 million 285 thousand of its own shares.

(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 and marketable securities.

Lines in service and local traffic

At the end of the third quarter, including the effect of number portability that began in July 2008 the number of lines in service was 17.7 million, similar to the June 2008 level. The activation of new lines, recognizing growing demand for multi-service packages, was in part offset by disconnections related to more competition from both fixed and cellular lines.

Of our lines in service, approximately 10.4 million are in areas that interest competitors and where they also have presence. However, 7.3 million lines are in areas that hold no interest to competitors. For the nine months these lines generated revenues of approximately 14.8 billion pesos and an operating loss of 1.922 billion pesos.

During the third quarter, local traffic decreased 9.9% compared with the same period of 2007, with a total of 5.699 billion local calls. Local traffic volume continues to be affected mainly by competition from local and cellular telephony and by managed networks, a trend that strengthens the data business although it adversely affects local traffic.

Long distance

From July to September, domestic long distance (DLD) traffic increased 6.8% compared with last year's third quarter, totaling 4.946 billion minutes, due to more package offerings that include DLD minutes and higher traffic from cellular operators, offset by the decrease in termination traffic with other long distance operators.

In the third quarter, outgoing international long distance (ILD) traffic decreased 1.4% compared with last year's third quarter, totaling 493 million minutes. Incoming international long distance traffic decreased 6.6% compared with the same period of the previous year, totaling 1.767 billion minutes. The incoming-outgoing ratio was 3.6x.

Interconnection

In the third quarter, interconnection traffic totaled 11.704 billion minutes, at a similar level of the third quarter of 2007. Calling party pays traffic decreased 6.2% because of the increase of cellular services. Interconnection traffic with local, long distance and cellular telephony operators increased 2.4%.

Internet access and corporate networks

During the third quarter, broadband Infinitum services (ADSL) continued their growth trends, reaching penetration of 24.7% of our lines in service. Growth in the number of customers maintains Mexico as one of the three countries with the highest broadband growth rates of the OECD

(www.oecd.org/sti/ict/broadband). At the end of the third quarter, TELMEX had 4.6 million Internet access services, of which 94.8% are broadband Infinitum customers.

Growth of broadband Infinitum services has been supported by the sale of multi-service packages that offer access to broadband service along with various voice services at competitive prices. Multi-service packages increased 103.2% compared with last year's third quarter.

Additionally, our campaign offering computer sales in installments up to 48 months has contributed to the increased computer penetration in Mexican homes.

Financial Results

The following financial information for 2008 is presented in nominal pesos and the financial information for 2007 is expressed in constant pesos as of December 2007, according to Mexican Financial Reporting Standards.

Revenues:

In the third quarter, revenues totaled 31.1 billion pesos, a decrease of 5.7% compared with the same period of the previous year. These results include decreases of 11.0% and 12.5% in local and long distance services, respectively, and 16.1% in interconnection revenues. The decrease in interconnection revenues reflected declines of 6.2% in traffic volume and 9.9% in the calling party pays rate. On the other hand, Internet access revenues were up 26.6%, corporate networks revenues increased 7.5%, and other revenues, which includes Tiendas TELMEX (TELMEX stores), were up 42.2%.

Local:

Local revenues totaled 12.159 billion pesos in the third quarter; a decrease of 11.0% compared with the third quarter of 2007 due to the 8.9% reduction of revenue per local billed call and to the decrease in local traffic reflecting increased competition from both other fixed telephony and cellular telephony operators.

DLD:

In the quarter DLD revenues totaled 3.853 billion pesos, 12.9% lower than the third quarter of 2007. The 6.8% increase in traffic was not enough to offset the 13.8% decrease in the average revenue per minute.

ILD:

From July to September of 2008, ILD revenues totaled 2.187 billion pesos, a decrease of 11.7% compared with the third quarter of the previous year. Outgoing revenues declined 14.0% to 1.387 billion pesos

compared with the third quarter of 2007 due to outgoing traffic declining 1.4% and the average revenue per minute decreasing 14.4%. Incoming international long distance revenues totaled 800 million pesos, a decrease of 7.3% compared with the third quarter of 2007, because of the 6.6% decrease in incoming traffic.

Interconnection:

In the third quarter, interconnection revenues decreased 16.1% to 4.819 billion pesos compared with the same period of 2007, mainly due to the 6.2% decline in calling party pays traffic and the decrease of 9.9% in the calling party pays rate.

Corporate networks:

In the third quarter, revenues from services related to data transmission through private and managed networks totaled 3.070 billion pesos, 7.5% higher than the same period of the previous year. The increase was due to the higher number of services and the sale of value-added services which offset the reduction in unit prices of these services.

Internet:

Revenues from Internet access in the third quarter totaled 3.430 billion pesos, 26.6% higher than last year's third quarter due to the increase of 46.2% in Internet services, partially offset by lower average unit revenue for broadband Infinitum services.

Costs and expenses:

In the quarter, total costs and expenses were 21.142 billion pesos, a decrease of 1.0% compared with the third quarter of 2007. This decrease was mainly due to initiatives carried out to optimize resource use and the 11.0% decrease in the amount paid to cellular operators for calling party pays services, offset by higher charges related to the sale of computers and equipment for customers, cost increases for goods and services, and the provision for uncollectables.

Cost of sales and services:

In the third quarter, cost of sales and services increased 3.6% compared with the same period of 2007, totaling 8.171 billion pesos, due to higher computer and telecommunications equipment costs and to the increase in the prices of our goods and services.

Commercial, administrative and general:

Commercial, administrative and general expenses totaled 4.938 billion pesos, 3.3% higher than last year's third quarter due to an increase in the provision for uncollectables related to services rendered to another telecommunications operator.

Interconnection:

Interconnection costs totaled 3.625 billion pesos, a decrease of 13.1% compared with the third quarter of 2007 as a result of the 11.0% decrease in the amount paid to cellular telephony operators for calling party pays service and the decrease of 6.2% in calling party pays traffic.

Depreciation and amortization:

In the quarter, depreciation and amortization decreased 2.7% to 4.408 billion pesos due to a lower level of investment in recent years.

EBITDA (1) and operating income

: EBITDA (1) totaled 14.357 billion pesos in the third quarter, a decrease of 11.1% compared with the same period of last year. The EBITDA margin was 46.2%. Operating income totaled 9.949 billion pesos in the third quarter and the operating margin was 32.0%.

Comprehensive financing cost:

In the third quarter, comprehensive financing cost produced a charge of 2.259 billion pesos. This resulted from: i) a net interest charge of 1.938 billion pesos, 664 million pesos more than the charge registered in the same period of 2007, due to recognition of the market value of interest rate swaps and lower interest due to declining rates, ii) a net exchange loss of 321 million pesos from the third-quarter exchange rate appreciation of 0.5078 pesos per dollar, offset by 6.371 billion dollars in dollar-peso hedges and iii) recognition of a decline in the monetary position of 1.030 billion pesos in 2007, an effect that is absent in 2008 under current accounting rules.

Majority income from continuing operations:

In the third quarter majority income from continuing operations totaled 5.438 billion pesos, 28.0% lower than the same period of the previous year. Earnings per share were 29 Mexican cents, a year-over-year decrease of 25.6%, and earnings per ADR were 54 US cents, a decrease of 23.9% compared with the same period of 2007.

Investments:

At September 2008, capital expenditures (capex) were the equivalent of 556 million dollars, of which 77.3% was used for growth projects in the voice, data and transport infrastructure and 22.7% for operational support projects and operating needs.

Debt:

Total debt at September 30 was the equivalent of 9.045 billion dollars, of which 86.7% is long-term. Of the total debt, 77.8% is in foreign currency, equal to 7.042 billion dollars. To minimize risks from variation of the exchange rate, we have dollar-peso hedges for 6.371 billion dollars with a weighted average exchange rate of approximately 10.9154 pesos per dollar. Of total debt, 42.9% has fixed rates. If 23.752 billion pesos and 100 million dollars of interest rate swaps at average interest rates of 8.145% and 4.47%, respectively, are included, the proportion of debt with fixed rates is 68.3%.

Total net debt (3) increased during the last twelve months the equivalent of 903 million dollars, raising the total to 7.606 billion dollars. TELMEX has a solid and healthy financial structure that allows us to operate and grow the business.

Repurchase of shares:

During the third quarter, the company used 2.516 billion pesos to repurchase 197 million 285 thousand of its own shares.

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|
| 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 of the local and long distance services is presented | | | | | | | | | | |
| below for the third quarter of 2008 and 2007. | | | | | | | | | | |
| | | | | | | | | | | |

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| | | | | | | | | | | |
|--|-----|--------|-----|--------|--------|-----|-------------|--|-------------|--------|
| Mexico Local Service Business | | | | | | | | | | |
| Income Statements | | | | | | | | | | |
| [2008 in million of nominal pesos, 2007 in millions of Mexican pesos with purchasing power at December 31, 2007] | | | | | | | | | | |
| | | | | | % | | | | | % |
| | | 3Q2008 | | 3Q2007 | Inc. | | 9 months 08 | | 9 months 07 | Inc. |
| Revenues | | | | | | | | | | |
| Access, rent and measured service | Ps. | 12.032 | Ps. | 13.413 | (10,3) | Ps. | 36.670 | | 40.610 | (9,7) |
| LADA interconnection | | 1.012 | | 991 | 2,1 | | 2.895 | | 2.992 | (3,2) |
| Interconnection with operators | | 376 | | 415 | (9,4) | | 1.123 | | 1.211 | (7,3) |
| Interconnection with cellular operators | | 3.126 | | 3.731 | (16,2) | | 9.375 | | 11.067 | (15,3) |
| Other | | 3.814 | | 3.393 | 12,4 | | 10.896 | | 9.805 | 11,1 |
| Total | | 20.360 | | 21.943 | (7,2) | | 60.959 | | 65.685 | (7,2) |
| Costs and expenses | | | | | | | | | | |
| Cost of sales and services | | 5.895 | | 5.822 | 1,3 | | 17.253 | | 16.893 | 2,1 |
| Commercial, administrative and general | | 4.809 | | 4.793 | 0,3 | | 13.665 | | 13.267 | 3,0 |
| Interconnection | | 2.204 | | 2.561 | (13,9) | | 6.561 | | 7.912 | (17,1) |
| Depreciation and amortization | | 2.787 | | 2.950 | (5,5) | | 8.520 | | 8.962 | (4,9) |
| Total | | 15.695 | | 16.126 | (2,7) | | 45.999 | | 47.034 | (2,2) |
| Operating income | Ps. | 4.665 | Ps. | 5.817 | (19,8) | Ps. | 14.960 | | 18.651 | (19,8) |
| EBITDA (1) | Ps. | 7.452 | Ps. | 8.767 | (15,0) | Ps. | 23.480 | | 27.613 | (15,0) |

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| | | | | | | | | | | |
|--|-----|--------|-----|--------|--------|-----|-------------|-----|-------------|--------|
| EBITDA margin (%) | | 36,6 | | 40,0 | (3,4) | | 38,5 | | 42,0 | (3,5) |
| Operating margin (%) | | 22,9 | | 26,5 | (3,6) | | 24,5 | | 28,4 | (3,9) |
| Mexico Long Distance Service Business | | | | | | | | | | |
| Income Statements | | | | | | | | | | |
| [2008 in million of nominal pesos, 2007 in millions of Mexican pesos with purchasing power at December 31, 2007] | | | | | | | | | | |
| | | | | | % | | | | | % |
| | | 3Q2008 | | 3Q2007 | Inc. | | 9 months 08 | | 9 months 07 | Inc. |
| Revenues | | | | | | | | | | |
| Domestic long distance | Ps. | 4.485 | Ps. | 5.179 | (13,4) | Ps. | 14.155 | Ps. | 15.547 | (9,0) |
| International long distance | | 2.294 | Ps. | 2.584 | (11,2) | | 6.599 | | 8.187 | (19,4) |
| Total | | 6.779 | Ps. | 7.763 | (12,7) | | 20.754 | | 23.734 | (12,6) |
| Costs and expenses | | | | | | | | | | |
| Cost of sales and services | | 1.203 | | 1.196 | 0,6 | | 3.926 | | 3.972 | (1,2) |
| Commercial, administrative and general | | 1.628 | | 1.638 | (0,6) | | 4.363 | | 4.483 | (2,7) |
| Interconnection to the local network | | 2.046 | | 2.132 | (4,0) | | 5.799 | | 6.684 | (13,2) |
| Depreciation and amortization | | 546 | | 569 | (4,0) | | 1.658 | | 1.730 | (4,2) |
| Total | | 5.423 | | 5.535 | (2,0) | | 15.746 | | 16.869 | (6,7) |
| Operating income | Ps. | 1.356 | Ps. | 2.228 | (39,1) | Ps. | 5.008 | Ps. | 6.865 | (27,1) |

| | | | | | | | | | | |
|----------------------|-----|-------|-----|-------|--------|-----|-------|-----|-------|--------|
| EBITDA (1) | Ps. | 1.902 | Ps. | 2.797 | (32,0) | Ps. | 6.666 | Ps. | 8.595 | (22,4) |
| EBITDA margin (%) | | 28,1 | | 36,0 | (8,0) | | 32,1 | | 36,2 | (4,1) |
| Operating margin (%) | | 20,0 | | 28,7 | (8,7) | | 24,1 | | 28,9 | (4,8) |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 2

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(Thousands of Mexican Pesos)

Consolidated

Final printing

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(2008 in millions of nominal Mexican pesos and 2007 in millions of Mexican pesos with purchasing power at December 31,2007)

Spin-Off ("Escisión")

DISCONTINUED OPERATIONS

On December 21, 2007, the stockholders of TELMEX approved the split-up of the Company's Latin American subsidiaries, as well as of its yellow pages business. As a result of the split-up, Telmex Internacional, S.A.B. de C.V. was incorporated on December 26, 2007 and was transferred the assets, liabilities and stockholders' equity of the majority of the foreign subsidiaries and of the yellow pages business. The split-up date for legal, book and tax purposes is December 26, 2007, on which date Telmex Internacional was legally incorporated as a separate Mexican company and from which time, the Company ceased to have control over the subsidiaries mentioned above.

The terms of the split-up establish that neither TELMEX nor Telmex Internacional are to hold shares of the other. At the time of the split-up, all TELMEX stockholders became Telmex Internacional stockholders and consequently, both companies are currently controlled by the same group of stockholders. The relationship between TELMEX and Telmex Internacional will be limited to: i) ordinary commercial relationships, such as those related to international traffic termination services and the preparation and distribution of telephone directories; ii) agreements relating to the implementation of the split-up; and iii) certain temporary agreements that will remain in force until Telmex Internacional has its own administrative capabilities.

In the 2007 financial statements, all assets and liabilities of the split-up entity have been included in the current and non-current long-term assets and liabilities of discontinued operations captions. All income and expenses of the new entities are presented in the statements of income under the caption "Income from discontinued operations, net of income tax". The figures of the 2007 financial statements corresponding to periods prior to the split-up, and their corresponding notes were restructured to present only the assets and liabilities and revenues, costs and expenses of continued operations, without including discontinued operations.

All the assets and liabilities of the split-up operations were transferred to Telmex Internacional at book value. The amount of stockholders' equity transferred to Telmex Internacional in the split-up represents the difference between the assets and liabilities that were transferred. Such amount was recognized as a reduction to stockholders' equity at the time of the split-up.

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 environment in Mexico in 2008 has been qualified as non-inflationary, due to inflation in the preceding three fiscal years was less than 12%. Therefore, during 2008 the effects of inflation on financial information of this period were not recognized, keeping the effects of inflation recognized up to December 31, 2007.

Also based on Mexican FRS B-10, in 2008 the total result from holding non-monetary assets, net from deferred taxes, and the accumulated deficit from monetary position, were reclassified to retained earnings.

The financial statements as of September 30, 2007, are presented in monetary units with purchasing power as of December 31, 2007.

BALANCE SHEET

S 87 OTHERS

In this item are included the inventories for telephone plant operation that as of September 30, 2008 and 2007 rose to \$2,362,589 and \$1,663,560 respectively, which are valued by the average cost method and were updated in 2007 based on the specific index method, without exceeding their market value.

S 84 INTANGIBLE ASSETS FOR LABOR OBLIGATIONS

This item includes the projected net asset pursuant to Mexican FRS D-3, "Employees Benefits", effective on January 1, 2008, issued by the Mexican Council for Research and Development of Financial Reporting Standards (CINIF).

As of September 30, 2008, the market value of the established pensions and seniority premium fund was greater than the defined benefit obligation and unamortized items, therefore, pursuant to Mexican FRS D-3, the balance sheet presents a net projected asset.

At September 30, 2007, the market value of the established pensions and seniority premium fund was greater than the accumulated benefit obligation (ABO), and pursuant to Bulletin D-3 effective in 2007, it was not recognized neither any additional liability nor the related intangible asset and effect of labor obligation on stockholders' equity. As a result of the foregoing, the balance sheet presents a projected net asset.

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.

On June 30, 2006 Telmex entered into a syndicated loan agreement in the amount for 500 million dollars divided into two tranches of 250 million dollars each, with a four-year and six-year maturity, respectively.

S 24 AND S 29 SENIOR NOTES

On November 19, 2003, TELMEX issued a bond for U.S.\$ 1.0 billion due November 2008, with an annual interest of 4.5%. Interests are payable semiannually.

On January 27, 2005, TELMEX placed senior notes in aggregate principal amount of U.S.\$1.3 billion in two issuances of U.S.\$650 million each. 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. On February 22, 2005, there was a reopening of this transaction and the amounts of such issuances increased to U.S. \$950 million and U.S. \$800 million, respectively.

On January 26, 2006, TELMEX placed abroad a senior note in the amount of Ps. 4.5 billion (nominal value), maturing in 2016 and bearing interest at 8.75% annual. Interests are payable semiannually.

On April 23, 2007, Telmex placed domestic senior notes "*Certificados Bursátiles*" for Ps. 9.5 billion in two tranches, the first one for Ps. 5.0 billion with a term of 30 years at a fixed interest rate of 8.36% annual and the second one for Ps. 4.5 billion with a term of 5 years at a rate of the Mexican interbank equilibrium interest rate (*tasa de interés interbancaria de equilibrio or THIE*) less 10 basis points.

On April 21, 2008, TELMEX placed domestic senior notes "*Certificados Bursátiles*" for Ps. 1.6 billion with a term of 10 years at an annual fixed rate of 8.27%.

As of September 30, 2008, the Company had forward agreements for U.S. \$976 million and cross currency swap agreements for U.S. \$ 5,395 million, which have hedged the exchange rate and interest rate risks related to the bonds with maturity in November 2008, 2010 and 2015 for a total amount of 2,750 million dollars and bank loans with maturity from 2009 to 2016 for a total amount of 3,621 million dollars (with interest rates of three-month Libor plus 20 basis points, three-month Libor plus 25 basis points and three-month Libor plus 32.5 basis points). These hedges allowed us to fix the exchange rate of our debt on a weighted average exchange rate of 10.9154 Mexican pesos per US dollar, as well as to set a fixed rate of 7.52% and 8.57% for the bonds, and an average interest rate of 28-day THIE less 37 basis points for the bank loans.

S 29 SENIOR NOTES (LONG-TERM)

As of September 30, 2008 and 2007, this item rose to \$ 35,285,825 and \$ 45,895,718, respectively, and is comprised as follows:

| | 2008 | 2007 |
|--------------------------|-------------------|---------------------|
| Domestic Senior Notes | P s 11,900,000 | P s . 10,857,290 |
| Bonds | 18,885,825 | 30,472,278 |
| Global peso Senior Notes | Ps 4,500,000 | 4,566,150 |

S 32 OTHER LIABILITIES

As of September 30, 2008 and 2007, this item rose to Ps 160,548 and Ps. 227,378, respectively, that corresponds to the actuarial obligations for labor termination in Mexico, based on the requirements of Mexican FRS D-3.

S 66 DEFERRED TAXES

From 2008, this item includes the liabilities for deferred employee profit sharing, based on Mexican FRS D-3, which establishes that employee profit sharing must be recognized based on the assets and liabilities method established by Mexican FRS D-4 "Taxes on Profits" effective as of January 1, 2008. The initial effect of the recognition of the deferred employee profit sharing, net from its deferred income tax, was recognized to retained earnings without affecting results in 2008.

S 42 RETAINED EARNINGS AND CAPITAL RESERVES

On April 27, 2007 the Annual Ordinary Shareholders' Meeting approved to increase in Ps. 15 billion (nominal value), the funds authorized to repurchase its own shares, bringing the total maximum amount to Ps. \$ 23,046,597 (nominal value).

From January through September 2008, the Company acquired 656.8 million L shares for Ps 11,051,622 and 1.7 million A shares for Ps. 28,876.

From January through September 2007, the Company acquired 580.0 million L shares for Ps 10,601,878 (historical cost of Ps. 10,319,875) and 1.8 million A shares for Ps. 33,009 (historical cost of Ps. 32,116).

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.

S 58 OTHER CURRENT LIABILITIES

As of September 30, 2008 and 2007, this item rose to Ps. 7,942,457 and Ps. 8,691,512 respectively and is comprised as follows:

| | 2008 | 2007 |
|---------------------------|---------------|------------------|
| A c c o u n t s payable | Ps. 5,749,437 | P s 6,764,958 |
| Other accrued liabilities | 1,200,291 | 874,310 |
| D e f e r r e d credits | 992,729 | 1,052,244 |

STATEMENT OF CHANGES IN FINANCIAL POSITION

The statement of changes in financial position (B-12) as of September 30, 2008 is not presented, since based on Mexican FRS B-2 "Cash Flow Statement" issued by the CINIF and effective as of January 1, 2008, Bulletin B-12 was

replaced by the cash flow statement.

According to transition rules of Mexican FRS B-2, application of such rules is prospective, so that the financial statements prior to 2008 that are presented in a comparative basis, must be the statement of changes in financial position prepared under Bulletin B-12.

C 39 OTHER ITEMS

This item includes inventories for operation of the telephone plant, deferred assets, as well as decreases on fixed assets.

RATIOS

P 08 INVENTORY TURNOVER RATE-COST

EMISNET automatically calculates the inventory turnover rate by dividing the cost of sales and services (Ref. R 2) by the inventory of goods for sale (Ref. S 6), affecting the actual inventory turnover rate.

RECLASIFICATIONS

Certain 2007 financial statements have been reclassified to conform the presentation used for the year 2008.

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 3a

SHARE INVESTMENTS SUBSIDIARIES

| 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 |
| Aero comunicaciones, S.A. de C.V. | Aeronautic radiocom. mobile serv. | 117,534,600 | 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 | 5,369,595,000 | 100.00 |
| Servicios Administrativos Tecmarketing, S.A. de C.V. | Software development, sales & management | 60,687,728 | 100.00 |
| Tecmarketing, S.A. de C.V. | Telemarketing services | 6,850,000 | 100.00 |
| Telecomunicaciones Controladora de Servicios, S.A. de C.V. | 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 | 120,296,722 | 100.00 |
| Uninet, S.A. de C.V. | Data transmission services | 65,837,647 | 100.00 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 3b

SHARE INVESTMENTS AFFILATES

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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 | 450 | 45.00 | 510,138 | 548,682 |
| Centro Histórico de la Ciudad de México, SA de CV | Real estate services | 16,004,000 | 12.79 | 80,020 | 104,324 |
| 2Wire, Inc. | Broadband Services | 8,619,242 | 13.00 | 648,400 | 60,782 |
| TM and MS, LLC | Internet portal (Prodigy MSN) | 1 | 50.00 | 29,621 | 147,761 |
| Eidon Software, S.A. de C.V. | Software development | 39,096,742 | 25.00 | 39,097 | 100,649 |
| TOTAL INVESTMENT IN ASSOCIATES | | | | 1,307,276 | 962,198 |
| OTHER PERMANENT INVESTMENTS | | | | | 124,187 |
| TOTAL | | | | 1,307,276 | 1,086,385 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 5

CREDITS BREAKDOWN

(Thousands of Mexican Pesos)

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| Signature date | Amortization Date | Interest Rate | Amortization of Credits Denominated in Pesos | | | | | | Amortization of Credits | | |
|----------------|-------------------|---------------|--|--------------|--------------|--------------|--------------|-----------------------|-------------------------|--------------|--------------|
| | | | Time Interval | | | | | | Time Int | | |
| | | | 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 |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| 1/05/01 | 22/04/09 | 4.53 | 0 | 0 | 0 | 0 | 0 | 0 | 8,673 | 5,650 | 0 |
| 6/03/06 | 22/07/13 | 4.28 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 100,600 | 100,600 |
| 27/03/03 | 10/10/09 | 4.86 | 0 | 0 | 0 | 0 | 0 | 0 | 462,519 | 462,520 | 462,519 |
| 5/01/07 | 15/01/16 | 4.33 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 683,494 | 683,494 |
| 28/02/86 | 31/03/22 | 2.00 | 0 | 0 | 0 | 0 | 0 | 0 | 2,931 | 19,512 | 22,443 |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| 21/02/07 | 22/02/10 | 8.57 | 0 | 0 | 1,500,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3/06/08 | 13/06/14 | 4.40 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26/02/07 | 26/02/10 | 8.61 | 0 | 0 | 1,300,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30/06/06 | 30/06/10 | 4.25 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,697,975 |
| 30/06/06 | 30/06/12 | 4.30 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2/02/08 | 18/02/14 | 8.65 | 0 | 0 | 0 | 0 | 0 | 0 | 2,022,935 | 0 | 0 |
| 1/08/06 | 20/10/09 | 4.25 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 14,029,470 |
| 1/08/06 | 20/10/11 | 4.30 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

| | | | | | | | | | | | | |
|---|---|---|------------|---------|-----------|---------|---------|------------|------------|-----------|------------|---|
| | | | | | | | | | | | | |
| TERM LOANS WITH COST (\$103) AND (\$30) | | | | | | | | | | | | |
| | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| SHORT TERM LOANS WITH | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| AS WITHOUT COST (\$26) | | | | | | | | | | | | |
| 0 | 0 | 0 | 17,097,498 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| LIABILITIES WITHOUT COST | | | 17,097,498 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | | | 17,097,498 | 400,000 | 2,800,000 | 500,000 | 300,000 | 17,622,935 | 11,287,607 | 1,293,360 | 28,291,973 | |

Notes:

A.- Interest rates:

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

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

B.- The following rates were considered:

- Libor

at 6 months in US dollars is equivalent to 3.9813 at September 30, 2008

- Libor

at 3 months in US dollars is equivalent to 4.0525 at September 30, 2008

- TIIE

at 28 days is equivalent to 8.6550 at September 30, 2008

- TIIE

at 91 days is equivalent to 8.7300 at September 30, 2008

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

September 30, 2008 were as follows:

| CURRENCY | AMOUNT | E.R. |
|--------------|-----------|-------|
| DOLLAR (USD) | 7,021,309 | 10.79 |
| EURO (EUR) | 14,396 | 15.16 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | 388,968 | 4,197,699 | 0 | 0 | 4,197,699 |
| LIABILITIES | 7,158,266 | 77,251,280 | 20,223 | 218,251 | 77,469,531 |
| SHORT-TERM LIABILITIES | 1,300,656 | 14,036,543 | 2,079 | 22,438 | 14,058,981 |
| LONG-TERM LIABILITIES | 5,857,610 | 63,214,737 | 18,144 | 195,813 | 63,410,550 |
| NET BALANCE | (6,769,298) | (73,053,581) | (20,223) | (218,251) | (73,271,832) |

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) | 10.79 |
| EURO | 15.16 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 7

CALCULATION AND RESULT FROM MONETARY POSITION

(Thousands of Mexican Pesos)

Consolidated

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| MONTH | MONETARY ASSETS | MONETARY LIABILITIES | (ASSETS) LIABILITIES MONETARY POSITION | MONTHLY INFLATION | MONTHLY EFFECT (ASSET) LIABILITIES |
|-------|-----------------|----------------------|--|-------------------|------------------------------------|
| | | | | | |

| | | | | | |
|--|--|--|--|--|---|
| TOTAL | | | | | 0 |
| FIGURES FOR INFORMATION PURPOSES: | | | | | |
| CAPITALIZED MONETARY GAIN | | | | | |

Notes:

Not applicable

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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' controlling company) or its current stockholders continue to hold the majority of the Company's voting shares.

CURRENT SITUATION OF FINANCIAL LIMITED

At September 30, 2008, the Company has complied with such restrictive covenants.

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 9

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

Consolidated

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

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 10

RAW MATERIALS

Consolidated

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

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANNEX 11a

SALES DISTRIBUTION BY PRODUCT

SALES

(Thousands of Mexican Pesos)

Consolidated

| MAIN PRODUCTS | NET SALES | | MARKET PART. (%) | MAIN | |
|-----------------------|-----------|------------|---------------------|------------|-----------|
| | VOLUME | AMOUNT | | TRADEMARKS | CUSTOMERS |
| DOMESTIC SALES | | | | | |
| LOCAL SERVICE | 0 | 37,178,775 | 0.0 | | |
| LONG DISTANCE SERVICE | 0 | 15,889,896 | 0.0 | | |

| | | | | | |
|-----------------------|---|------------|-----|--|--|
| INTERCONNECTION | 0 | 14,384,188 | 0.0 | | |
| CORPORATE NETWORKS | 0 | 8,928,866 | 0.0 | | |
| INTERNET | 0 | 9,540,331 | 0.0 | | |
| OTHERS | 0 | 4,538,683 | 0.0 | | |
| FOREIGN SALES | | | | | |
| NET SETTLEMENT | 0 | 2,198,511 | 0 | | |
| LONG DISTANCE SERVICE | 0 | 468,875 | 0 | | |
| OTHERS | 0 | 9,789 | 0 | | |
| TOTAL | | 93,137,914 | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | |
|----------------|-----------|-----------|-------------|------------|-----------|
| | VOLUME | AMOUNT | | TRADEMARKS | CUSTOMERS |
| EXPORT | | | | | |
| NET SETTLEMENT | 0 | 2,198,511 | | | |
| | | | | | |

| | | | | | |
|-----------------------|---|-----------|--|--|--|
| FOREIGN SUBSIDIARIES | | | | | |
| LONG DISTANCE SERVICE | 0 | 468,875 | | | |
| OTHERS | 0 | 9,789 | | | |
| TOTAL | | 2,677,175 | | | |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

ANALYSIS OF PAID CAPITAL STOCK

Consolidated

Final printing

| SERIES | NOMINAL VALUE | VALID COUPON | NUMBER OF SHARES | | | | CAPITAL STOCK (Thousand pesos) | |
|--------|---------------|--------------|------------------|------------------|---------------|---------------------|-----------------------------------|----------|
| | | | FIXED PORTION | VARIABLE PORTION | MEXICAN | PUBLIC SUBSCRIPTION | FIXED | VARIABLE |
| A | 0.0043 | 0 | 420,929,901 | 0 | 0 | 420,929,901 | 1,818 | 0 |
| AA | 0.0043 | 0 | 8,114,596,082 | 0 | 8,114,596,082 | 0 | 35,035 | 0 |
| L | 0.0043 | 0 | 10,166,387,877 | 0 | 0 | 10,166,387,877 | 43,894 | 0 |
| TOTAL | | | 18,701,913,860 | 0 | 8,114,596,082 | 10,587,317,778 | 80,747 | 0 |

TOTAL NUMBER OF SHARES REPRESENTING CAPITAL STOCK ON THE REPORTING DATE OF THE INFORMATION:

18,701,913,860

NOTES:

The nominal value per share is \$0.0043175625 MXN

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 | | | | |
|---|-------------------------------|-----------------|---------------------|------------------|-----------------|
| | 3rd. Quarter 08 Jul-Sep | % of Advance | Amount used 2008 | Budget 2008 | % of Advance |
| DATA | 1,342,834 | 48.4 | 3,231,517 | 2,772,833 | 116.5 |
| INTERNAL PLANT | 64,574 | 22.9 | 114,238 | 282,139 | 40.5 |
| NETWORKS | 210,978 | 28.1 | 456,438 | 749,801 | 60.9 |
| TRANSMISSION NETWORK | 235,099 | 18.1 | 797,531 | 1,301,663 | 61.3 |
| SYSTEMS | 47,688 | 13.6 | 71,950 | 351,736 | 20.5 |
| OTHERS | 291,961 | 14.7 | 1,020,481 | 1,992,024 | 51.2 |
| TELMEX USA | 61,774 | 27.1 | 102,065 | 228,000 | 44.8 |
| | | | | | |
| TOTAL INVESTMENT TELMEX MEXICO | 2,254,908 | 29.4 | 5,794,220 | 7,678,196 | 75.5 |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

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 transaction. Foreign currency-denominated assets and liabilities are translated at the prevailing exchange rate at the balance sheet date. Exchange differences determined from such date to the time foreign-currency-denominated assets and liabilities are settled or translated at the balance sheet date are charged or credited to operations.

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

GENERAL INFORMATION

Consolidated

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ISSUER GENERAL INFORMATION

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

ISSUER FISCAL INFORMATION

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

OFFICERS INFORMATION

| | |
|---------------|--|
| POSITION BMV: | CHAIRMAN OF THE BOARD |
| POSITION: | CHAIRMAN OF THE BOARD |
| NAME: | ING. JAIME CHICO PARDO |
| ADDRESS: | AV. PASEO DE LAS PALMAS No. 750 - 7 TH . FLOOR, COL. LOMAS DE CHAPULTEPEC |
| ZIP: | 11000 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | |

| | |
|---------|-------------------------------|
| FAX: | 56 26 37 04 |
| E-MAIL: | 52 82 82 jchico@telmex.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 |
| 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 |

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| | |
|------------|--|
| NAME: | LIC. ROLANDO REYNIER VALDES |
| ADDRESS: | PARQUE VIA 198 - 5 TH . FLOOR OFFICE 502, COL. CUAUHTEMOC |
| 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. CUAUHTEMOC |
| 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. CUAUHTEMOC |
| ZIP: | 06599 |
| 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: | COMPTROLLER |
| 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 SUPERVISOR |
| NAME: | LIC. ANNA DOMINGUEZ GONZALEZ |
| ADDRESS: | PARQUE VIA 198 - 7 TH . FLOOR OFFICE 701, COL. CUAUHEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| 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. CUAUHTEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 14 25 |
| FAX: | 55 46 43 74 |
| E-MAIL: | smedinan@telmex.com |

| | |
|---------------|--|
| POSITION BMV: | PAYMENT RESPOSIBLE |
| POSITION: | COMPTROLLER |
| NAME: | LIC. ROLANDO REYNIER VALDES |
| ADDRESS: | PARQUE VIA 198 - 5 TH . FLOOR OFFICE 502, COL. CUAUHTEMOC |
| ZIP: | 06599 |
| CITY: | MEXICO, D.F. |
| TELEPHONE: | 52 22 92 92 |
| FAX: | 57 05 62 31 |
| E-MAIL: | rreynier@telmex.com |

MEXICAN STOCK EXCHANGE

Index

SIFIC/ICS

STOCK EXCHANGE CODE: TELMEX QUARTER: 3 YEAR: 2008

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

BOARD OF DIRECTORS

Consolidated

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| POSITION | NAME | | | |
|-----------------------------------|------|------------------|------------------|-------------|
| CHAIRMAN OF THE BOARD | ING. | JAIME | CHICO | PARDO |
| CO-CHAIRMAN | LIC. | CARLOS | SLIM | DOMIT |
| 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. | JOHN | STEPHENS | |
| 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 |
| | | | | |

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| | | | | |
|--|------|----------|---------|----------|
| 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. | AGUSTIN | FRANCO | MACIAS |
| 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: **October 21, 2008.**

TELÉFONOS DE MÉXICO, S.A.B. DE C.V.

By: /s/ _____

Name: Adolfo Cerezo Pérez
Title: Chief Financial Officer

Ref: TELÉFONOS DE MÉXICO, S.A.B. DE C.V. - **THIRD QUARTER 2008.**