After a brief analysis of the regulatory environment of the industry, which is based on a system of service concessions authorized by the government, an update of the legal proceedings of market participants is rendered, and a summary of the role of the Undersecretary of Telecommunications is provided.

The last section of this chapter offers a comparative overview of the telecommunications market in Chile as it compares to the rest of South America, based on key statistics and indicators.

Chapter 3 contains a market assessment, with a specific overview of the various products and services offered in the Chilean market.

The seven sections of this chapter analyze different product sectors that use the following overall categories throughout the report:

## · Satellites:

Includes earth stations and all ground satellites.

## PABX and Keysystems:

Includes all types of PAEX, including digital and data, and all small business systems described as "Multiline equipment".

## Cable Television:

Includes cable systems, microwave systems and closed circuit television.

## Celiular Telephone Service:

Includes mobile communications equipment such as cellular and traditional mobile radio, and pagers.