

This letter and its attachments have been prepared, with the assistance of our U.S. tax advisors, to provide information U.S. shareholders will need for U.S. federal income tax purposes. This material does not purport to be tax or legal advice. U.S. shareholders, and shareholders in any other jurisdictions, should consult their own tax advisors regarding the tax consequences of the spin-off, the allocation of basis and their own particular circumstances.

U.S. FEDERAL INCOME TAX INFORMATION FOR TELMEX SHAREHOLDERS

March 13, 2001

Dear Telmex Shareholders:

On September 25, 2000, Teléfonos de México, S.A. de C.V. ("Telmex") approved and implemented a Spin-off (the "Spin-off") of shares (or ADSs) of its controlled subsidiary, América Móvil, S.A. de C.V. ("America Movil") to the holders of record of the corresponding classes of shares (or ADSs) of Telmex on February 6, 2001 (the "Record Date"). Although shareholders did not receive separately tradable shares until various regulatory requirements had been satisfied and no trading of América Móvil shares took place until February 7, 2001 (the "Trading Date"), each shareholder is treated for U.S. federal income tax purposes as receiving a distribution of América Móvil shares on September 25, 2000 (the "Distribution Date") and the later actual distribution of shares is disregarded for U.S. federal income tax purposes. Please see the Telmex Information Statement dated September 15, 2000 for a discussion of the principal U.S. federal income tax consequences of the Spin-off to U.S. holders of Telmex shares or Telmex ADSs.

Any reference herein to shares of Telmex or América Móvil should be understood to apply also to ADSs of Telmex or América Móvil, respectively, except where the context indicates otherwise.

This letter contains information regarding the method of calculating your U.S. federal income tax basis in your Telmex and América Móvil shares and determining your holding period in your América Móvil shares. Also included is a model shareholder statement to be filed with your U.S. federal income tax return and a worksheet for calculating your U.S. federal income tax basis in each type of share you hold.

U.S. Federal Income Tax Basis

To determine any gain or loss from sales of Telmex or América Móvil shares after the Distribution Date, you will need to know your tax basis. Enclosed is a worksheet that illustrates how to allocate the tax basis in the Telmex shares you held on the Record Date among such shares and the América Móvil shares distributed to you with respect to such Telmex shares.

To allocate the tax basis in each type of Telmex shares you held you will need:

- the number of that class of Telmex shares that you held on the Record Date, and
- your total tax basis in those Telmex shares.

Generally, the total tax basis of a class of Telmex shares that you purchased is equal to the total price that you paid plus any commissions or other fees that you paid. If you received any of that class of Telmex shares as a gift, bequest or through a merger, reorganization, stock split or similar corporate transaction, special rules apply for purposes of determining the tax basis that are beyond the scope of this letter. Please consult your tax advisor for additional guidance with respect to the determination of the tax basis of your Telmex shares.

You received one share of the same class of América Móvil stock for every share of a class of Telmex stock you owned. U.S. federal income tax law requires that you allocate the tax basis of the Telmex shares you owned in each class between (i) those Telmex shares and (ii) the América Móvil shares received in the distribution (including fractional shares sold on your behalf, if any) in respect of those Telmex shares.

The basis allocation depends on the ratio of the fair market values of the Telmex and América Móvil shares of that class. The percentage of your tax basis in a class of Telmex shares to be allocated to América Móvil shares of that class as of the Record Date is based on the average of the high and low sale prices per share of Telmex and América Móvil shares of that class on the Trading Date in the appropriate market (the Mexican Bolsa, in respect of Telmex and América Móvil L shares and A shares; the New York Stock Exchange, in respect of Telmex and América Móvil L share ADSs; and NASDAQ, in respect of Telmex and América Móvil A share ADSs). The enclosed percentage calculation charts demonstrate the calculation of the fair market value ratios and set forth the appropriate percentages to use in determining the basis after the Spin-off for each class of Telmex and América Móvil shares. For these purposes, the L share ADSs and the A share ADSs are treated as separate classes of stock from the L shares and the A shares, respectively.

The enclosed tax basis allocation worksheet explains the allocation of basis in respect of each type of share based on the appropriate percentage calculation chart. The worksheet includes a sample allocation of tax basis between Telmex L share ADSs and América Móvil L share ADSs.

Holding Period

To determine your holding period for any América Móvil shares (assuming that you hold your shares as a capital asset), you should add (i) the period you hold the América Móvil shares from the Distribution Date until the date that you sell such shares and (ii) the previous period during which you held the Telmex shares with respect to which you received the distribution of such América Móvil shares.

For example, assume that you held the Telmex shares that entitled you to receive América Móvil shares for 1 year and 6 months prior to the Distribution Date of September 25, 2000. Assume further that you retain the América Móvil shares for 8 months after the Distribution Date and then dispose of all of the América Móvil shares on June 25, 2001. In that case, you will be treated as having held the América Móvil shares for a total of 2 years and 2 months before the disposition. Since the holding period of the América Móvil stock in such a case would exceed one year, any gain or loss on the disposition would be long-term capital gain or loss (assuming, as before, that you hold your shares as a capital asset).

The information regarding the U.S. federal income tax consequences of the Spin-off presented herein is for general reference only and does not purport to cover all U.S. federal income tax consequences that may apply to all categories of shareholders. All shareholders should consult their own tax advisors regarding the particular federal, foreign, state and local tax consequences of the Spin-off to them.

TELÉFONOS DE MÉXICO, S.A. DE C.V.

U.S. FEDERAL INCOME TAX BASIS

U.S. Federal Income Tax Basis Worksheet			
<i>Column A should be completed separately for each type of Telmex shares and each type of Telmex ADSs held by you on the Record Date. If you held both Telmex A shares and Telmex L share ADSs on the Record Date, you would separately allocate your basis in Telmex A shares and your basis in Telmex L share ADSs among the Telmex shares and the applicable class of América Móvil shares. You would therefore complete a worksheet in respect of Telmex and América Móvil A shares and another worksheet in respect of Telmex and América Móvil L share ADSs. Column B provides a hypothetical example for L share ADSs, assuming an original basis of \$2,800.</i>			
		A. Your Actual Shares	B. Hypothetical Example
1.	Number of Telmex shares (or ADSs) held		100 L share ADSs
2.	Number of América Móvil shares (or ADSs) received (same class and number as line 1)		100 L share ADSs
3.	Tax basis of pre-Spin-off Telmex shares (or ADSs)		\$2,800
4.	Percentage of the tax basis in line 3 that is allocated to your post-Spin-off Telmex shares (or ADSs) from Percentage Calculation Chart for appropriate Telmex shares, below, using line 4, Telmex column)		61.92%
5.	Percentage of the tax basis in line 3 that is allocated to your post-Spin-off América Móvil shares (or ADSs) from Percentage Calculation Chart for appropriate Telmex shares, below, using line 4, América Móvil column)		38.08%
6.	New aggregate tax basis of your post-Spin-off Telmex shares (or ADSs) (line 3 multiplied by line 4)		\$1733.76
7.	New tax basis per share (or per ADS) of your post-Spin-off Telmex shares (or ADSs) (line 6 divided by line 1) (For ADSs, tax basis per share would be the ADS number further divided by 20)		\$17.34 per Telmex L share ADS (\$0.867 per Telmex L share held in ADSs)
8.	Aggregate tax basis of the América Móvil shares (or ADSs) to which you were entitled in the Spin-off (line 3 multiplied by line 5)		\$1,066.24
9.	Tax basis per América Móvil share (or ADS) to which you were entitled in the Spin-off (line 8 divided by line 2) (For ADSs, tax basis per share would be the ADS number further divided by 20)		\$10.66 per América Móvil L share ADS (0.533 per América Móvil L share held in ADSs)

Percentage Calculation Chart for L Share ADSs				
	<i>(prices in U.S. dollars, based on NYSE trading; percentages rounded to two decimal places)</i>	Telmex L share ADSs	América Móvil L share ADSs	Total
1.	High stock price of L share ADSs on the Trading Date	33.593750	20.796875	
2.	Low stock price of L share ADSs on the Trading Date	32.593750	19.906250	
3.	Fair market value per L share ADS as of the Distribution Date (average of line 1 and line 2)	33.093750	20.3515625	53.4489375
4.	Percentage of tax basis allocable among Telmex L share ADSs and América Móvil L share ADSs (line 3 for Telmex or América Móvil, respectively, divided by line 3 "Total")	61.92%	38.08%	100.00%

Percentage Calculation Chart for L Shares				
	<i>(prices in Mexican Pesos, based on Mexican Bolsa trading; percentages rounded to two decimal places)</i>	Telmex L shares	América Móvil L shares	Total
1.	High stock price of L shares on the Trading Date	17.10	10.12	
2.	Low stock price of L shares on the Trading Date	15.80	9.68	
3.	Fair market value per L share as of the Distribution Date (average of line 1 and line 2)	16.45	9.90	26.35
4.	Percentage of tax basis allocable among Telmex L shares and América Móvil L shares (line 3 for Telmex or América Móvil, respectively, divided by line 3 "Total")	62.43%	37.57%	100.00%

Percentage Calculation Chart for A Share ADSs				
	<i>(prices in U.S. dollars, based on NASDAQ trading; percentages rounded to two decimal places)</i>	Telmex A share ADSs	América Móvil A share ADSs	Total
1.	High stock price of A share ADSs on the Trading Date	33.593750	21.125	
2.	Low stock price of A share ADSs on the Trading Date	32.593750	21.125	
3.	Fair market value per A share ADS as of the Distribution Date (average of line 1 and line 2)	33.09375	21.125	54.21875
4.	Percentage of tax basis allocable among Telmex A share ADSs and América Móvil A share ADSs (line 3 for Telmex or América Móvil, respectively, divided by line 3 "Total")	61.04%	38.96%	100.00%

Percentage Calculation Chart for A shares				
	<i>(prices in Mexican Pesos, based on Mexican Bolsa trading; percentages rounded to two decimal places)</i>	Telmex A shares	América Móvil A shares	Total
1.	High stock price of A shares on the Trading Date	16.00	9.90	
2.	Low stock price of A shares on the Trading Date	16.00	9.80	
3.	Fair market value per L share as of the Distribution Date (average of line 1 and line 2)	16.00	9.85	25.85
4.	Percentage of tax basis allocable among Telmex A shares and América Móvil A shares (line 3 for Telmex or América Móvil, respectively, divided by line 3 "Total")	61.90%	38.10%	100.00%

**SHAREHOLDER STATEMENT
PURSUANT TO TREASURY REGULATION §1.355-5(b)**

This is the required statement of a shareholder receiving a distribution of stock in América Móvil, S.A. de C.V. ("América Móvil" or the "controlled corporation") pursuant to Treasury Regulations §1.355-5(b).

1. The undersigned, a shareholder owning shares of Teléfonos de México, S.A. de C.V. ("Telmex") as of September 25, 2000, received a distribution of stock in the controlled corporation pursuant to Section 355 of the Internal Revenue Code of 1986, as amended.

2. The names and addresses of the corporations involved are as follows:

(a) Telmex (parent)

Teléfonos de México, S.A. de C.V.
Parque Vía 190, Colonia Cuauhtémoc, 06599 México, D.F., México

(b) América Móvil (controlled corporation)

América Móvil, S.A. de C.V.
Lago Alberto 366, Colonia Anáhuac, 11320 México, D.F., México

3. The undersigned surrendered no stock or securities in Telmex in connection with the distribution.

4. The undersigned received

(a) _____ L shares of América Móvil in the distribution in respect of an equivalent number of L shares of Telmex, and/or

(b) _____ L share ADSs of América Móvil in the distribution in respect of an equivalent number of L share ADSs of Telmex, and/or

(c) _____ A shares of América Móvil in the distribution in respect of an equivalent number of A shares of Telmex, and/or

(d) _____ A share ADSs of América Móvil in the distribution in respect of an equivalent number of A share ADSs of Telmex.

5. By letter dated September 25, 2000, Cleary, Gottlieb, Steen & Hamilton opined that the distribution by Telmex of shares of América Móvil should be a nontaxable Section 355 corporate separation.

Shareholder's signature

Spouse's signature (if stock held jointly)

**ATTACH THIS STATEMENT TO YOUR U.S. FEDERAL INCOME TAX RETURN FOR THE
TAX PERIOD INCLUDING SEPTEMBER 25, 2000.**