

Figures for the last 12 months

	March-00	March-99	Variation
Net sales	2,485,812	2,261,904	9.9%
Operating income	704,656	654,932	7.6%
Operating income + depreciation	907,267	833,987	8.8%
Consolidated net income	422,743	379,016	11.5%
Majority net income	422,633	378,924	11.5%

Sales Distribution
Jan. - Mar. 2000

Cement and mortar in Mexico	39.5%
Cement and mortar in the U.S.A.	24.5%
Concrete in Mexico	12.9%
Concrete in U.S.A.	7.3%
Others	15.7%

Sales Volumes

	I - 00 / I - 99
Cement in Mexico	19.0%
Cement in the U.S.A.	4.2%
Total cement	10.9%
Concrete in Mexico	38.1%
Concrete in U.S.A.	-4.2%
Total concrete	21.8%
Aggregates in Mexico	34.6%

Results

	I-2000	Quarter I-1999	Real Variation I-00 / I-99
Net sales	619,600	521,800	18.7%
Sales in Mexico	422,150	328,473	28.5%
Sales in U.S.A	197,450	193,327	2.1%
Cost of sales	379,000	340,200	11.4%
Gross income	240,600	181,600	32.5%
Operating expenses	66,300	53,600	23.7%
Operating income	174,300	128,000	36.2%
Operating income + depreciation	222,970	176,500	26.3%
Comprehensive financing cost	(13,100)	23,300	NA
Other financial operations	42,100	24,600	71.1%
Earnings before taxes	145,300	80,100	81.4%
Taxes and employee profit sharing	39,770	12,492	218.4%
Consolidated net income	105,530	67,608	56.1%
Majority net income	105,500	67,600	56.1%

Balance Sheet

	I-2000	Quarter I-1999	Real Variation I-00 / I-99
Total assets	4,934,100	4,996,500	-1.2%
Current assets	1,358,400	1,172,600	15.8%
Fixed assets	3,407,300	3,623,400	-6.0%
Other assets	168,400	200,500	-16.0%
Total liabilities	2,167,900	1,369,200	58.3%
Current liabilities	328,185	305,200	7.5%
Current liabilities with cost	153,685	126,800	21.2%
Long term liabilities	767,541	1,035,600	-25.9%
Long term liabilities with cost	762,841	1,031,200	-26.0%
Diferred taxes	931,700	0	NA
Other liabilities	140,474	28,400	394.6%
Consolidated stockholders' equity	2,766,200	3,627,300	-23.7%
Minority interest	836	815	2.6%
Majority stockholders' equity	2,765,364	3,626,485	-23.7%

Financial Highlights

	I-2000	Quarter I-1999
Net profit per share (Ps) ⁽¹⁾	\$0.32	\$0.20
Net profit per share last 12 months (Ps) ⁽¹⁾	\$1.26	\$1.14
Book value per share (Ps)	\$8.26	\$10.90
Stock price (Ps)	\$6.10	\$8.91
Operating income / Net sales	28.1%	24.5%
Operating income + Depreciation / Net sales	36.0%	33.8%
Net income / Net sales	17.0%	13.0%
Total liabilities / Total stockholders' equity	78.4%	37.7%
Current assets / Current liabilities (times)	4.14	3.84
Total liabilities / Total assets	43.9%	27.4%

(1)Based on: 334,719,000 shares in I-2000
332,831,000 shares in I-1999

Grupo Cementos de Chihuahua, S.A. de C.V. and Subsidiaries

Performance review for the 1st quarter of 2000

Financial Information

Grupo Cementos de Chihuahua net sales in the first quarter of 2000 were 619.6 million pesos, reflecting an 18.7% increase in real terms, compared to the first quarter of 1999.

During the quarter, 68.1% of the company's sales (422.1 million pesos) were made in the domestic market, rising 28.5% compared to the first quarter of 1999. These sales were broken down as follows: 58.0% corresponded to cement and mortar, 19.0% to ready-mix concrete, 3.6% to aggregates and 19.4% to other products.

31.9% of total quarter sales (US\$21.3 million, equivalent to \$197.5 million pesos) came from the U.S. market. These sales grew 5.2% in U.S. dollars and are broken down as follows: 77.0% in cement and mortar sales and 23.0% in ready-mix concrete sales.

Operating income in the first quarter of 2000 was 174.3 million pesos, a 36.2% gain in real terms over the first quarter of 1999. The operating margin in the first quarter was 28.1%, higher than the 24.5% obtained in the first quarter of 1999.

The operating cash flow (operating profit plus depreciation and amortization) was 223.0 million pesos, rising 26.3% over the same period of the previous year. This represented 36.0% of sales, compared to 33.8% in the first quarter of 1999.

Net financing cost (expenses minus financial income) reported during the quarter was 13.1 million pesos, 62.0% lower than the previous year.

During the quarter, the net comprehensive financial income was 13.1 million pesos, which compares quite favorably with the net comprehensive financial cost of 23.3 million pesos reported during the same period of the previous year. This income was due mainly to a lower net financing cost and a higher gain from monetary position.

In other expenses and income, 35.2 million pesos (US\$3.8 million) corresponded to deposits and provisions made to cover the antidumping tax on Mexican cement exports to the United States. This amount was 92.9% greater than that of the same quarter of 1999 due to a higher tax rate and to the additional provisions made on top of the deposits paid.

Net consolidated income in the first quarter of 2000 was 105.5 million pesos, 56.1% higher than the previous year.

Grupo Cementos de Chihuahua's total assets as of March 31, 2000 are 4,934.1 million pesos, 1.2% lower, in real terms to those reported on March 31, 1999.

GCC's total liabilities on March 31, 2000 are 2,167.9 million pesos, 58.3% greater than those reported on March 31, 1999. This rise is due to the recognition of deferred taxes of 931.7 million pesos, as a result of the application of the new bulletin D-4, which requires recognizing deferred taxes on all the temporary differences between the accounting and fiscal balances in the balance sheet. As a result, stockholders' equity fell 23.7% compared to that reported on the same date in 1999.

The company's net debt (interest-bearing debt less cash and investments) is 296.4 million pesos. This is a reduction of 53.8% against the first quarter of 1999, and of 27.0% compared to the fourth quarter of 1999.

Short-term debt at March 31, 2000 is 153.7 million pesos, of which 122.9 million pesos (US\$13.3 million) is denominated in U.S. dollars. The long-term bank debt is 762.8 million pesos, of which 524.5 million pesos (US\$56.7 million) is denominated in U.S. dollars.

Dollar-denominated bank debt had an average cost of 7.30% during the first quarter, while the peso-denominated debt cost was 18.69% during the same period.

Sales volume

Of the cement volume sold in the U.S. market, 51.5% was supplied through exports from the Samalayuca plant.

Of the total cement tonnage sold, 51.7% was in the U.S. market.

Highlights

On March 7, the United States Department of Commerce announced the final result of the eighth administrative review of antidumping taxes on Mexican cement imports to the U.S. The end result of this review, which comprises the period from August 1997 to July 1998, was a weighted average margin of 45.98%.

The final result comes at a time in which the U.S. authorities are in the process of reviewing the dumping order, in accordance with the «sunset» clause, with the final result awaited during the month of October 2000.



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FIRST QUARTER OF 2000

