

Figures for the last 12 months

	Sept.-00	Sept.-99	Variation
Net sales	2,737,717	2,372,191	15.4%
Operating income	787,386	672,726	17.0%
Operating income + depreciation	975,587	854,619	14.2%
Consolidated net income	486,992	373,230	30.5%
Majority net income	486,878	373,133	30.5%

Income Distribution
Jan. - Sept. 2000

Cement and mortar in Mexico	37.4%
Cement and mortar in the U.S.A.	26.5%
Concrete in Mexico	13.9%
Concrete in U.S.A.	6.7%
Others	15.4%

Sales Volumes Growth

	I - 00 / I - 99	II - 00 / II - 99	III - 00 / III - 99	Ac. 00 / Ac. 99
Cement in Mexico	19.0%	15.9%	18.2%	17.7%
Cement in the U.S.A.	4.2%	5.4%	9.5%	6.5%
Total cement	10.9%	9.8%	13.3%	11.3%
Concrete in Mexico	38.1%	36.5%	45.0%	40.4%
Concrete in U.S.A.	-4.2%	-13.6%	-7.3%	-8.4%
Total concrete	21.8%	18.5%	29.1%	23.4%
Aggregates in Mexico	34.6%	46.3%	45.0%	40.8%

Results

	III-2000	III-1999	Quarter Acum. III - 2000	Quarter Acum. III -1999	Real Variation III-00 / III-99	Real Variation Ac. III-00 / Ac. III-99
Net sales	740,332	643,050	2,082,200	1,798,900	15.1%	15.7%
Sales in Mexico	488,793	412,765	1,390,484	1,138,275	18.4%	22.2%
Sales in U.S.A	251,538	230,285	691,716	660,625	9.2%	4.7%
Cost of sales	451,562	387,307	1,266,400	1,124,300	16.6%	12.6%
Gross income	288,770	255,743	815,800	674,600	12.9%	20.9%
Operating expenses	73,360	64,394	208,200	177,300	13.9%	17.4%
Operating income	215,410	191,349	607,600	497,300	12.6%	22.2%
Operating income + depreciation	264,417	240,338	756,410	645,726	10.0%	17.1%
Comprehensive financing cost	(5,861)	16,208	(23,000)	60,600	N A	N A
Other financial operations	78,438	37,185	171,500	100,300	110.9%	71.0%
Earnings before taxes	142,832	137,955	459,100	336,400	3.5%	36.5%
Taxes and employee profit sharing	(9,282)	23,962	91,610	59,026	N.A	55.2%
Consolidated net income	152,115	113,993	367,490	277,374	33.4%	32.5%
Majority net income	152,080	113,960	367,400	277,300	33.5%	32.5%

Balance Sheet

Total assets			5,131,300	5,139,000		-0.1%
Current assets			1,462,800	1,340,400		9.1%
Fixed assets			3,503,400	3,590,100		-2.4%
Other assets			165,100	208,500		-20.8%
Total liabilities			2,191,900	1,392,400		57.4%
Current liabilities			418,615	414,600		1.0%
Current liabilities with cost			164,015	149,800		9.5%
Long term liabilities			644,230	944,400		-31.8%
Long term liabilities with cost			644,230	944,400		-31.8%
Diferred taxes			915,700	0		N A
Other liabilities			213,355	33,400		538.8%
Consolidated stockholders' equity			2,939,400	3,746,600		-21.5%
Minority interest			900	870		3.4%
Majority stockholders' equity			2,938,500	3,745,730		-21.6%

Financial Highlights

Net profit per share (Ps) ⁽¹⁾	\$0.46	\$0.34		
Net profit per share last 12 months (Ps) ⁽¹⁾	\$1.47	\$1.12		
Book value per share (Ps)			\$8.86	\$11.23
Stock price (Ps)			\$6.80	\$ 6.25
Operating income / Net sales	29.1%	29.8%	29.2%	27.6%
Operating income + Depreciation / Net sales	35.7%	37.4%	36.3%	35.9%
Net income / Net sales	20.5%	17.7%	17.6%	15.4%
Total liabilities / Total stockholders' equity			74.6%	37.2%
Current assets / Current liabilities (times)			3.49	3.23
Total liabilities / Total assets			42.7%	27.1%

(1)Based on: 331,625,000 shares in III - 2000
333,544,000 shares in III -1999

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

Performance review for the 3rd quarter of 2000

Financial Information

Grupo Cementos de Chihuahua's net sales during the third quarter of 2000 totaled 740.3 million pesos, reflecting a 15.1% rise in real terms compared to the same quarter in 1999.

During the quarter, 66.0% (488.8 million pesos) of the company's sales were in the domestic market, with an 18.4% rise over the same quarter of 1999. This increment was due to higher cement, concrete, concrete block and aggregates sales.

The U.S. market accounted for 34.0% of the company's third quarter sales (US\$26.6 million, equivalent to 251.5 million pesos). Growth was 12.2% in dollar terms due to higher cement sales.

Net sales during the first nine months of the year were 2.082 billion pesos, 15.7% growth in real terms, compared to 1999.

During the first nine months of the year, the Mexican market accounted for 66.8% (1.391 billion pesos) of the company's sales, while the rest (73.3 million dollars, equivalent to 691.7 million pesos) were in the U.S. market. Sales in Mexico registered an increase of 22.2% compared to 1999, broken down as follows: 56.1% corresponded to cement and mortar, 20.8% to ready-mix concrete, 5.3% to concrete block, 3.8% to aggregates and 14.0% to other products.

Sales in the first nine months of the year in the U.S. market grew 7.8% in U.S. dollars, with the following breakdown: 79.7% corresponded to cement and mortar and 20.3% to ready-mix concrete.

Operating profit in the third quarter of 2000 was 215.4 million pesos, for an increase of 12.6% in real terms, compared to that of the third quarter of 1999. The operating margin in the quarter was 29.1%. Operating profit in the first nine months was 607.6 million pesos, a 22.2% increase in real terms compared to 1999. The operating margin was 29.2% for the first nine months of the year.

The operating cash flow (operating profit plus depreciation and amortization) generated during the quarter was 264.4 million pesos, rising 10.0% against that of the same quarter of 1999. This represented 35.7% of sales. The operating cash flow generated during the first nine months was 756.4 million pesos, a 17.1% increase compared to the first nine months of 1999, representing 36.3% of sales.

Net financing cost (financial expenses less financial income) reported during the third quarter was 10.0 million pesos, 50.9% lower than in 1999. This reduction is the result of a 60.7% decrease in the net debt of GCC. Net financial expense reported during the first nine months of 2000 was 33.4 million pesos, 59.2% lower than in the first nine months of 1999.

During the quarter, net comprehensive financial income was 5.9 million pesos, which compares favorably with a financial expense of 16.2 million pesos reported during the same period of 1999. This income was due mainly to a lower net financing cost and higher income from monetary position. The net comprehensive financial income through the first nine months of the year was 23.0 million pesos, which also compares very favorably with the financial expense of 60.6 million pesos reported for the first nine months of 1999.

In other financial expenses reported during the third quarter, 52.2 million pesos (\$5.5 million dollars) corresponded to deposits and provisions for antidumping taxes on Mexican cement imports to the United States. The amount reported for this item during the quarter is 77.4% greater than that of the same quarter of 1999, as a result of the increase in cement exports during the third quarter of this year and higher provisions. In the first nine months, deposits and provisions were 127.8 million pesos (\$13.5 million U.S. dollars) for the same concept. These deposits and provisions are 58.8% higher than those reported during the same nine months of the previous year. The provisions made during the first nine months were 71.9 million (US\$7.6 million).

Due to an adjustment to the provisions for taxes payable, income tax provisions for the third quarter are negative.

Consolidated net income during the third quarter of 2000 was 152.1 million pesos, 33.4% greater than that of the previous year. Net consolidated income during the first nine months of 2000 was 367.5 million pesos, 32.5% higher than in 1999.

Total assets of Grupo Cementos de Chihuahua on September 30, 2000 are 5.131 billion pesos; similar to the amount reported on September 30, 1999.

As of September 30, 2000 GCC's total liabilities are 2.192 billion pesos, 57.4% higher than reported on the same date in 1999. This rise is due mainly to recognition of deferred taxes registered during the first quarter, as a result of the implementation of the new Bulletin D4, which requires recognizing deferred taxes for all the temporary differences between accounting and fiscal balances in the general balance sheet, as well as the provisions made with regard to antidumping taxes.

The company's net debt (interest-bearing debt minus cash and investments) is 182.9 million pesos. This shows a reduction of 60.7% against that reported as of September 30, 1999, and of 27.5% compared to June 30, 2000.

Short-term debt, as of September 30, 2000, is 164.0 million pesos, of which 123.6 million pesos (US\$13.1 million) is denominated in U.S. dollars. Long-term bank debt is 644.2 million pesos, of which 429.6 million pesos (\$45.5 million dollars) is denominated in dollars.

Dollar-denominated bank debt had an average cost of 7.7% during the third quarter. The financing cost of debt denominated in Mexican pesos was 17.4% during the same quarter.

Sales Volumes

Of the total cement tonnage sold during the third quarter, 55.0% was sold in the U.S. market. During the first nine months, the cement sales volume on the U.S. market represented 54.3% of the company's total cement sales.

Highlights

On August 31, 2000 the United States Department of Commerce disclosed the preliminary results of the ninth administrative review on antidumping taxes on Mexican cement imports into the United States. The preliminary result of this review, which comprises the period from August 1998 to July 1999, was an average weighted margin of 41.28%. This margin is lower than the 45.98% determined for the eight review.

On October 5, 2000 the International Trade Commission announced that the antidumping order against Mexican cement imports into the United States will remain in place.

GCC will ask for a review of this decision by a NAFTA panel and will also ask the Mexican Government to ask for a review at the World Trade Organization.



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THIRD QUARTER OF 2000

