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## **GCC REPORTS SECOND QUARTER 2008 RESULTS**

***Greater activity in the construction industry and integration of recent acquisitions strengthen GCC's results***

**Chihuahua, Chih., Mexico, July 23, 2008** – Grupo Cementos de Chihuahua S.A.B. de C.V. (“GCC” or “the Company”) (BMV: GCC\*), a leading cement and concrete producer in the markets where it competes in Mexico, the United States and Bolivia, today announced consolidated results for the quarter ended June 30, 2008.

During the second quarter of 2008 were generated double-digit volume growth in cement and concrete in the United States and Mexico compared to the first quarter of the year. These increases reflected more dynamic activity in the construction sector, the integration of acquisitions made in the first quarter of the year, and revenues generated by the new cement plant in Pueblo, Colorado. In addition, our operations in South America performed solidly.

### **Highlights from the quarter**

- Dollar-denominated sales in the second quarter of 2008 rose 43.5% compared to the first quarter of 2008. Growth by market was as follows:
  - United States + 61.8%
  - Mexico + 29.2%
  - Bolivia + 11.1%
- Operating income in dollars rose 97.1% in comparison with the first quarter of 2008.
- EBITDA in dollars in the second quarter of 2008 increased 64.6% compared to the first quarter of 2008.
- Net profit in dollars in the second quarter of 2008 was 120.0% greater than in the first quarter of 2008.
- The exchange rate of the peso against the dollar appreciated by 4.0% in the second quarter of 2008 in relation to the second quarter of 2007, which affected the conversion into pesos of our dollar-based operations.

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**KEY FIGURES** (millions of dollars)

	2Q 08	1Q 08	2Q 08 vs 1Q 08	2Q 07	2Q 08 vs 2Q 07	6M 08	6M 07	6M 08 vs 6M 07
Net Sales	217.8	151.8	43.5%	201.2	8.3%	369.6	354.3	4.3%
Operating Income	46.1	23.4	97.1%	60.9	-24.3%	69.5	92.7	-25.0%
EBITDA	66.0	40.1	64.6%	76.1	-13.3%	106.1	122.8	-13.6%
Consolidated Net Income	35.2	16.0	120.0%	51.9	-32.2%	51.2	76.1	-32.7%

*EBITDA: operating income + depreciation and amortization*

**KEY FIGURES** (millions of pesos)

	2Q 08	1Q 08	2Q 08 vs 1Q 08	2Q 07	2Q 08 vs 2Q 07	6M 08	6M 07	6M 08 vs 6M 07
Net Sales	2,276.7	1,640.9	38.7%	2,258.2	0.8%	3,917.6	4,003.8	-2.2%
Operating Income	486.6	248.4	95.9%	651.7	-25.3%	735.0	1,034.2	-28.9%
EBITDA	694.2	429.3	61.7%	823.0	-15.7%	1,123.5	1,375.0	-18.3%
Consolidated Net Income	358.1	167.3	114.0%	564.7	-36.6%	525.4	852.3	-38.4%

*EBITDA: operating income + depreciation and amortization*

**FINANCIAL RESULTS**

**Net sales** in the second quarter of 2008 totaled \$2,276.7 million pesos, a 0.8% increase over the same period of last year. Higher sales in the United States and Bolivia more than offset the decline in Mexico. The effect on sales growth of the appreciation of the peso against the dollar was 5.6%.

In the United States, sales in dollar terms rose 9.0% compared to the second quarter of 2007 as a result of the integration of new acquisitions, the start-up of the cement plant in Pueblo, Colorado, and a better pricing environment. Due to a lower exchange rate in the second quarter of 2008 compared to the same period of 2007, sales in peso terms rose 3.4%.

In Mexico, sales declined 6.6% in the second quarter compared to the year ago period. This was the result of a combination of: a decrease in cement, concrete and block volumes due to less activity in low-income housing construction and state and municipal public infrastructure projects; an increase in sales of prefabricated products, other construction materials and land; and a better pricing environment.

GCC's proportional sales in Bolivia rose 17.4% in the second quarter of 2008 compared to the same period of last year as a result of greater demand in the housing and public infrastructure sectors. Cement and concrete volumes in Bolivia rose 24.8% and 16.1%, respectively.

Net sales in the first half of 2008 rose 4.3% in dollar terms over the same period of last year.

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**NET SALES** (millions of dollars)

	2Q 08	1Q 08	2Q 08 vs 1Q 08	2Q 07	2Q 08 vs 2Q 07	6M 08	6M 07	6M 08 vs 6M 07
Consolidated	217.8	151.8	43.5%	201.2	8.3%	369.6	354.3	4.3%
United States	123.1	76.1	61.8%	112.9	9.0%	199.2	188.7	5.6%
Mexico	75.7	58.6	29.2%	74.2	2.0%	134.3	138.8	-3.2%
Bolivia	19.0	17.1	11.1%	14.1	34.8%	36.1	26.8	34.7%

**NET SALES** (millions of pesos)

	2Q 08	1Q 08	2Q 08 vs 1Q 08	2Q 07	2Q 08 vs 2Q 07	6M 08	6M 07	6M 08 vs 6M 07
Consolidated	2,276.7	1,640.9	38.7%	2,258.2	0.8%	3,917.6	4,003.8	-2.2%
United States	1,290.8	814.5	58.5%	1,248.2	3.4%	2,105.3	2,100.5	0.2%
Mexico	776.3	638.2	21.6%	831.5	-6.6%	1,414.5	1,561.9	-9.4%
Bolivia	209.6	188.2	11.4%	178.5	17.4%	397.8	341.4	16.5%

**CHANGE IN SALES VOLUME (%)**

	2Q 08 vs 1Q 08	2Q 08 vs 2Q 07	6M 08 vs 6M 07
Cement	33.3%	-6.7%	-7.3%
Concrete	44.7%	-1.0%	-9.6%
Blocks	9.0%	-4.5%	4.7%
Aggregates	3.0%	-25.5%	-23.4%

The **Cost of Sales** registered in the second quarter of this year was \$1,596.4 million pesos, 7.9 percentage points greater than in the second quarter of 2007. This is due primarily to a greater percentage of concrete sales in the United States as a result of the integration of recent acquisitions, which had a 5.2 percentage point impact on the cost of sales, and the inclusion of costs and depreciation related to the new cement plant operations in Pueblo, Colorado.

In the first half of 2008, the cost of sales represented 71.4% of net sales, reflecting the integration of recent acquisitions in the United States, costs related to the new cement plant operations in Pueblo, Colorado, and the increase in asset depreciation.

**Operating Expenses** represented 8.5% of sales, an increase of only 0.1 percentage point compared to the second quarter of 2007. This slight variation reflects strict expense controls and the company's austerity policy, factors that contributed to offsetting the integration of expenses from operations acquired in the first quarter of the year. In the first half of 2008, operating expenses represented 9.8% of sales, 0.7 percentage points less than in the first half of 2007.

**Operating Income** totaled \$486.6 million pesos and represented 21.4% of sales. This margin was lower than in the second quarter of 2007 due to the integration of acquired concrete operations – which have a lower margin than cement operations – and operating expenses from the cement plant in Pueblo,

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Colorado. In the first half of 2008, operating income was \$735 million pesos and represented 18.8% of sales. In the second quarter of 2008, operating income rose 95.9% over the first quarter of 2008.

**EBITDA** in the second quarter of the year totaled \$694.2 million pesos and represented 30.5% of sales, a lower margin than in the year ago period as a result of the aforementioned factors. In the first half of 2008, EBITDA was \$1,123.5 million pesos and represented 28.7% of sales. EBITDA in the second quarter of 2008 rose 61.7% over the first quarter of the year due to higher sales and lower costs and expenses on a percentage basis.

GCC registered **Other Expenses** of \$28.1 million pesos in the second quarter of 2008, 6.6% less than in the same period of last year. In the first half of the year, there was a 29.0% decline in this figure compared to the same period of 2007.

The **Comprehensive Financing Result** in the second quarter of the year was a \$34.1 million peso cost compared to a \$49.8 million peso gain registered in the same quarter of last year. This variation was due to a combination of the following factors: the elimination of the monetary gain in accordance with NIF-B10, which excludes the effects of inflation as of 2008, in the amount of \$89.9 million pesos; lower financial income; higher interest expenses; and a greater exchange gain. In the first half of 2008, the comprehensive financing result was an \$89.4 million peso cost, compared to an \$18.9 million peso gain registered in the same period of last year, due to the aforementioned factors.

GCC registered **Extraordinary Expenses** of \$3.6 million pesos in the second quarter of 2008, a decrease of 23.4% compared to the same period of last year as a result of lower antidumping tariffs derived from a decrease in cement exports from Mexico to the United States. Similarly, these expenses declined by 28.9% in the first half of the year compared to the first half of 2007, due to lower exports from Mexico to the United States.

**Consolidated Net Income** totaled \$358.1 million pesos, lower than the \$564.7 million pesos registered in the second quarter of 2007. Cumulative net income in the first half of 2008 declined 38.4% compared to the year ago period. Net income in the second quarter of 2008 rose 114.0% with respect to the first quarter of 2008.

**Free Cash Flow** was \$188.0 million pesos in the second quarter of the year, compared to the \$605.3 million pesos registered in the second quarter of 2007. This variation is primarily the result of lower EBITDA, higher net financial expenses, an increase in working capital, and higher taxes paid in cash.

In the first half of 2008, free cash flow was (\$17.3) million pesos, compared to \$517.1 million pesos registered in the year ago period. This variation was primarily due to lower EBITDA, an increase in working capital, higher net financial expenses and higher taxes paid in cash.

**EBITDA AND FREE CASH FLOW** (millions of pesos)

	2Q 08	2Q 07	Var	6M 08	6M 07	Var
<b>Operating income</b>	<b>486.6</b>	<b>651.7</b>	<b>-25.3%</b>	<b>735.0</b>	<b>1,034.2</b>	<b>-28.9%</b>
Depreciation and amortization	207.6	171.3	21.2%	388.5	340.8	14.0%
<b>EBITDA</b>	<b>694.2</b>	<b>823.0</b>	<b>-15.7%</b>	<b>1,123.5</b>	<b>1,375.0</b>	<b>-18.3%</b>
Interest income (expense)	(92.6)	(66.6)	39.0%	(163.1)	(134.0)	21.7%
(Increase) Decrease in working capital	(257.7)	16.1	NA	(693.4)	(442.7)	56.6%
Taxes	(40.5)	(12.5)	224.6%	(46.2)	(18.8)	145.7%
Antidumping tariffs	(3.6)	(4.7)	-23.4%	(6.9)	(9.7)	-28.9%
Capital expenditures*	(83.7)	(119.9)	-30.2%	(192.1)	(197.6)	-2.8%
Others	(28.1)	(30.1)	-6.6%	(39.1)	(55.1)	-29.0%
<b>Free cash flow</b>	<b>188.0</b>	<b>605.3</b>	<b>-68.9%</b>	<b>(17.3)</b>	<b>517.1</b>	<b>NA</b>

\* Excludes investments in new production capacity and acquisitions

GCC's **Interest-Bearing Debt** increased 18.9% compared to the same quarter of last year due to the financing obtained for the acquisitions made in the first quarter of 2008.

**INTEREST-BEARING DEBT** (millions of pesos)

	GCC	SOBOCE*	CONSOLIDATED
<b>TOTAL</b>	<b>7,386.4</b>	<b>407.4</b>	<b>7,793.8</b>
Short term	380.2	51.5	431.7
Long term	7,006.2	355.9	7,362.1

\* GCC's proportional share

As of June 30, 2008, net debt totaled \$7,432.2 million pesos and the net debt to EBITDA ratio was 2.88 times.

GCC's **Total Assets** as of June 30, 2008 were \$20,898.8 million pesos, an increase of 11.4% compared to the year ago period, reflecting capital investments in the new cement plant in Pueblo, Colorado and the recently acquired assets in the United States.

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## **BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

All figures herein were prepared in accordance with Mexican Financial Reporting Standards, and are expressed in nominal Mexican pesos, except 2007 figures which have been restated in constant Mexican pesos of December 31, 2007 in accordance with NIF-B10. Unless otherwise stated, all percentage changes refer to the 2008 figures compared to those of the same period in 2007.

GCC consolidates the 47.02% stake in Sociedad Boliviana de Cemento, S.A. (SOBOCE) and subsidiaries in which it holds common control. The consolidation is undertaken in accordance with the proportional consolidation method set out in International Accounting Standards "Financial Reporting of Interest in Joint Ventures" (IAS 31). Pro forma results excluding SOBOCE are provided in the full financial statements.

## **ABOUT GCC**

GCC is a leading supplier of cement, aggregates, concrete and construction-related services in Mexico and the United States, and holds a significant share in Bolivia's largest cement company. The Company's annual cement production capacity is 4.9 million tons.

Founded in 1941, the Company's shares trade on the Mexican Stock Exchange under the ticker symbol GCC\*.

*This document contains forward-looking statements relating to Grupo Cementos de Chihuahua S.A.B. de C.V. and subsidiaries (GCC) based upon management projections. These projections reflect GCC's opinion on future events that may be subject to a number of risks and uncertainties. Various factors may cause actual results to differ from those expressed herein, including, among others, changes in macroeconomic, political, governmental or business conditions in the markets where GCC operates; changes in interest rates, inflation rates and currency exchange rates; construction industry performance; pricing, business strategy and other factors. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described herein. GCC assumes no obligation to update or correct the information contained in this press release.*

## Income Statement

(thousands of pesos)

	2Q 2008	%	2Q 2007	%	2Q08 / 2Q07
<b>Net sales</b>	<b>2,276,700</b>	100.0%	<b>2,258,200</b>	100.0%	0.8%
Mexico sales	776,300	34.1%	831,500	36.8%	-6.6%
U.S.A. sales	1,290,800	56.7%	1,248,200	55.3%	3.4%
Bolivia sales	209,600	9.2%	178,500	7.9%	17.4%
Cost of sales	1,596,400	70.1%	1,416,200	62.7%	12.7%
<b>Gross income</b>	<b>680,300</b>	29.9%	<b>842,000</b>	37.3%	-19.2%
Operating expenses	193,700	8.5%	190,300	8.4%	1.8%
<b>Operating income</b>	<b>486,600</b>	21.4%	<b>651,700</b>	28.9%	-25.3%
Other (income) and expenses	28,100	1.2%	30,100	1.3%	-6.6%
<b>Financing costs</b>					
Financial expenses	(100,100)	-4.4%	(80,100)	-3.5%	25.0%
Financial income	7,500	0.3%	13,500	0.6%	-44.4%
Monetary effect	-	0.0%	89,900	4.0%	N/A
Exchange loss	58,500	2.6%	26,500	1.2%	120.8%
<b>Total</b>	<b>(34,100)</b>	-1.5%	<b>49,800</b>	2.2%	N/A
Non ordinary items	3,600	0.2%	4,700	0.2%	-23.4%
<b>Income before taxes</b>	<b>420,800</b>	18.5%	<b>666,700</b>	29.5%	-36.9%
Income taxes	62,700	2.8%	102,000	4.5%	-38.5%
<b>Net consolidated income</b>	<b>358,100</b>	15.7%	<b>564,700</b>	25.0%	-36.6%
Net income of majority interest	346,000	15.2%	553,000	24.5%	-37.4%
Net income of minority interest	12,100	0.5%	11,700	0.5%	3.4%
<b>EBITDA</b>	<b>694,200</b>	30.5%	<b>823,000</b>	36.4%	-15.7%
Net financial expenses	(92,600)	-4.1%	(66,600)	-2.9%	39.0%
Free cash flow	188,000	8.3%	605,325	26.8%	-68.9%

## Income Statement

(thousands of dollars)

	2T 2008	%	2T 2007	%	2T08 / 2T07
<b>Net sales</b>	<b>217,800</b>	100.0%	<b>201,200</b>	100.0%	8.3%
Mexico sales	75,700	34.8%	74,200	36.9%	2.0%
U.S.A. sales	123,100	56.5%	112,900	56.1%	9.0%
Bolivia sales	19,000	8.7%	14,100	7.0%	34.8%
Cost of sales	153,100	70.3%	124,300	61.8%	23.2%
<b>Gross income</b>	<b>64,700</b>	29.7%	<b>76,900</b>	38.2%	-15.9%
Operating expenses	18,600	8.5%	16,000	8.0%	16.3%
<b>Operating income</b>	<b>46,100</b>	21.2%	<b>60,900</b>	30.3%	-24.3%
Other (income) and expenses	2,600	1.2%	3,300	1.6%	-21.2%
<b>Financing costs</b>					
Financial expenses	(9,900)	-4.5%	(6,700)	-3.3%	47.8%
Financial income	800	0.4%	1,200	0.6%	-33.3%
Monetary effect	-	0.0%	7,300	3.6%	N/A
Exchange loss	5,700	2.6%	2,300	1.1%	147.8%
<b>Total</b>	<b>(3,400)</b>	-1.6%	<b>4,100</b>	2.0%	-182.9%
Non ordinary items	400	0.2%	500	0.2%	-20.0%
<b>Income before taxes</b>	<b>39,700</b>	18.2%	<b>61,200</b>	30.4%	-35.1%
Income taxes	4,500	2.1%	9,300	4.6%	-51.6%
<b>Net consolidated income</b>	<b>35,200</b>	16.2%	<b>51,900</b>	25.8%	-32.2%
<b>EBITDA</b>	<b>66,000</b>	30.3%	<b>76,100</b>	37.8%	-13.3%

## Cumulative Income Statement

(thousands of pesos)

	2008	%	2007	%	2008 / 2007
<b>Net sales</b>	<b>3,917,600</b>	100.0%	<b>4,003,800</b>	100.0%	-2.2%
Mexico sales	1,414,500	36.1%	1,561,900	39.0%	-9.4%
U.S.A. sales	2,105,300	53.7%	2,100,500	52.5%	0.2%
Bolivia sales	397,800	10.2%	341,400	8.5%	16.5%
Cost of sales	2,798,700	71.4%	2,606,200	65.1%	7.4%
<b>Gross income</b>	<b>1,118,900</b>	28.6%	<b>1,397,600</b>	34.9%	-19.9%
Operating expenses	383,900	9.8%	363,400	9.1%	5.6%
<b>Operating income</b>	<b>735,000</b>	18.8%	<b>1,034,200</b>	25.8%	-28.9%
Other (income) and expenses	39,100	1.0%	55,100	1.4%	-29.0%
<b>Financing costs</b>					
Financial expenses	(181,900)	-4.6%	(163,000)	-4.1%	11.6%
Financial income	18,800	0.5%	29,000	0.7%	-35.2%
Monetary effect	-	0.0%	151,800	3.8%	-100.0%
Exchange loss	73,700	1.9%	1,100	0.0%	6600.0%
<b>Total</b>	<b>(89,400)</b>	-2.3%	<b>18,900</b>	0.5%	N/A
Non ordinary items	6,900	0.2%	9,700	0.2%	-28.9%
<b>Income before taxes</b>	<b>599,600</b>	15.3%	<b>988,300</b>	24.7%	-39.3%
Income taxes	74,200	1.9%	136,000	3.4%	-45.4%
<b>Net consolidated income</b>	<b>525,400</b>	13.4%	<b>852,300</b>	21.3%	-38.4%
Net income of majority interest	505,700	12.9%	829,800	20.7%	-39.1%
Net income of minority interest	19,700	0.5%	22,500	0.6%	-12.4%
<b>EBITDA</b>	<b>1,123,500</b>	28.7%	<b>1,375,000</b>	34.3%	-18.3%
Net financial expenses	(163,100)	-4.2%	(134,000)	-3.3%	21.7%
Free cash flow	(17,283)	-0.4%	517,098	12.9%	N/A

## Cumulative Income Statement

(thousands of dollars)

	2008	%	2007	%	2008 / 2007
<b>Net sales</b>	<b>369,600</b>	100.0%	<b>354,300</b>	100.0%	4.3%
Mexico sales	134,300	36.3%	138,800	39.2%	-3.2%
U.S.A. sales	199,200	53.9%	188,700	53.3%	5.6%
Bolivia sales	36,100	9.8%	26,800	7.6%	34.7%
Cost of sales	264,000	71.4%	230,200	65.0%	14.7%
<b>Gross income</b>	<b>105,600</b>	28.6%	<b>124,100</b>	35.0%	-14.9%
Operating expenses	36,100	9.8%	31,400	8.9%	15.0%
<b>Operating income</b>	<b>69,500</b>	18.8%	<b>92,700</b>	26.2%	-25.0%
Other (income) and expenses	3,600	1.0%	5,300	1.5%	-32.1%
<b>Financing costs</b>					
Financial expenses	(17,200)	-4.7%	(14,500)	-4.1%	18.6%
Financial income	1,800	0.5%	2,600	0.7%	-30.8%
Monetary effect	-	0.0%	13,700	3.9%	N/A
Exchange loss	7,000	1.9%	100	0.0%	6900.0%
<b>Total</b>	<b>(8,400)</b>	-2.3%	<b>1,900</b>	0.5%	-542.1%
Non ordinary items	700	0.2%	900	0.3%	-22.2%
<b>Income before taxes</b>	<b>56,800</b>	15.4%	<b>88,400</b>	25.0%	-35.7%
Income taxes	5,600	1.5%	12,300	3.5%	-54.5%
<b>Net consolidated income</b>	<b>51,200</b>	13.9%	<b>76,100</b>	21.5%	-32.7%
<b>EBITDA</b>	<b>106,100</b>	28.7%	<b>122,800</b>	34.7%	-13.6%

## Pro-forma Income Statement\*

(thousands of pesos)

	<b>2Q 2008</b>	%	<b>2Q 2007</b>	%	<b>2Q08 / 2Q07</b>
<b>Net sales</b>	<b>2,067,100</b>	100.0%	<b>2,079,700</b>	100.0%	-0.6%
Mexico sales	776,300	37.6%	831,500	40.0%	-6.6%
U.S.A. sales	1,290,800	62.4%	1,248,200	60.0%	3.4%
Cost of sales	1,455,000	70.4%	1,293,600	62.2%	12.5%
<b>Gross income</b>	<b>612,100</b>	29.6%	<b>786,100</b>	37.8%	-22.1%
Operating expenses	169,500	8.2%	165,600	8.0%	2.4%
<b>Operating income</b>	<b>442,600</b>	21.4%	<b>620,500</b>	29.8%	-28.7%
Other (income) and expenses	28,400	1.4%	33,900	1.6%	-16.2%
<b>Financing costs</b>					
Financial expenses	(91,200)	-4.4%	(70,100)	-3.4%	30.1%
Financial income	5,700	0.3%	12,800	0.6%	-55.5%
Monetary effect	-	0.0%	92,300	4.4%	N/A
Exchange loss	54,000	2.6%	26,500	1.3%	103.8%
<b>Total</b>	<b>(31,500)</b>	-1.5%	<b>61,500</b>	3.0%	N/A
Equity in net income of associates	33,473	1.6%	13,520	0.7%	147.6%
Non ordinary items	3,600	0.2%	4,700	0.2%	-23.4%
<b>Income before taxes</b>	<b>412,573</b>	20.0%	<b>656,920</b>	31.6%	-37.2%
Income taxes	66,600	3.2%	103,900	5.0%	-35.9%
<b>Net consolidated income</b>	<b>345,973</b>	16.7%	<b>553,020</b>	26.6%	-37.4%
Net income of majority interest	346,000	16.7%	553,000	26.6%	-37.4%
Net income of minority interest	(27)	0.0%	20	0.0%	N/A
<b>EBITDA</b>	<b>634,000</b>	30.7%	<b>779,400</b>	37.5%	-18.7%
Net financial expenses	(85,500)	-4.1%	(57,300)	-2.8%	49.2%
Free cash flow	66,600	3.2%	548,725	26.4%	-87.9%

\* The results of Sociedad Boliviana de Cemento, S.A. y Subsidiarias (SOBOCE) are included using the participation method.

## Pro-forma Income Statement\*

(thousands of dollars)

	2T 2008	%	2T 2007	%	2T08 / 2T07
<b>Net sales</b>	<b>198,800</b>	100.0%	<b>187,100</b>	100.0%	6.3%
Mexico sales	75,700	38.1%	74,200	39.7%	2.0%
U.S.A. sales	123,100	61.9%	112,900	60.3%	9.0%
Cost of sales	140,200	70.5%	114,600	61.3%	22.3%
<b>Gross income</b>	<b>58,600</b>	29.5%	<b>72,500</b>	38.7%	-19.2%
Operating expenses	16,400	8.2%	14,300	7.6%	14.7%
<b>Operating income</b>	<b>42,200</b>	21.2%	<b>58,200</b>	31.1%	-27.5%
Other (income) and expenses	2,600	1.3%	3,400	1.8%	-23.5%
<b>Financing costs</b>					
Financial expenses	(9,100)	-4.6%	(5,900)	-3.2%	54.2%
Financial income	600	0.3%	1,100	0.6%	-45.5%
Monetary effect	-	0.0%	7,500	4.0%	-100.0%
Exchange loss	5,400	2.7%	2,300	1.2%	134.8%
<b>Total</b>	<b>(3,100)</b>	-1.6%	<b>5,000</b>	2.7%	-162.0%
Equity in net income of associates	3,000	1.5%	800	0.4%	275.0%
Non ordinary items	400	0.2%	500	0.3%	-20.0%
<b>Income before taxes</b>	<b>39,100</b>	19.7%	<b>60,100</b>	32.1%	-34.9%
Income taxes	4,900	2.5%	9,200	4.9%	-46.7%
<b>Net consolidated income</b>	<b>34,200</b>	17.2%	<b>50,900</b>	27.2%	-32.8%
<b>EBITDA</b>	<b>60,500</b>	30.4%	<b>72,400</b>	38.7%	-16.4%

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## Cumulative Pro-forma Income Statement\*

(thousands of pesos)

	2008	%	2007	%	2008 / 2007
<b>Net sales</b>	<b>3,519,800</b>	100.0%	<b>3,662,400</b>	100.0%	-3.9%
Mexico sales	1,414,500	40.2%	1,561,900	42.6%	-9.4%
U.S.A. sales	2,105,300	59.8%	2,100,500	57.4%	0.2%
Cost of sales	2,526,900	71.8%	2,364,900	64.6%	6.9%
<b>Gross income</b>	<b>992,900</b>	28.2%	<b>1,297,500</b>	35.4%	-23.5%
Operating expenses	336,500	9.6%	316,000	8.6%	6.5%
<b>Operating income</b>	<b>656,400</b>	18.6%	<b>981,500</b>	26.8%	-33.1%
Other (income) and expenses	40,500	1.2%	59,400	1.6%	-31.8%
<b>Financing costs</b>					
Financial expenses	(163,400)	-4.6%	(142,000)	-3.9%	15.1%
Financial income	15,900	0.5%	27,600	0.8%	-42.4%
Monetary effect	-	0.0%	142,800	3.9%	N/A
Exchange loss	51,900	1.5%	1,100	0.0%	4618.2%
<b>Total</b>	<b>(95,600)</b>	-2.7%	<b>29,500</b>	0.8%	N/A
Equity in net income of associates	61,385	1.7%	27,922	0.8%	119.8%
Non ordinary items	6,900	0.2%	9,700	0.3%	-28.9%
<b>Income before taxes</b>	<b>574,785</b>	16.3%	<b>969,822</b>	26.5%	-40.7%
Income taxes	69,100	2.0%	139,900	3.8%	-50.6%
<b>Net consolidated income</b>	<b>505,685</b>	14.4%	<b>829,922</b>	22.7%	-39.1%
Net income of majority interest	505,700	14.4%	829,900	22.7%	-39.1%
Net income of minority interest	(15)	0.0%	22	0.0%	N/A
<b>EBITDA</b>	<b>1,016,300</b>	28.9%	<b>1,294,900</b>	35.4%	-21.5%
Net financial expenses	(147,500)	-4.2%	(114,400)	-3.1%	28.9%
Free cash flow	(144,100)	-4.1%	531,298	14.5%	-127.1%

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## Cumulative Pro-forma Income Statement\*

(thousands of dollars)

	<b>2008</b>	%	<b>2007</b>	%	<b>2008 / 2007</b>
<b>Net sales</b>	<b>333,500</b>	100.0%	<b>327,500</b>	100.0%	1.8%
Mexico sales	134,300	40.3%	138,800	42.4%	-3.2%
U.S.A. sales	199,200	59.7%	188,700	57.6%	5.6%
Cost of sales	239,300	71.8%	211,200	64.5%	13.3%
<b>Gross income</b>	<b>94,200</b>	28.2%	<b>116,300</b>	35.5%	-19.0%
Operating expenses	31,800	9.5%	28,000	8.5%	13.6%
<b>Operating income</b>	<b>62,400</b>	18.7%	<b>88,300</b>	27.0%	-29.3%
Other (income) and expenses	3,700	1.1%	5,500	1.7%	-32.7%
<b>Financing costs</b>					
Financial expenses	(15,500)	-4.6%	(12,800)	-3.9%	21.1%
Financial income	1,500	0.4%	2,400	0.7%	-37.5%
Monetary effect	-	0.0%	13,100	4.0%	N/A
Exchange loss	5,100	1.5%	100	0.0%	N/A
<b>Total</b>	<b>(8,900)</b>	-2.7%	<b>2,800</b>	0.9%	-417.9%
Equity in net income of associates	5,600	1.7%	2,900	0.9%	93.1%
Non ordinary items	700	0.2%	900	0.3%	-22.2%
<b>Income before taxes</b>	<b>54,700</b>	16.4%	<b>87,600</b>	26.7%	-37.6%
Income taxes	5,200	1.6%	12,500	3.8%	-58.4%
<b>Net consolidated income</b>	<b>49,500</b>	14.8%	<b>75,100</b>	22.9%	-34.1%
<b>EBITDA</b>	<b>96,400</b>	28.9%	<b>116,200</b>	35.5%	-17.0%

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## 2008 Income statement

(thousands of pesos)

	1Q 2008	%	2Q 2008	%	2Q08 / 1Q08	2008
<b>Net sales</b>	<b>1,640,900</b>	100.0%	<b>2,276,700</b>	100.0%	38.7%	<b>3,917,600</b>
Mexico sales	638,200	38.9%	776,300	34.1%	21.6%	1,414,500
U.S.A. sales	814,500	49.6%	1,290,800	56.7%	58.5%	2,105,300
Bolivia sales	188,200	11.5%	209,600	9.2%	11.4%	397,800
Cost of sales	1,202,300	73.3%	1,596,400	70.1%	32.8%	2,798,700
<b>Gross income</b>	<b>438,600</b>	26.7%	<b>680,300</b>	29.9%	55.1%	<b>1,118,900</b>
Operating expenses	190,200	11.6%	193,700	8.5%	1.8%	383,900
<b>Operating income</b>	<b>248,400</b>	15.1%	<b>486,600</b>	21.4%	95.9%	<b>735,000</b>
Other (income) and expenses	11,000	0.7%	28,100	1.2%	155.5%	39,100
<b>Financing costs</b>						
Financial expenses	(81,800)	-5.0%	(100,100)	-4.4%	22.4%	(181,900)
Financial income	11,300	0.7%	7,500	0.3%	-33.6%	18,800
Monetary effect	-	0.0%	-	0.0%	NA	-
Exchange loss	15,200	0.9%	58,500	2.6%	284.9%	73,700
<b>Total</b>	<b>(55,300)</b>	-3.4%	<b>(34,100)</b>	-1.5%	-38.3%	<b>(89,400)</b>
Non ordinary items	3,300	0.2%	3,600	0.2%	9.1%	6,900
<b>Income before taxes</b>	<b>178,800</b>	10.9%	<b>420,800</b>	18.5%	135.3%	<b>599,600</b>
Income taxes	11,500	0.7%	62,700	2.8%	445.2%	74,200
<b>Net consolidated income</b>	<b>167,300</b>	10.2%	<b>358,100</b>	15.7%	114.0%	<b>525,400</b>
Net income of majority interest	159,700	9.7%	346,000	15.2%	116.7%	505,700
Net income of minority interest	7,600	0.5%	12,100	0.5%	59.2%	19,700
<b>EBITDA</b>	<b>429,300</b>	26.2%	<b>694,200</b>	30.5%	61.7%	<b>1,123,500</b>

## 2007 Income statement

(thousands of pesos)

	1Q 2007		2Q 2007		2Q07 / 1Q07	2007
<b>Net sales</b>	<b>1,745,600</b>	100.0%	<b>2,258,200</b>	100.0%	29.4%	<b>4,003,800</b>
Mexico sales	730,400	41.8%	831,500	36.8%	13.8%	1,561,900
U.S.A. sales	852,300	48.8%	1,248,200	55.3%	46.5%	2,100,500
Bolivia sales	162,900	9.3%	178,500	7.9%	9.6%	341,400
Cost of sales	1,190,000	68.2%	1,416,200	62.7%	19.0%	2,606,200
<b>Gross income</b>	<b>555,600</b>	31.8%	<b>842,000</b>	37.3%	51.5%	<b>1,397,600</b>
Operating expenses	173,100	9.9%	190,300	8.4%	9.9%	363,400
<b>Operating income</b>	<b>382,500</b>	21.9%	<b>651,700</b>	28.9%	70.4%	<b>1,034,200</b>
Other (income) and expenses	25,000	1.4%	30,100	1.3%	20.4%	55,100
<b>Financing costs</b>						
Financial expenses	(82,900)	-4.7%	(80,100)	-3.5%	-3.4%	(163,000)
Financial income	15,500	0.9%	13,500	0.6%	-12.9%	29,000
Monetary effect	61,900	3.5%	89,900	4.0%	45.2%	151,800
Exchange loss	(25,400)	-1.5%	26,500	1.2%	-204.3%	1,100
<b>Total</b>	<b>(30,900)</b>	-1.8%	<b>49,800</b>	2.2%	-261.2%	<b>18,900</b>
Non ordinary items	5,000	0.3%	4,700	0.2%	-6.0%	9,700
<b>Income before taxes</b>	<b>321,600</b>	18.4%	<b>666,700</b>	29.5%	107.3%	<b>988,300</b>
Income taxes	34,000	1.9%	102,000	4.5%	200.0%	136,000
<b>Net consolidated income</b>	<b>287,600</b>	16.5%	<b>564,700</b>	25.0%	96.3%	<b>852,300</b>
Net income of majority interest	276,800	15.9%	553,000	24.5%	99.8%	829,800
Net income of minority interest	10,800	0.6%	11,700	0.5%	8.3%	22,500
<b>EBITDA</b>	<b>552,000</b>	31.6%	<b>823,000</b>	36.4%	49.1%	<b>1,375,000</b>

## Balance Sheet

(thousands of pesos)

	<b>JUNE 2008</b>	<b>JUNE 2007</b>	<b>Variation</b>
<b>Total assets</b>	<b>20,898,800</b>	<b>18,753,200</b>	11.4%
Current assets	3,616,700	3,564,700	1.5%
<i>Cash and temporary investments</i>	361,600	719,700	-49.8%
Long term assets	93,100	94,200	-1.2%
Fixed assets	12,968,600	11,419,200	13.6%
Other assets	4,220,400	3,675,100	14.8%
<b>Total liabilities</b>	<b>10,266,300</b>	<b>8,808,500</b>	16.5%
Current liabilities	1,551,600	1,138,700	36.3%
<i>Bank debt</i>	408,600	45,200	804.0%
<i>Domestic bonds</i>	15,100	49,800	-69.7%
<i>Other cost bearing liabilities</i>	8,000	0	N/A
Long term liabilities	7,362,100	6,460,500	14.0%
<i>Bank debt</i>	4,615,800	3,487,300	32.4%
<i>Domestic bonds</i>	2,719,000	2,973,200	-8.5%
<i>Other cost bearing liabilities</i>	27,300	0	N/A
Differed taxes	1,192,500	1,025,500	16.3%
Other liabilities	160,100	183,800	-12.9%
<b>Consolidated stockholder's equity</b>	<b>10,632,500</b>	<b>9,944,700</b>	6.9%
Majority interest	10,342,900	9,670,700	7.0%
Minority interest	289,600	274,000	5.7%

## Pro-forma Balance Sheet\*

(thousands of pesos)

	<b>JUNE 2008</b>	<b>JUNE 2007</b>	<b>Variation</b>
<b>Total assets</b>	<b>19,988,600</b>	<b>17,747,000</b>	12.6%
Current assets	3,319,500	3,175,100	4.5%
<i>Cash and temporary investments</i>	254,000	633,200	-59.9%
Long term assets	603,500	451,100	33.8%
Fixed assets	11,864,300	10,462,200	13.4%
Other assets	4,201,300	3,658,600	14.8%
<b>Total liabilities</b>	<b>9,643,400</b>	<b>8,073,900</b>	19.4%
Current liabilities	1,350,700	914,200	47.7%
<i>Bank debt</i>	373,300	8,400	4344.0%
<i>Other cost bearing liabilities</i>	6,900	0	N/A
Long term liabilities	7,006,200	6,019,500	16.4%
<i>Bank debt</i>	4,404,400	3,236,600	36.1%
<i>Domestic bonds</i>	2,575,700	2,782,900	-7.4%
<i>Other cost bearing liabilities</i>	26,100	0	N/A
Differed taxes	1,174,200	1,004,300	16.9%
Other liabilities	112,300	135,900	-17.4%
<b>Consolidated stockholder's equity</b>	<b>10,345,200</b>	<b>9,673,100</b>	6.9%
Majority interest	10,342,900	9,670,700	7.0%
Minority interest	2,300	2,400	-4.2%

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