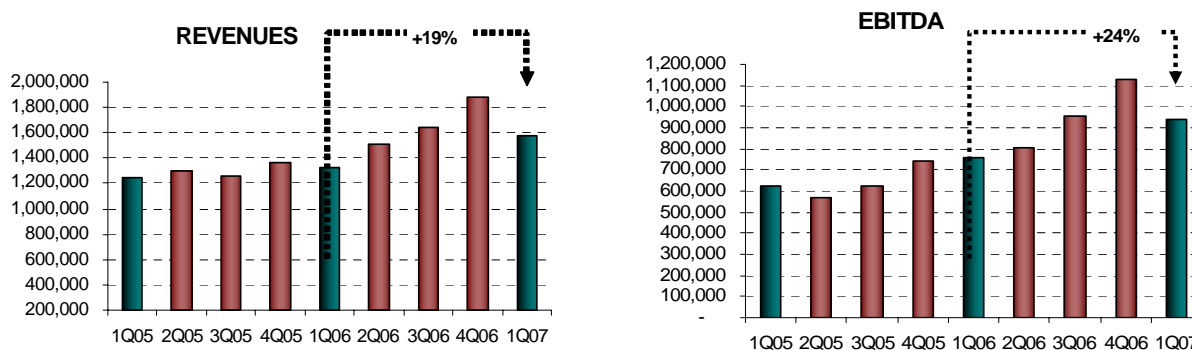


Mexico City, Mexico, April 30, 2007 - Grupo México, S.A.B. de C.V. ("Grupo México" - BMV: GMEXICOB) reports its results corresponding to the three months ended March 31, 2007 and 2006.

Consolidated information on the mining operations of Asarco in the US (until August 9, 2005); Southern Copper Corporation ("SCC") in Mexico and Peru; and also for the transport division with Infraestructura y Transportes México, S.A. de C.V. ("ITM"), Grupo Ferroviario Mexicano, S.A. de C.V. ("GFM"), Ferrocarril Mexicano, S.A. de C.V. ("Ferromex"), Intermodal México, S.A. de C.V., and Texas Pacifico, LP, Inc. On November 24, 2005, Grupo México acquired the railroad subsidiary Ferrosur, S.A. de C.V. ("Ferrosur"), through its subsidiary ITM. This acquisition is reported in these financial statements under the participation method.



- **Consolidated sales** for 1Q07 amounted \$1.575 billion<sup>1</sup>, 18.6% higher than consolidated sales reported for 1Q06.
- The **cost of sales** for 1Q07 was \$618.9 million, 13.5% higher than the cost of sales reported for 1Q06 and 15.5% lower than 4Q06.
- The **EBITDA** for 1Q07 reached \$941.3 million, a 24% increase over 1Q06 and 16% lower than 4Q06. The EBITDA margin for 1Q07 was 60%.
- The **consolidated net profit for 1Q07** increased 32.3% compared with the same period the previous year, to reach \$437.9 million. The **consolidated operating profit** for 1Q07 increased \$154.2 million, 22.8% higher than that reported for 1Q06. This increase can be partially explained by better metals prices and higher metal production levels.
- **Capital expenditures** in 1Q07 were \$127.6 million, 18% less than in 1Q06. These resources were principally allocated to (i) the modernization of the Copper Smelter in Ilo, Peru, project that was completed in January 2007, in accordance with the schedule set by the Peruvian Environmental authorities; (ii) the modernization of the mining and metallurgical units; and (iii) new infrastructure and equipment for the railroad division, which will increase train speed, improve operating safety, and increase freight volume movement.
- Regarding the **railroad transport** sector, the volume transported in 1Q07 increased 1.6% over 1Q06, resulting in a 3.3% increase in sales comparing the same periods. The EBITDA for 1Q07 was \$61.5 million compared to the \$70.8 million reported for 1Q06, representing a 13.1% decrease.

<sup>1</sup> All figures are presented in dollars ("US\$"), currency of the United States of America ("USA"), under U.S. GAAP, unless otherwise indicated.

## Grupo Mexico

### Financial Highlights

(Thousand Dollars in US GAAP)	1Q 2007	1Q 2006	Variance		3 Months Ended		Variance	
			US\$000	%	Mar 2007	Mar 2006	US\$000	%
Sales	1,575,440	1,328,619	246,821	18.6	1,575,440	1,328,619	246,821	18.6
Cost of Sales	618,915	545,428	73,487	13.5	618,915	545,428	73,487	13.5
Operating Income	829,227	675,000	154,227	22.8	829,227	675,000	154,227	22.8
EBITDA	941,294	759,153	182,141	24.0	941,294	759,153	182,141	24.0
Margin EBITDA (%)	59.7%	57.1%			59.7%	57.1%		
Net Income	437,879	331,024	106,855	32.3	437,879	331,024	106,855	32.3
Earnings per Share US\$	0.17	0.13						
Investments / Capex	127,582	154,894	(27,312)	(17.6)	127,582	154,894	(27,312)	(17.6)

### Highlights

- Southern Copper Corporation (“SCC”) Concludes the Modernization of the Smelter in Ilo.-** The new Copper Smelter in Ilo, Peru, was put into operation on January 31. This project was completed within the schedule established in the environmental program entered into with the Peruvian Government. The operation of the new Copper Smelter meets the environmental standards required, and by the close of 1Q07 production reached 80% of its capacity. The Smelter expects to reach its total capacity during 2Q07 to process 1.2 million tons of copper concentrate annually. The Smelter represented an investment of over \$600 million.
- Lawsuit against Americas Mining Corporation (“AMC”):** AMC, subsidiary of Grupo México, recently received a lawsuit filed by Asarco, LLC. Asarco LLC is a 100% subsidiary of AMC and is currently controlled by independent directors designated by a US judge, and has own and independent liability. The lawsuit refers to the purchase of SCC by AMC during the first quarter of 2003, allegedly to the detriment of Asarco, LLC’s creditors. AMC considers this lawsuit to be without merit because, among other reasons, the sale was conducted at fair market value, determined in accordance with the valuation performed by reputable independent financial institutions, and even had the approval of the US Department of Justice, a creditor of Asarco, LLC. The terms of this transaction were also approved by a US Federal Court. AMC duly answered the suit, presenting its arguments.

Today, Asarco LLC, is undergoing bankruptcy proceedings (Chapter 11) in the US, with the objective of achieving its financial reorganization. Part of these proceedings require a definition of Asarco LLC’s environmental liabilities, and also the ruling of a Judge on whether Asarco LLC is obligated in relation to the responsibility for the handling of asbestos by their subsidiaries LAQ and CAPCO, that ceased operations in 1986 and 1993, respectively.

- **Stock Repurchase Fund.-** As of March 31, 2007, Grupo México had acquired 22,393,000 of its shares for the amount of \$876.0 million pesos. This repurchase was conducted in accordance with the program authorized by the Ordinary General Shareholders' Meeting for up to the amount of \$2.240 billion pesos.
- **Payment of Dividends.-** A dividend of \$0.90 pesos to each outstanding share was authorized by Grupo México's Ordinary General Shareholders' Meeting held on April 30, 2007. This dividend will be payable in a single installment as of May 15, 2007.

## FINANCING

The total debt for Grupo México as of March 31, 2007 was \$2.162 billion, with a cash balance of \$2.257 billion, resulting in a positive net debt of \$95.7 million.

### Debt Profile

(US\$000)	12/31/06	As of March 31, 2007		
	Gross Debt	Gross Debt	Cash & Banks	Net Debt
Grupo México (GM)	-	-	761,755	(761,755)
Infraestructura y Transportes México (ITM)	-	-	48,509	(48,509)
Americas Mining Corporation	88,590	88,590	42,177	46,413
Southern Copper Corporation	1,545,025	1,545,025	1,268,850	276,175
GFM - Ferromex	538,463	527,938	135,995	391,943
<b>Grupo México (Consolidated)</b>	<b>2,172,078</b>	<b>2,161,553</b>	<b>2,257,286</b>	<b>(95,733)</b>

The financial cost for the first quarter of 2007 was \$42.4 million, 7.9% higher than that reported for the same quarter in 2006. This is due to a slight increase in liabilities, despite improved interest rate terms.

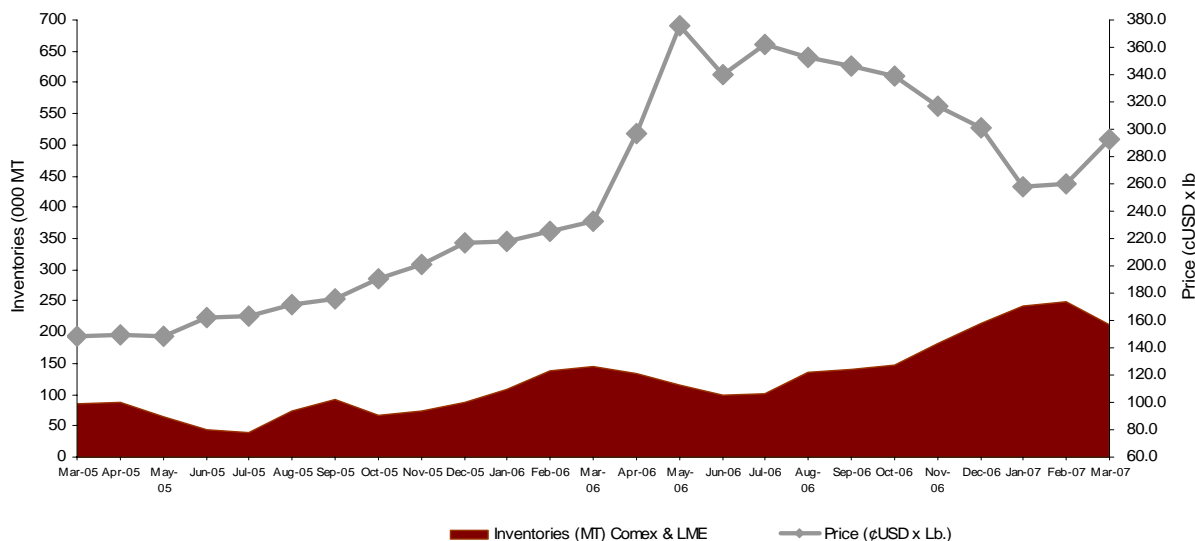
The debt of GFM - Ferromex for 1Q07 presents an increase of 22.2% over 1Q06, from \$432.1 million to \$527.9 million. This increase is due to the loans received from HSBC and HSBC-EDC between May and September 2006 for \$28.6 million for the acquisition of 15 locomotives. Loans were also contracted in pesos with Banamex and Banamex-Exim Bank for the acquisition of 60 GE ES44AC locomotives between October 2006 and March 2007 for a total of \$130.1 million.

**MINING DIVISION**

**Metals Market**

World Inventories (LME + Comex)

Average Copper Prices (Comex)



A drop in metals prices occurred during January 2007, however there was significant recovery in February and March. This recovery was principally due to the maintaining of a strong demand for these commodities (particularly from China and other Asian countries); low world inventories; bottlenecks in the refining stage; lower ore grades; and also a strong demand from investment funds.

As a result of said recovery, average metals prices increased during 1Q07 compared to 1Q06, as follows: copper 19.9%; zinc 54.1%; silver 37%; gold 17.4%, and molybdenum, being our principal by-product, 16%.

Metals Price Average	Copper (\$cts/lb)	Zinc (\$cts/lb)	Silver (\$dlls/Oz)	Gold (\$dlls/Oz)	Molybdenum (\$dlls/lb)
1Q 2007	270.08	156.75	13.29	650.27	25.81
<b>Average 2006</b>	<b>270.08</b>	<b>156.75</b>	<b>13.29</b>	<b>650.27</b>	<b>25.81</b>
Average 2006	308.94	148.56	11.54	604.34	24.38
Average 1Q 2006	225.25	101.70	9.70	553.98	22.25
Var 1Q07 vs 1Q06	19.9%	54.1%	37.0%	17.4%	16.0%

Source: Copper & Silver - COMEX; Zinc y Oro LME, & Molybdenum - Metals Week Dealer Oxide

## Southern Copper Corporation & Subsidiaries

<b>METAL PRODUCTION</b>							
<b>Southern Copper</b>		<b>1Q 2006</b>	<b>1Q 2005</b>	<b>% Var.</b>	<b>Yr. 2007</b>	<b>Yr. 2006</b>	<b>% Var.</b>
Copper	(M.T.)	171,627	160,526	6.9	171,627	160,526	6.9
Silver	(KG.)	140,127	129,359	8.3	140,127	129,359	8.3
Gold	(KG.)	235	241	(2.5)	235	241	(2.5)
Molybdenum	(M.T.)	3,679	3,469	6.1	3,679	3,469	6.1
Zinc	(M.T.)	32,361	34,592	(6.4)	32,361	34,592	(6.4)
Lead	(M.T.)	4,476	4,586	(2.4)	4,476	4,586	(2.4)

## Financial Highlights

	<b>1Q 2007</b>		<b>1Q 2006</b>		<b>Variance</b>		<b>3 Months Ended</b>		<b>Variance</b>	
	<b>(Thousand Dollars in US GAAP)</b>				<b>US\$000</b>	<b>%</b>	<b>Mar 2007</b>	<b>Mar 2006</b>	<b>US\$000</b>	<b>%</b>
Copper Sold (MT)	166,239	151,482	14,757	9.7	166,239	151,482	14,757	9.7		
Sales	1,358,337	1,121,291	237,046	21.1	1,358,337	1,121,291	237,046	21.1		
Cost of Sales	473,063	411,517	61,546	15.0	473,063	411,517	61,546	15.0		
Operating Income	787,377	632,655	154,722	24.5	787,377	632,654	154,723	24.5		
EBITDA	877,961	684,780	193,181	28.2	877,961	684,779	193,182	28.2		
Margin EBITDA (%)	64.6%	61.1%			64.6%	61.1%				
Net Income	563,458	421,575	141,883	33.7	563,458	421,575	141,883	33.7		
Investments / Capex	105,491	143,111	(37,620)	(26.3)	105,491	143,111	(37,620)	(26.3)		

Total sales in 1Q07 were \$1,358 million, achieving a 21.1% increase over the same period in 2006. This increase is mainly due to greater metals prices, and also to a 10% increase in the production of molybdenum sold and 9% in the production of copper sold, compared to 1Q06.

The cost of sales for 1Q07 was \$473.1 million, 15.0% higher than that reported for 1Q06 and 21.9% lower than 4Q06.

The EBITDA increased 28.2% in 1Q07 from \$684.8 million to \$878 million. The EBITDA margin reached 64.6% in 1Q07 against 61.1% in 1Q06.

The consolidated operating income was \$787.4 million for 1Q07, 24.5% higher than that reached for the same period the previous year.

The net income for 1Q07 represented \$563.5 million, an increase of \$141.9 million on 1Q06, this improvement is due in part to the greater metals prices. SCC has also focused on cost control and expects 2007 to be another year of excellent results. SCC distributed dividends of \$500.5 million to their shareholders during the first quarter of this year, corresponding to \$1.70 per share. This dividend represents approximately 78% of the profits from the fourth quarter of 2006.

Copper production increased to 171,627 tons in the first quarter of 2007, 6.9% higher than the same period in 2006. This is due to an increase of 7,245 tons in the Mexican mines resulting from increased crushed mineral, higher ore grades and higher recovery.

The mines in Peru also obtained a higher ore grade producing 3,856 tons more than in the first quarter in 2006.

Molybdenum production increased 210 tons during the first quarter of 2007, 6.1% compared with the same period in 2006. This increase was the result of an increase in production of 832 tons at the La Caridad mine in Mexico, because of a higher percentage of recovery. However, this increase was partially affected by a reduction in grade and recovery principally at the Toquepala mine, in Peru, which represented 622 tons less than the first quarter of 2006.

32,361 tons of zinc were produced during 1Q07, compared to 34,592 tons during the same period in 2006, representing a 6.4% reduction, due to a lower ore grade and recovery.

The Ilo Copper Smelter modernization program was completed during the month of January 2007, within the period established in the environmental program executed with the Peruvian Government, and represented an investment of approximately \$600 million.

The primary crusher and conveying system at the Toquepala mine are operating at their capacity. Construction on the ramp for this Project will continue to completion during the second quarter of 2007. This project presents an advance of 99.8%.

A new SX-EW plant is to be built at Cananea, with a 33,000 metric tons of copper cathode per year capacity. The basic engineering study proposals and the construction contracts were received and are currently being reviewed. In conjunction with this project, a crushing and conveying system at the Cananea mine with a 15 million tons annual capacity, is being developed.

With regards to other projects in Cananea, the expansion of the Concentrator Plant is currently under a technical and economic study evaluation phase. The expansion of the Concentrator will have an additional annual milling capacity of 35,000 tons and will begin production in the year 2009. Parallel to this, and due to a higher molybdenum grade, a plant is expected to be built to produce 4,000 tons of molybdenum concentrate annually.

Exploration studies for copper deposits were concluded at "Tía María", located in Arequipa, Peru, just 100 kms from the Port of Ilo. The project is currently in the pre-feasibility phase that is in progress and expected to be completed by the 3Q07. The pre-feasibility studies for the copper and molybdenum Project at "Los Chancas", in southern Peru, are also about to be completed. Feasibility studies have been completed for "El Arco" copper and gold project, located in the state of Baja California Norte, Mexico, and two wells of fresh water provision were drilled with success.

*Southern Copper Corporation ("SCC") is the largest copper mining company in the world in terms of its mineral reserves, listed on the exchanges of New York and Peru. SCC shareholders are, directly or through subsidiaries, as follows: Grupo México (75.1%) and other shareholders (24.9%). SCC has mines, metallurgical plants, and exploration projects in Peru, Mexico, and Chile.*

## RAILROAD DIVISION

### Infraestructura y Transportes México (ITM) Financial Highlights

(Thousand Dollars in US GAAP)	1Q 2007	1Q 2006	Variance		3 Months Ended		Variance	
			US\$000	%	Mar 2007	Mar 2006	US\$000	%
Load Volume (MilionTons/Km)	9,360	9,213	147	1.6	9,360	9,213	147	1.6
Sales	221,693	214,647	7,046	3.3	221,693	214,647	7,046	3.3
Cost of Sales	152,231	132,874	19,357	14.6	152,231	132,874	19,357	14.6
Operating Income	40,550	51,160	(10,610)	(20.7)	40,550	51,160	(10,610)	(20.7)
EBITDA	61,510	70,789	(9,279)	(13.1)	61,510	70,789	(9,279)	(13.1)
Margin EBITDA (%)	27.7%	33.0%			27.7%	33.0%		
Net Income	26,961	29,650	(2,689)	(9.1)	26,961	29,650	(2,689)	(9.1)
Investments / Capex	22,404	12,544	9,860	78.6	22,404	12,544	9,860	78.6

Sales from railroad services increased 3.3%, from \$214.6 million during 1Q06 to \$221.7 million for 1Q07. This in line with the 1.6% growth in net tons-kilometer transported, as there was an increase from 9,213 million in 1Q06 to 9,360 million in 1Q07.

The cost of sales increased 14.6% during 1Q07 over 1Q06, from \$132.9 million to \$152.2 million. The principal reasons for this increase were the following: (i) labor increased 11.9%, from \$31.6 million in 1Q06 to \$35.4 million for 1Q07, as a result of salary increases and more trains added; (ii) the price of diesel (main fuel for this division) increased 3.3% from \$0.4238 dollar cents per liter to \$0.4378 dollar cents, which combined with increased consumption represented an increase of \$3.2 million; and (iii) the increase in third party locomotive maintenance for \$1.4 million due to the larger fleet. Car hire also reported an increase of 36.6%, from \$12.9 million in 1Q06 to \$17.6 million during the same period in 2007, due to greater use of cars owned by other railroads and rate increases.

In light of the above, the 1Q07 operating income reached \$40.6 million, 20.7% less than in 1Q06. The EBITDA for 1Q07 decreased 13.1% from \$70.8 million in 1Q06 to \$61.5 million in 1Q07. The EBITDA margin for 1Q07 was 27.7%.

Capital expenditures during 1Q07 were higher than those reported for the same period in 2006. Mainly to increase train speed and improve operating safety, \$22.4 million were invested in the following projects:

	Amount
Track replacement on various sections	\$ 4.6
Placement of concrete sleepers on various sections	3.1
Track material for major refurbishments	6.8
Overhauls of used locomotives (12)	3.0
Others	4.9
<b>Total</b>	<b>\$ 22.4</b>

Ferrosur sales were \$58.8 million for 1Q07 compared to \$57.9 million for 1Q06. The EBITDA was \$16.5 million against \$17.4 million for 1Q06, and the net income was \$6.1 million in 1Q07 compared to \$5.7 million in 1Q06. Ferrosur debt as of March 31, 2007 was \$179.0 million, which considering a cash balance of \$29.6 million results in a net debt of \$149.4 million.

Because the Federal Antitrust Commission (“CFC”) denied the authorization of the concentration of Ferrosur in ITM, the Ferrosur investment was reported on the consolidated financial statements for ITM and Grupo México under the participation method. It is important to mention that ITF and ITM have contested the CFC’s decision with a motion for annulment filed with the Mexican Federal Tribunal of Justice on Fiscal and Administrative Matters.

The average foreign exchange rate during the first quarter of 2007 was \$11.0130 compared with the rate of \$10.5871 corresponding to the same period in 2006, representing a 4.0% negative effect.

*Grupo México’s transport division is represented by the subsidiary company Infraestructura y Transportes México, S.A. de C.V. (“ITM”), its principal subsidiaries being Grupo Ferroviario Mexicano, S.A. de C.V. (“GFM”), Ferrocarril Mexicano, S.A. de C.V. (“Ferromex”), and Ferrosur, S.A. de C.V. (“Ferrosur”). Ferromex is the largest railroad company in Mexico and has the widest coverage. Ferromex has a track network of 8,500 kilometers, covering approximately 71% of Mexico. Ferromex lines connect to five border points with the United States, and also connecting to four ports on the Pacific coast and two in the Gulf of Mexico. Ferromex is controlled by Grupo México holding 55.5%, Union Pacific 26%, and Grupo Carso-Sinca Inbursa 18.5%. On November 24, 2005, ITM acquired Ferrosur through Infraestructura y Transportes Ferroviarios, S.A. de C.V. (“ITF”). Ferrosur is the railroad company that covers the south of Mexico. Ferrosur has a track network of 2,029 kilometers covering the central and southeastern regions of Mexico, principally operating in the states of Tlaxcala, Puebla, Veracruz, and Oaxaca, and has access to the ports of Veracruz and Coatzacoalcos in the Gulf of Mexico. Ferrosur is controlled by Grupo México holding 74.99%, and Grupo Carso-Sinca Inbursa holding 25.01%. Grupo México also owns Intermodal México, S.A. de C.V.*

**GRUPO MEXICO**  
**CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)**

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q1-07	Q1-06	Variance	2007	2006	Variance
<b>Income Statement</b>						
<b>Net Sales</b>	<b>1,575,440</b>	<b>1,328,619</b>	<b>246,821</b>	<b>1,575,440</b>	<b>1,328,619</b>	<b>246,821</b>
Cost of Sales	618,915	545,428	73,487	618,915	545,428	73,487
Gross Profit	956,525	783,191	173,334	956,525	783,191	173,334
Gross Margin	61%	59%		61%	59%	
Administrative expenses	35,637	37,528	(1,891)	35,637	37,528	(1,891)
<b>EBITDA</b>	<b>941,294</b>	<b>759,153</b>	<b>182,141</b>	<b>941,294</b>	<b>759,153</b>	<b>182,141</b>
Depreciation and Amortization	91,661	70,663	20,998	91,661	70,663	20,998
<b>Operating Income</b>	<b>829,227</b>	<b>675,000</b>	<b>154,227</b>	<b>829,227</b>	<b>675,000</b>	<b>154,227</b>
Operating Margin	53%	51%		53%	51%	
Financial Cost	42,392	39,294	3,098	42,392	39,294	3,098
Earned Interest	(39,772)	(12,596)	(27,176)	(39,772)	(12,596)	(27,176)
Others Net Income	(20,406)	(13,490)	(6,916)	(20,406)	(13,490)	(6,916)
<b>Earnings before Tax</b>	<b>847,013</b>	<b>661,792</b>	<b>185,221</b>	<b>847,013</b>	<b>661,792</b>	<b>185,221</b>
Taxes	260,829	213,582	47,247	260,829	213,582	47,247
Participation of subsidiary	(6,383)	(5,518)	(865)	(6,383)	(5,518)	(865)
Minority Interest	154,688	122,704	31,984	154,688	122,704	31,984
<b>Net Income</b>	<b>437,879</b>	<b>331,024</b>	<b>106,855</b>	<b>437,879</b>	<b>331,024</b>	<b>106,855</b>
<b>Balance Sheet</b>						
Cash and Marketable Securities	1,817,286	1,349,477	467,809	1,817,286	1,349,477	467,809
Current investments	440,000	-	440,000	440,000	-	440,000
Notes and Accounts receivable	640,583	480,311	160,272	640,583	480,311	160,272
Inventories	490,399	453,662	36,737	490,399	453,662	36,737
Prepaid expenses and others	197,901	110,848	87,053	197,901	110,848	87,053
<b>Total Current Assets</b>	<b>3,586,169</b>	<b>2,394,298</b>	<b>1,191,871</b>	<b>3,586,169</b>	<b>2,394,298</b>	<b>1,191,871</b>
Property, Plant and Equipment Net	4,864,761	4,301,437	563,324	4,864,761	4,301,437	563,324
Other Long term Assets	384,990	379,244	5,746	384,990	379,244	5,746
<b>Total Assets</b>	<b>8,835,920</b>	<b>7,074,979</b>	<b>1,760,941</b>	<b>8,835,920</b>	<b>7,074,979</b>	<b>1,760,941</b>
<b>Liabilities and Investments</b>						
Short Term Bank Debt	73,090	70,813	2,277	73,090	70,813	2,277
Accumulated Liabilities	861,244	982,249	(121,005)	861,244	982,249	(121,005)
<b>Current Liabilities</b>	<b>934,334</b>	<b>1,053,062</b>	<b>(118,728)</b>	<b>934,334</b>	<b>1,053,062</b>	<b>(118,728)</b>
Long Term Debt	1,983,020	1,535,900	447,120	1,983,020	1,535,900	447,120
Other Long Term Liabilities	396,535	248,058	148,477	396,535	248,058	148,477
Minority Interest	1,350,156	1,112,190	237,966	1,350,156	1,112,190	237,966
<b>Total Liabilities</b>	<b>4,664,045</b>	<b>3,949,210</b>	<b>714,835</b>	<b>4,664,045</b>	<b>3,949,210</b>	<b>714,835</b>
<b>Stockholders Equity</b>	<b>2,000,446</b>	<b>2,006,842</b>	<b>(6,396)</b>	<b>2,000,446</b>	<b>2,006,842</b>	<b>(6,396)</b>
Other equity accounts	10,738	76,287	(65,549)	10,738	76,287	(65,549)
Retained Earnings	2,160,691	1,042,640	1,118,051	2,160,691	1,042,640	1,118,051
<b>Total Stockholders' equity</b>	<b>4,171,875</b>	<b>3,125,769</b>	<b>1,046,106</b>	<b>4,171,875</b>	<b>3,125,769</b>	<b>1,046,106</b>
<b>Total liabilities and stockholders' equity</b>	<b>8,835,920</b>	<b>7,074,979</b>	<b>1,760,941</b>	<b>8,835,920</b>	<b>7,074,979</b>	<b>1,760,941</b>
<b>Cash Flow</b>						
<b>Net Income</b>	<b>437,879</b>	<b>331,024</b>	<b>106,855</b>	<b>437,879</b>	<b>331,024</b>	<b>106,855</b>
Depreciation and Amortization	91,661	70,663	20,998	91,661	70,663	20,998
Deferred Income Taxes & workers profit sharing	(1,324)	12,214	(13,538)	(1,324)	12,214	(13,538)
Minority Interest	154,688	122,704	31,984	154,688	122,704	31,984
Others Net	(4,169)	(1,507)	(2,662)	(4,169)	(1,507)	(2,662)
Trade Receivable	75,883	1,409	74,474	75,883	1,409	74,474
Other accounts receivable	23,091	(507)	23,598	23,091	(507)	23,598
Inventories	(40,319)	(34,132)	(6,187)	(40,319)	(34,132)	(6,187)
Other Assets	2,603	(8,195)	10,798	2,603	(8,195)	10,798
Accounts payable & accrued liabilities	(258,085)	(20,998)	(237,087)	(258,085)	(20,998)	(237,087)
<b>Net cash provide by operating activities</b>	<b>481,908</b>	<b>472,675</b>	<b>9,233</b>	<b>481,908</b>	<b>472,675</b>	<b>9,233</b>
Add property & equipment less retirements	(127,895)	(154,900)	27,005	(127,895)	(154,900)	27,005
<b>Net cash used in investing activities</b>	<b>(127,895)</b>	<b>(154,900)</b>	<b>27,005</b>	<b>(127,895)</b>	<b>(154,900)</b>	<b>27,005</b>
Financing	1,865	-	1,865	1,865	-	1,865
Amortization	(5,152)	(5,152)	-	(5,152)	(5,152)	-
Current investments	(160,000)	-	(160,000)	(160,000)	-	(160,000)
Dividends paid	(336,970)	(249,482)	(87,488)	(336,970)	(249,482)	(87,488)
<b>Net cash used in financing activities</b>	<b>(500,257)</b>	<b>(254,634)</b>	<b>(245,623)</b>	<b>(500,257)</b>	<b>(254,634)</b>	<b>(245,623)</b>
Effect of exchange rate changes on cash	13,146	21,489	(8,343)	13,146	21,489	(8,343)
Net increase(decrease) cash & marketable secur.	(133,098)	84,630	(217,728)	(133,098)	84,630	(217,728)
<b>Cash &amp; Marketable securities at begin yr.</b>	<b>1,950,384</b>	<b>1,264,847</b>	<b>685,537</b>	<b>1,950,384</b>	<b>1,264,847</b>	<b>685,537</b>
<b>Cash &amp; Marketable securities at yr. end</b>	<b>1,817,286</b>	<b>1,349,477</b>	<b>467,809</b>	<b>1,817,286</b>	<b>1,349,477</b>	<b>467,809</b>

**SOUTHERN COPPER CORPORATION & SUBSIDIARIES**  
**CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)**

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q1-07	Q1-06	Variance	2007	2006	Variance
<b>Income Statement</b>						
<b>Net Sales</b>	<b>1,358,337</b>	<b>1,121,291</b>	<b>237,046</b>	<b>1,358,337</b>	<b>1,121,291</b>	<b>237,046</b>
Cost of Sales	473,063	411,516	61,547	473,063	411,516	61,547
Gross Profit	885,274	709,775	175,499	885,274	709,775	175,499
Gross Margin	65%	63%		65%	63%	
Administrative expenses	23,799	24,017	(218)	23,799	24,017	(218)
<b>EBITDA</b>	<b>877,961</b>	<b>684,780</b>	<b>193,181</b>	<b>877,961</b>	<b>684,780</b>	<b>193,181</b>
Depreciation and Amortization	74,098	53,103	20,995	74,098	53,103	20,995
<b>Operating Income</b>	<b>787,377</b>	<b>632,655</b>	<b>154,722</b>	<b>787,377</b>	<b>632,655</b>	<b>154,722</b>
Operating Margin	58%	56%		58%	56%	
Financial Cost	24,840	17,812	7,028	24,840	17,812	7,028
Earned Interest	(21,928)	(9,305)	(12,623)	(21,928)	(9,305)	(12,623)
Others Net Income	(16,486)	978	(17,464)	(16,486)	978	(17,464)
<b>Earnings before Tax</b>	<b>800,951</b>	<b>623,170</b>	<b>177,781</b>	<b>800,951</b>	<b>623,170</b>	<b>177,781</b>
Taxes	235,902	199,872	36,030	235,902	199,872	36,030
Profit before Extraordinary loss	565,049	423,298	141,751	565,049	423,298	141,751
Minority Interest	1,591	1,723	(132)	1,591	1,723	(132)
<b>Net Income</b>	<b>563,458</b>	<b>421,575</b>	<b>141,883</b>	<b>563,458</b>	<b>421,575</b>	<b>141,883</b>
<b>Balance Sheet</b>						
Cash and Marketable Securities	888,850	775,627	113,223	888,850	775,627	113,223
Current investments	380,000	-	380,000	380,000	-	380,000
Notes and Accounts receivable	502,701	359,790	142,911	502,701	359,790	142,911
Inventories	456,636	436,148	20,488	456,636	436,148	20,488
Prepaid expenses and others	107,215	67,544	39,671	107,215	67,544	39,671
<b>Total Current Assets</b>	<b>2,335,402</b>	<b>1,639,109</b>	<b>696,293</b>	<b>2,335,402</b>	<b>1,639,109</b>	<b>696,293</b>
Property, Plant and Equipment Net	3,913,918	3,734,126	179,792	3,913,918	3,734,126	179,792
Other Long term Assets	34,133	42,369	(8,236)	34,133	42,369	(8,236)
<b>Total Assets</b>	<b>6,283,453</b>	<b>5,415,604</b>	<b>867,849</b>	<b>6,283,453</b>	<b>5,415,604</b>	<b>867,849</b>
<b>Liabilities and Investments</b>						
Short Term Bank Debt	10,000	10,000	-	10,000	10,000	-
Accumulated Liabilities	717,200	834,661	(117,461)	717,200	834,661	(117,461)
<b>Current Liabilities</b>	<b>727,200</b>	<b>844,661</b>	<b>(117,461)</b>	<b>727,200</b>	<b>844,661</b>	<b>(117,461)</b>
Long Term Debt	1,518,172	1,162,135	356,037	1,518,172	1,162,135	356,037
Other Long Term Liabilities	309,174	234,105	75,069	309,174	234,105	75,069
Minority Interest	13,796	11,516	2,280	13,796	11,516	2,280
<b>Total Liabilities</b>	<b>2,568,342</b>	<b>2,252,417</b>	<b>315,925</b>	<b>2,568,342</b>	<b>2,252,417</b>	<b>315,925</b>
<b>Stockholders Equity</b>	<b>775,642</b>	<b>775,053</b>	<b>589</b>	<b>775,642</b>	<b>775,053</b>	<b>589</b>
Other equity accounts	(133,727)	(96,234)	(37,493)	(133,727)	(96,234)	(37,493)
Retained Earnings	3,073,196	2,484,368	588,828	3,073,196	2,484,368	588,828
<b>Total Stockholders' equity</b>	<b>3,715,111</b>	<b>3,163,187</b>	<b>551,924</b>	<b>3,715,111</b>	<b>3,163,187</b>	<b>551,924</b>
<b>Total liabilities and stockholders' equity</b>	<b>6,283,453</b>	<b>5,415,604</b>	<b>867,849</b>	<b>6,283,453</b>	<b>5,415,604</b>	<b>867,849</b>
<b>Cash Flow</b>						
<b>Net Income</b>	<b>563,458</b>	<b>421,575</b>	<b>141,883</b>	<b>563,458</b>	<b>421,575</b>	<b>141,883</b>
Depreciation and Amortization	74,098	53,103	20,995	74,098	53,103	20,995
Deferred Income Taxes & workers profit sharing	4,940	19,712	(14,772)	4,940	19,712	(14,772)
Others Net	(1,771)	5,905	(7,676)	(1,771)	5,905	(7,676)
Accounts receivable	81,034	24,364	56,670	81,034	24,364	56,670
Other accounts receivable	98,446	35,801	62,645	98,446	(40,303)	138,749
Inventories	(33,584)	(40,303)	6,719	(33,584)	35,801	(69,385)
Other Assets	(10,561)	(1,811)	(8,750)	(10,561)	(1,811)	(8,750)
Accounts payable & accrued liabilities	(205,831)	(82,430)	(123,401)	(205,831)	(82,430)	(123,401)
<b>Net cash provide by operating activities</b>	<b>570,229</b>	<b>435,916</b>	<b>134,313</b>	<b>570,229</b>	<b>435,916</b>	<b>134,313</b>
Add property & equipment less retirements	(105,491)	(143,117)	37,626	(105,491)	(143,117)	37,626
<b>Net cash used in investing activities</b>	<b>(105,491)</b>	<b>(143,117)</b>	<b>37,626</b>	<b>(105,491)</b>	<b>(143,117)</b>	<b>37,626</b>
Financing	61	-	61	61	-	61
Dividends paid	(500,584)	(404,877)	(95,707)	(500,584)	(404,877)	(95,707)
Current investments	(100,000)	-	(100,000)	(100,000)	-	(100,000)
Other	(1,759)	(2,397)	638	(1,759)	(2,397)	638
<b>Net cash used in financing activities</b>	<b>(602,282)</b>	<b>(407,274)</b>	<b>(195,008)</b>	<b>(602,282)</b>	<b>(407,274)</b>	<b>(195,008)</b>
Effect of exchange rate changes on cash	3,616	14,099	(10,483)	3,616	14,099	(10,483)
Net increase(decrease) cash & marketable secur.	(133,928)	(100,376)	(33,552)	(133,928)	(100,376)	(33,552)
<b>Cash &amp; Marketable securities at begin yr.</b>	<b>1,022,778</b>	<b>876,003</b>	<b>146,775</b>	<b>1,022,778</b>	<b>876,003</b>	<b>146,775</b>
<b>Cash &amp; Marketable securities at yr. end</b>	<b>888,850</b>	<b>775,627</b>	<b>113,223</b>	<b>888,850</b>	<b>775,627</b>	<b>113,223</b>

**INFRAESTRUCTURA Y TRANSPORTES MEXICO SA DE CV Y SUBSIDIARIAS**  
**CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)**

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q1-07	Q1-06	Variance	2007	2006	Variance
<b>Income Statement</b>						
<b>Net Sales</b>	<b>221,693</b>	<b>214,647</b>	<b>7,046</b>	<b>221,693</b>	<b>214,647</b>	<b>7,046</b>
Cost of Sales	152,231	132,874	19,357	152,231	132,874	19,357
Gross Profit	69,462	81,773	(12,311)	69,462	81,773	(12,311)
Gross Margin	31%	38%		31%	38%	
Administrative expenses	11,439	13,053	(1,614)	11,439	13,053	(1,614)
<b>EBITDA</b>	<b>61,510</b>	<b>70,789</b>	<b>(9,279)</b>	<b>61,510</b>	<b>70,789</b>	<b>(9,279)</b>
Depreciation and Amortization	17,473	17,560	(87)	17,473	17,560	(87)
<b>Operating Income</b>	<b>40,550</b>	<b>51,160</b>	<b>(10,610)</b>	<b>40,550</b>	<b>51,160</b>	<b>(10,610)</b>
Operating Margin	18%	24%		18%	24%	
Financial Cost	11,769	11,027	742	11,769	11,027	742
Earned Interest	(3,213)	(3,257)	44	(3,213)	(3,257)	44
Others Net Income	(3,487)	(2,069)	(1,418)	(3,487)	(2,069)	(1,418)
<b>Earnings before Tax</b>	<b>35,481</b>	<b>45,459</b>	<b>(9,978)</b>	<b>35,481</b>	<b>45,459</b>	<b>(9,978)</b>
Taxes	8,130	12,931	(4,801)	8,130	12,931	(4,801)
Minority Interest	6,872	8,548	(1,676)	6,872	8,548	(1,676)
<b>Profit before Extraordinary loss</b>	<b>20,479</b>	<b>23,980</b>	<b>(3,501)</b>	<b>20,479</b>	<b>23,980</b>	<b>(3,501)</b>
Participation in Subsidiary not consolidated and Associated	(6,482)	(5,670)	(812)	(6,482)	(5,670)	(812)
<b>Net Income</b>	<b>26,961</b>	<b>29,650</b>	<b>(2,689)</b>	<b>26,961</b>	<b>29,650</b>	<b>(2,689)</b>
<b>Balance Sheet</b>						
Cash and Marketable Securities	184,504	189,358	(4,854)	184,504	189,358	(4,854)
Notes and Accounts receivable	139,325	111,179	28,146	139,325	111,179	28,146
Inventories	30,399	13,677	16,722	30,399	13,677	16,722
Prepaid expenses and others	63,006	51,542	11,464	63,006	51,542	11,464
<b>Total Current Assets</b>	<b>417,234</b>	<b>365,756</b>	<b>51,478</b>	<b>417,234</b>	<b>365,756</b>	<b>51,478</b>
Property, Plant and Equipment Net	965,440	783,283	182,157	965,440	783,283	182,157
Other Long term Assets	354,812	320,050	34,762	354,812	320,050	34,762
<b>Total Assets</b>	<b>1,737,486</b>	<b>1,469,089</b>	<b>268,397</b>	<b>1,737,486</b>	<b>1,469,089</b>	<b>268,397</b>
<b>Liabilities and Investments</b>						
Short Term Bank Debt	65,815	60,813	5,002	65,815	60,813	5,002
Accumulated Liabilities	109,773	104,474	5,299	109,773	104,474	5,299
<b>Current Liabilities</b>	<b>175,588</b>	<b>165,287</b>	<b>10,301</b>	<b>175,588</b>	<b>165,287</b>	<b>10,301</b>
Long Term Debt	464,848	373,846	91,002	464,848	373,846	91,002
Other Long Term Liabilities	2,176	6,068	(3,892)	2,176	6,068	(3,892)
Other Liabilities	3,854	3,243	611	3,854	3,243	611
Minority Interest	181,642	152,619	29,023	181,642	152,619	29,023
<b>Total Liabilities</b>	<b>828,108</b>	<b>701,063</b>	<b>127,045</b>	<b>828,108</b>	<b>701,063</b>	<b>127,045</b>
<b>Stockholders Equity</b>	<b>379,240</b>	<b>379,240</b>	<b>-</b>	<b>379,240</b>	<b>379,240</b>	<b>-</b>
Other equity accounts	(85,370)	(91,901)	6,531	(85,370)	(91,901)	6,531
Retained Earnings	615,508	480,687	134,821	615,508	480,687	134,821
<b>Total Stockholders' equity</b>	<b>909,378</b>	<b>768,026</b>	<b>141,352</b>	<b>909,378</b>	<b>768,026</b>	<b>141,352</b>
<b>Total liabilities and stockholders' equity</b>	<b>1,737,486</b>	<b>1,469,089</b>	<b>268,397</b>	<b>1,737,486</b>	<b>1,469,089</b>	<b>268,397</b>
<b>Cash Flow</b>						
<b>Net Income</b>	<b>26,961</b>	<b>29,650</b>	<b>(2,689)</b>	<b>26,961</b>	<b>29,650</b>	<b>(2,689)</b>
Depreciation and Amortization	17,473	17,560	(87)	17,473	17,560	(87)
Deferred Income Taxes & workers profit sharing	(6,425)	(7,713)	1,288	(6,425)	(7,713)	1,288
Others Net	3,029	4,409	(1,380)	3,029	4,409	(1,380)
Trade Receivable	(18,061)	(12,424)	(5,637)	(18,061)	(12,424)	(5,637)
Other accounts receivable	11,039	3,262	7,777	11,039	3,262	7,777
Inventories	4,956	7,690	(2,734)	4,956	7,690	(2,734)
Accounts payable & accrued liabilities	(34,762)	(4,381)	(30,381)	(34,762)	(4,381)	(30,381)
<b>Net cash provide by operating activities</b>	<b>4,210</b>	<b>38,053</b>	<b>(33,843)</b>	<b>4,210</b>	<b>38,053</b>	<b>(33,843)</b>
Add property & equipment less retirements	(22,404)	(12,544)	(9,860)	(22,404)	(12,544)	(9,860)
<b>Net cash used in investing activities</b>	<b>(22,404)</b>	<b>(12,544)</b>	<b>(9,860)</b>	<b>(22,404)</b>	<b>(12,544)</b>	<b>(9,860)</b>
Financing	1,865	274	1,591	1,865	274	1,591
Amortization	(5,152)	(5,152)	-	(5,152)	(5,152)	-
<b>Net cash used in financing activities</b>	<b>(3,287)</b>	<b>(4,878)</b>	<b>1,591</b>	<b>(3,287)</b>	<b>(4,878)</b>	<b>1,591</b>
Effect of exchange rate changes on cash	(3,273)	(2,836)	(437)	(3,273)	(2,836)	(437)
Net increase(decrease) cash & marketable secur.	(24,754)	17,795	(42,549)	(24,754)	17,795	(42,549)
<b>Cash &amp; Marketable securities at begin yr.</b>	<b>209,258</b>	<b>171,563</b>	<b>37,695</b>	<b>209,258</b>	<b>171,563</b>	<b>37,695</b>
<b>Cash &amp; Marketable securities at yr. end</b>	<b>184,504</b>	<b>189,358</b>	<b>(4,854)</b>	<b>184,504</b>	<b>189,358</b>	<b>(4,854)</b>