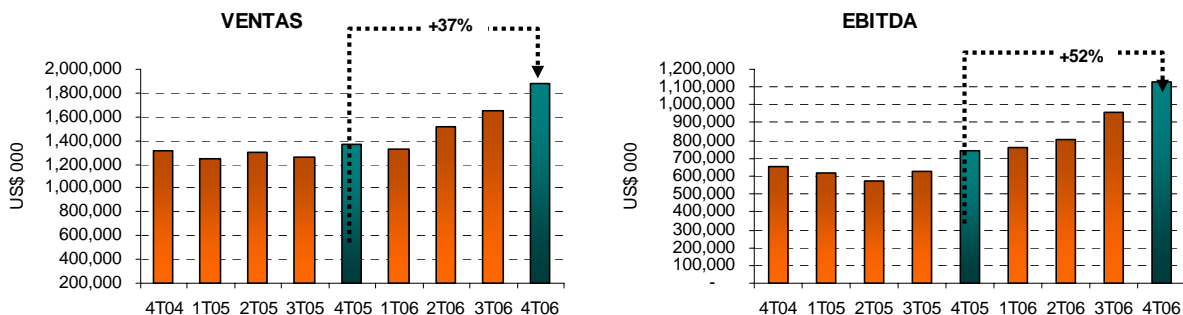


Mexico City, January 26, 2007 - Grupo Mexico, S.A.B. de C.V. (BMV: GMEXICOB) today reports its results corresponding to the fourth quarter and the twelve months ending on December 31, 2006 and 2005.

GRUPO MEXICO

Consolidated information on mining operations in the United States, Asarco (through August 9, 2005); Mexico and Peru in Southern Copper Corporation (SCC); as well as the transport division with Infraestructura y Transportes Mexico, S.A. de C.V. ("ITM"), Grupo Ferroviario Mexicano, S.A. de C.V. ("GFM") - Ferrocarril Mexicano, S.A. de C.V. ("Ferromex"), Intermodal Mexico and Texas Pacifico. On November 24, 2005, GMexico acquired the railroad subsidiary Ferrosur, S.A. de C.V. through its subsidiary ITM. This acquisition is presented under the participation method in these financial statements.



- Consolidated sales** in 4Q06 grew 37.4% to \$1,883.2 million¹, compared to 4Q05, and 14.3% higher than 3Q06. Full year 2006 consolidated sales grew 23.4% to an all time record of \$6,374.1 million. These satisfactory results in **sales** were accomplish despite lower production due to the illegal work stoppages at the La Caridad and Cananea mines. These mines normalized operations in December 2006.

- Cost of sales** totaled \$2,605.4 million, up 7.7% for full year 2006 compared to \$2,418.7 million in 2005.

- EBITDA** in 4Q06 rose 51.9% to \$1,126.4 million compared to that of 4Q05 and was 17.5% higher than 3Q06. Full year 2006 EBITDA of \$3,644.6 million was an all time record, up 40.7% compared to 2005.

- Consolidated net income in 4Q06** totaled \$447.3 million, increased 49.9% compared with \$298.3 million in 4Q05. Full year 2006 net income was a record \$1,524.1 million a 43.3% increase from \$1,063.4 million in 2005.

¹ All figures are shown in US dollars (US\$), under U.S. GAAP, unless otherwise indicated.

- **Capital expenditures** for full year 2006 totaled \$773.2 million, up 9% compared to \$709.9 million in 2005. The resources were mainly used to complete the new smelter at Ilo, Peru. Also we invested in the construction work for the Copper Cathode SX-EW Plant No. 3 and the crusher and transportation system for leachable material at Cananea, Sonora, Mexico. Work is still underway for replacing and modernizing mining equipment and facilities to increase efficiency and reduce costs. In the Railroad Division, GFM - Ferromex acquired and received 75 locomotives as part of a 115 locomotive program. Significant investments are also being made in railroad tracks and infrastructure. These investments will enable to increase copper production and other metals as well as higher load volumes moved by Ferromex.

Grupo Mexico Financial Highlights

(Thousand Dollars in US GAAP)	4Q 2006	4Q 2005	Variance		12 Months Ended		Variance	
			US\$000	%	Dic 2006	Dic 2005	US\$000	%
Sales	1,883,194	1,370,162	513,032	37.4	6,374,127	5,166,007	1,208,120	23.4
Cost of Sales	732,182	607,342	124,840	20.6	2,605,445	2,418,732	186,713	7.7
Operating Income	1,021,884	627,688	394,196	62.8	3,281,730	2,222,878	1,058,852	47.6
EBITDA	1,126,402	741,729	384,673	51.9	3,644,635	2,591,174	1,053,461	40.7
Margin EBITDA (%)	59.8%	54.1%			57.2%	50.2%		
Net Income	447,310	298,318	148,992	49.9	1,524,062	1,063,427	460,635	43.3
*Earnings per Share US\$	0.17	0.11			0.59	0.41		
Investments / Capex	318,300	269,932	48,368	17.9	773,283	709,983	63,300	8.9

*We considered 2,594.6 million shares outstanding for comparison.

Important Events

- **Increase in Peruvian Mining Ore Reserves.** – On December 7, 2006, Southern Copper Corporation announced that as a result of an intensive 4 year exploration program at its mines in Toquepala and Cuajone, Peru, ore reserves increased 83% in Toquepala and 8% in Cuajone. The metal content rose 61% in Toquepala and 22% in Cuajone, extending 23 years the life of the Toquepala mine and 3 years the life of the Cuajone mine. This represents an increase of 5.3 million tons of copper content in mineral reserves. This consolidates us as the third largest reserves in the world, generating greater value and give us more flexibility to to evaluate various alternatives to increase production and enhance the growth of the Company, which is to generate additional jobs and to contribute even more to the economic and social growth of Peru and Mexico.

In calculating the reserves, we have used a copper price of \$0.90 per pound and a molybdenum price of \$5.00 per pound in order to make them comparable with year 2005 reported reserves. These prices are conservative considering that in 2005 and 2006 copper price average of \$1.68 and \$3.08 per pound, respectively, and molybdenum price average \$31.05 and \$24.38 per pound, respectively.

- **Copper Production Expansion.-** Southern Copper Corporation will construct a new SX/EW plant No. 3 at the Cananea mine which will produce copper cathode by means of a solvent extraction process. This plant will have a 33,000 metric tons per year capacity.

Additionally, a crushing and conveying project for leachable material via conveyor belts is being developed for the Cananea mine. It will have a 15 million metric tons per year capacity. The crusher has been acquired while a conveyor belt system that will not only permit higher production volumes, but also improve production unit costs is under a technical and economic evaluation.

Exploration studies have been concluded at the “Tia Maria” copper deposit in Arequipa, located in southern Peru, at a distance of just 100 kilometers from the Ilo Port, which has all the necessary infrastructure. The project is currently under a feasibility study phase. Regarding the pre-feasibility studies at “Los Chancas”, a copper-molybdenum property in southern Peru is in progress and we expect it to be completed in the second quarter of 2007. Furthermore, pre-feasibility studies at “El Arco”, a copper-gold property in Baja California Norte, Mexico, has been completed, with only the power supply decisions still pending.

- **Merger of Grupo Minero Mexico Internacional.-** On December 22, 2006, GMexico informed its shareholders of the absorption merger of its subsidiary Grupo Minero Mexico Internacional, S.A. de C.V. (GMMI), with GMexico as the merging company, effective December 31, 2006. The merger did not entail any change whatsoever in the financial situation or in GMexico’s results. This internal transaction aims at simplifying GMexico’s corporate structure.

- In the **railroad transportation** sector, the load volumes moved by **Ferromex** in 4Q06, remained stable compared to 4Q05. However, sales improved 10.3% to \$242.7 million in 4Q06 due primarily to increased inflation and a combination of improved freight traffic. Sales totaled \$934.5 million, up 21.7% for full year 2006 compared to 2005, due to a 10.5% increase in load volumes, as well as higher inflation and improved freight traffic.

GFM – Ferromex’s EBITDA during the 4Q06 reached \$76.2 million, rose 8.3% compared to \$70.3 million in 4Q05. Full year 2006 EBITDA grew 16.7% and amounted to \$306.1 million compared to 2005.

- **Appeal for Ferrosur’s Consolidation Rejected.**- On November 16, 2006, GMexico announced that the Federal Antitrust Commission (CFC) plenary session rejected the appeal for reconsideration and ratified its ruling of June 22, 2006, in which the CFC ruled not to authorize the consolidation of its subsidiary Infraestructura y Transportes Ferroviarios, S.A. de C.V. with Ferrosur, S.A. de C.V. In response to this ruling, the company shall take the available legal measures in the best interests of the company.
- **Buyback Share Program.**- Under its buyback share program, as of January 26, 2007, GMexico has acquired 18,137,500 shares for a total of \$564.1 million pesos in compliance with the program authorized by the Ordinary General Stockholders’ Meeting, capping it at \$2,240 million pesos.
- **Notice to Shareholders of the Payment of Dividends** – According to the resolutions adopted at the ordinary general assembly held on April 28, 2006, the Board of Directors authorized, at its meeting of January 26, 2007, a dividend of \$0.90 m.n. (cero pesos and ninety cents) per share outstanding, to be paid effective as of February 15, 2007.

Financing

GMexico's total debt to December 31, 2006, stood at \$2,175.6 million dollars; with a cash position of \$2.228.3 million, that gives a net cash of \$52.6 million over the gross debt.

Debt Profile

(US\$000)	12/31/05	As of December 31, 2006		
	Gross Debt	Gross Debt	Cash & Banks	Net Debt
Grupo México (GM)	-	-	305,273	(305,273)
Infraestructura y Transportes México (ITM)	-	543	50,456	(49,913)
Americas Mining Corporation	101,090	88,590	411,534	(322,944)
Southern Copper Corporation	1,178,278	1,545,025	1,302,242	242,783
GFM - Ferromex	448,692	541,535	158,803	382,732
Grupo Mexico (Consolidated)	1,728,060	2,175,693	2,228,308	(52,615)

The financial cost for 4Q06 was \$33.2 million, 39.6% higher compared to the \$23.8 million for 4Q05. This is due to a \$400 million increase in SCC debt in May 2006. The financial cost as of December 31, 2006, was \$132.8 million, 19.8% lower than the same quarter in 2005, due to better interest rate terms. Cash investments earnings was \$32.3 million in 4Q06 and for full year 2006 totaled of \$88.8 million.

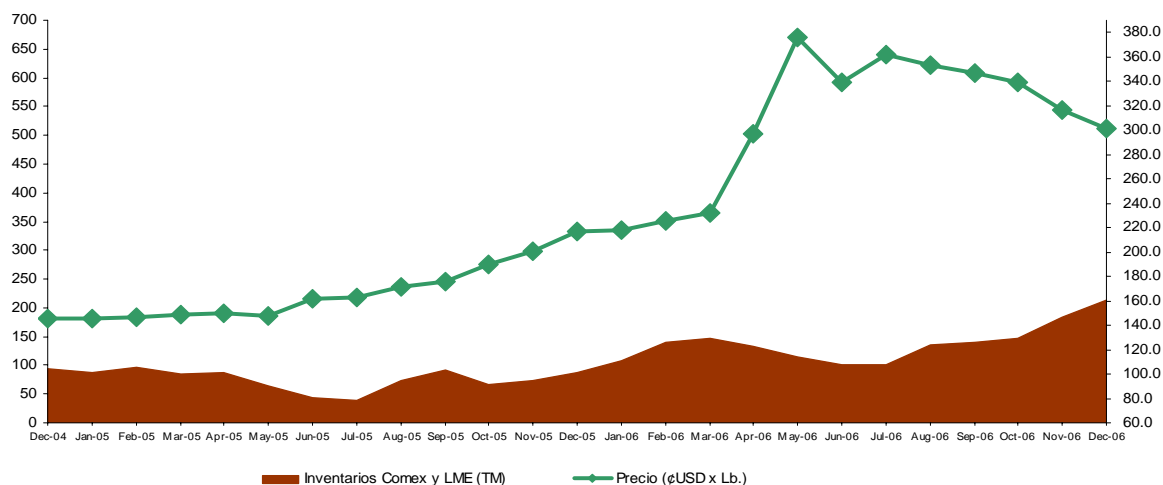
GFM – Ferromex debt at year-end 2006 totaled \$541.5 million up 20.7% compared to \$448.7 million in 2005. This variation is due to \$28.6 million in new loans received from HSBC in May and June 2006 for the acquisition of 15 locomotives guarantee by EDC. In addition a bridge loan in pesos was undertaken with Banamex, S.A. between October and December 2006 for a total of US\$130.6 million, for the acquisition of 60 GE locomotives. In the first quarter of 2007, we expect to convert these bridge loans into a long-term loan granted by Banamex, S.A. with Eximbank guarantee. The company has repaid \$14.3 million of its loans. Furthermore, a “Certificados Bursatiles” of \$46 million was redeemed in December 2006.

MINING DIVISION

Metals Market

World Inventories (LME + Comex)

Average Copper Prices (Comex)



The average copper price rose 57.3% compared to 4Q05. Zinc increased 204.2% and silver, 56.2%. Gold went up 26.6% and molybdenum, our main by-product, went down 13.6% compared to 4Q05.

In 4Q06, in December 2006, the prices of basic metals, including copper, went down. This was mainly prompted by China that has temporarily decided to consume its own inventories and as a consequence has brought higher levels of world metal inventories. However, there is a continued demand for copper and analysts' forecasts point towards higher prices than current ones.

Metals Price Average	Copper (\$cts/lb)	Zinc (\$cts/lb)	Silver (\$dlls/Oz)	Gold (\$dlls/Oz)	Molybdenum (\$dlls/lb)
4Q 2006	319.12	190.67	12.59	614.47	25.11
3Q 2006	353.91	152.56	11.65	621.50	25.94
2Q 2006	337.45	149.33	12.22	627.40	24.22
1Q 2006	225.25	101.70	9.70	553.98	22.25
Average 2006	308.94	148.56	11.54	604.34	24.38
Average 2005	168.23	62.68	7.32	444.89	31.05
Var 2006 vs 2005	83.6%	137.0%	57.7%	35.8%	-21.5%

Source: Copper & Silver - COMEX; Gold & Zinc - LME; and Molybdenum - Metals Week Dealers' Oxide.

Southern Copper Corporation & Subsidiaries

METAL PRODUCTION

SOUTHERN COPPER CO.		3Q 2006	3Q 2005	% Var.	Yr. 2006	Yr. 2005	% Var.
COPPER	(M.T.)	179,590	181,319	(1.0)	605,660	689,930	(12.2)
SILVER	(KG.)	139,685	149,135	(6.3)	502,993	575,266	(12.6)
GOLD	(KG.)	265	241	10.0	860	1,007	(14.6)
MOLYBDENUM	(M.T.)	3,737	3,348	11.6	11,837	14,803	(20.0)
ZINC	(M.T.)	33,430	34,831	(4.0)	136,592	143,609	(4.9)
LEAD	(M.T.)	5,044	4,968	1.5	19,081	19,545	(2.4)

Financial Highlights

	4Q 2006		4Q 2005		Variance		12 Months Ended		Variance	
	(Thousand Dollars in US GAAP)				US\$000	%	Dic 2006	Dic 2005	US\$000	%
Copper Sold (MT)	183,356	195,467	(12,111)	(6.2)	628,770	698,553	(69,783)	(10.0)		
Sales	1,649,944	1,166,058	483,886	41.5	5,460,222	4,089,145	1,371,077	33.5		
Cost of Sales	601,067	456,876	144,191	31.6	2,053,920	1,659,749	394,171	23.7		
Operating Income	952,392	616,333	336,059	54.5	3,038,539	2,071,016	967,523	46.7		
EBITDA	1,019,027	678,768	340,259	50.1	3,315,809	2,335,215	980,594	42.0		
Margin EBITDA (%)	61.8%	58.2%			60.7%	57.1%				
Net Income	633,428	420,445	212,983	50.7	2,015,867	1,400,148	615,719	44.0		
Investments / Capex	145,331	245,836	(100,505)	(40.9)	521,746	587,045	(65,299)	(11.1)		

During 4Q06 sales totaled \$1,649.9 million, attaining a 41.5% increase compared to the same quarter in 2005. For full year 2006, sales stood at \$5,460.2 million, 33.5% higher than the same period in 2005. This increase was principally due to higher metal prices and a 23% increase in the molybdenum production sold compared to 4Q05.

The sales cost for 4Q06 was \$601.1 million, 31.6% more than that of 4Q05, principally due to increases in profit provisions for personnel and the higher cost of purchased concentrates. Regarding sales cost for 2006, there was a 23.7% increase due to the fact that \$297.5 million of concentrates were purchased from a third party, so as not to jeopardize customer deliveries during the work stoppages at our operations in Mexico, as well as no stripping capitalization cost of \$34.3 million and increases in workers profit share provisions.

In 4Q06, EBITDA rose 50.1%, going from \$678.7 million to \$1,019.0 million. EBITDA's margin reached 61.8% in 4Q06, compared to 58.2% in 4Q05. For full year 2006 EBITDA amounted \$3,315.8 million with a sales margin of 60.7%.

Copper production dropped 1% to stand at 179,590 tons of copper in the fourth quarter of 2006, compared to the same quarter in 2005. This slight decrease of 1,735 tons at the Peruvian mines is mainly the result of lower ore grade and mineral recovery in Toquepala.

During 4Q06, molybdenum production rose by 389 tons, 11.6% higher than that of the same quarter in 2005. This represents a 371 ton increase at the La Caridad mine due to higher ore grade and mineral recovery.

Zinc production was 33,430 tons in 4Q06, compared to 34,831 tons in the same period in 2005. In 2006, zinc production fell 4.9% to 136,592 tons, compared to 143,609 tons in 2005, due to labor conflicts and lower ore grades. Silver production was 139,685 kilograms in 4Q06, compared to 149,135 kilograms in the same quarter in 2005. In 2006, silver production dropped 12.6% to 502,993 kilograms, compared to 575,266 kilograms in 2005, also due to labor conflicts and lower ore grades.

Consolidated operating income was \$952.4 million in 4Q06, up 54.5% from that attained in the same period of the previous year. For the twelve-month period ending on December 31, 2006, this stood at \$3,038.5 million, 46.7% higher than that of the same period in 2005.

Net income in 4Q06 was \$633.4 million, an increase of 50.7% compared to \$420.4 million in 4Q05. This improvement in the company's profits is principally due to higher metal prices.

Last December 6th, Southern Copper Corporation distributed \$404.9 million in cash dividends to its stockholders, which comes to \$1.375 dollars per share outstanding.

The company sold 14.5% of its copper production for the fourth quarter of 2006 in advance at an average price of \$3.5734 per pound of copper against an actual market price of \$3.3707 per pound of copper. This represents a profit of \$11.6 million during the fourth quarter of 2006. To date, no further transactions of this kind have been made.

Southern Copper Corporation (SCC) is one of the largest integrated copper producers worldwide, holds the second largest reserves of any listed company in the world and is listed on the New York and Peruvian stock markets. SCC stockholders, either directly or through subsidiaries, are the following: Grupo Mexico (75.1%) and other common stockholders (24.9%). It operates mining units and metallurgical plants in Mexico and Peru and conducts exploration activities in Mexico, Peru and Chile.

Infraestructura y Transporte México (ITM) Financial Highlights

(Thousand Dollars in US GAAP)	4Q 2006	4Q 2005	Variance		12 Months Ended		Variance	
			US\$000	%	Dic 2006	Dic 2005	US\$000	%
Load Volume (MilionTons/Km)	9,472	9,534	(62)	(0.7)	39,087	35,359	3,728	10.5
Sales	242,718	220,035	22,683	10.3	934,545	768,216	166,329	21.7
Cost of Sales	157,779	136,746	21,033	15.4	592,450	471,543	120,907	25.6
Operating Income	55,678	48,648	7,030	14.5	226,961	179,178	47,783	26.7
EBITDA	76,238	70,371	5,867	8.3	306,066	262,201	43,865	16.7
Margin EBITDA (%)	31.4%	32.0%			32.8%	34.1%		
Net Income	39,513	27,321	12,192	44.6	140,892	85,536	55,356	64.7
Investments / Capex	172,788	21,177	151,611	715.9	253,198	91,024	162,174	178.2

The transportation division is represented by Infraestructura y Transportes Mexico, S.A. de C.V. (ITM) (74%), the main subsidiary of which is Grupo Ferroviario Mexicano, S.A. de C.V. (GFM) – Ferromex (74%) and Union Pacific (26%). It also has Intermodal Mexico, S.A. de C.V. and Texas Pacifico, Inc. On November 24, 2005, ITM acquired the railroad subsidiary Ferrosur, S.A. de C.V. (“Ferrosur”) through its Infraestructura y Transportes Ferroviarios, S.A. de C.V. (“ITF”) subsidiary. Ferrosur’s **results are reported under the participation method for these consolidated financial statements of ITM and Grupo Mexico.**

Revenues from railroad services rose 10.3% to \$242.7 million in 4Q06 compared to \$220.0 million in the 4Q05, despite that the volume of net ton/km transported remained stable, going from 9,534 million in 4Q05 to 9,472 million in 4Q06. The revenue growth was due primarily to increased inflation and a combination of improved freight traffic. Sales totaled \$934.5 million, up 21.7% for full year 2006 compared to 2005, due to a 10.5% increase in load volumes, going from 35,359 million tons/kilometer in 2005 to 39,087 million tons/kilometer in 2006, as well as to inflation and improved freight traffic.

Operating costs in 4Q06 rose 15.4% compared to 4Q05 going from \$136.7 million to \$157.8 million principally due to higher labor costs, a 3.1% hike in diesel prices, the most important raw material for this business division and increased car hire of US\$9.5 million due to greater use of third parties carloads.

Operating costs at December 31, 2006, was \$592.5 million, 25.6% higher than \$471.5 million in 2005. This was mainly due to labor costs increased 13.8%, going from \$118.7 million in 2005 to \$135.0 million in 2006, as a result of salary raises and greater usage of trains related to the higher volumes. The price of diesel rose 4.7%, going from \$0.4005 to \$0.4192 U.S. cents per liter. In conjunction with greater diesel consumption, this represented an increase of \$26.2 million. Car hire showed a \$31.2 million increase in 2006 because of the greater use of third parties carloads.

Operating income in 4Q06 was \$55.7 million, 14.5% higher than in 4Q05. EBITDA for 4Q06 rose 8.3%, to \$76.2 million in the 4Q06 compared to \$70.4 million in the 4Q05, and reaching an EBITDA margin of 31.4% in the 4Q06.

Full year 2006 net income was \$140.9 million, 64.7% higher than that of the same period in 2005. This was mainly due to increased volumes transported by Ferromex, as well as the addition of Ferrosur's net profits in ITM's financial statements, which in turn was \$2.1 million during 4Q06 and \$20.2 million net profit in full year 2006. Based on Accounting Principle SFASB 141, it is necessary to have authorization from the Federal Antitrust Commission before consolidating companies. In view of this, investment in Ferrosur is accounted under the participation method in these consolidated financial statements.

In 2006, total debt increased 20.7% compared to 2005, going from \$448.7 million in the fourth quarter of 2005 to \$541.5 million in that of 2006. This variation was the result of the loans received from HSBC in May and June for a total of \$28.6 million for the acquisition of 15 locomotives and includes capitalization of \$0.6 million corresponding to the Guarantee Fee paid to EDC for the HSBC financing guaranteed by EDC.

In addition a bridge loan in pesos was undertaken with Banamex, S.A. between October and December 2006 for a total of US\$130.6 million, for the acquisition of 60 GE ES44AC locomotives. In the first quarter of 2007, we expect to convert these bridge loans into a long-term loan granted by Banamex, S.A. with Eximbank guarantee.

In December 2006, the FERROMX 03-2 "Certificados Bursatiles" was redeemed for a total of 500.0 million pesos (\$46.0 million). Of the loans in pesos for 3,545.0 million pesos, the equivalent in US dollars was reduced by approximately \$5.0 million in view of the peso depreciation (\$10.8755 in December 2006 against \$10.7109 in December 2005). Moreover, \$8.0 million were paid to Eximbank, \$4.6 million to BNP Paribas and US\$1.7 million to HSBC, HSBC-EDC.

In 4Q06, Ferrosur's revenues totaled \$58.0 million compared to \$59.4 million in 3Q06. EBITDA was \$11.5 million compared to \$18.3 million in the previous quarter and net income was \$2.0 million in 4Q06 and \$20.1 for full year 2006. Ferrosur's debt to December 31, 2006, was \$183.4 million. Taking into account the cash position of \$38.6 million, it represents a net debt of \$144.8 million.

The transportation division is represented by the subsidiary Infraestructura y Transportes Mexico (ITM), the main subsidiaries of which are Ferrocarril Mexicano and Ferrosur. Ferromex is the largest railroad company in Mexico and has the widest coverage. It has a network of 8,500 kilometers of tracks, covering approximately 71% of Mexico's territory. Ferromex's lines connect with the United States at five points along the border, as well as at four ports on the Pacific Ocean and two in the Gulf of Mexico. Ferromex is controlled by Grupo Mexico with 55.5%, Union Pacific with 26% and Grupo Carso with 18.5%. Ferrosur is the railroad company that serves southern Mexico. It has a network of 2,029 kilometers of tracks, covering the central and southeastern parts of the country. It serves the states of Veracruz, Tabasco, Chiapas, Oaxaca and Puebla in particular and has access to ports in Veracruz and Coatzacoalcos in the Gulf of Mexico. Ferrosur is controlled by Grupo Mexico with 74.99% and Grupo Carso y Sinca Inbursa with 25.01%.

GRUPO MEXICO
CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q4-06	Q4-05	Variance	2006	2005	Variance
Income Statement						
Net Sales	1,883,194	1,370,162	513,032	6,374,127	5,166,007	1,208,120
Cost of Sales	732,182	607,342	124,840	2,605,445	2,418,732	186,713
Gross Profit	1,151,012	762,820	388,192	3,768,682	2,747,275	1,021,407
Gross Margin	61%	56%		59%	53%	
Administrative expenses	35,708	37,961	(2,253)	143,737	155,392	(11,655)
EBITDA	1,126,402	741,729	384,673	3,644,635	2,591,174	1,053,461
Depreciation and Amortization	93,420	97,171	(3,751)	343,215	369,005	(25,790)
Operating Income	1,021,884	627,688	394,196	3,281,730	2,222,878	1,058,852
Operating Margin	54%	46%		51%	43%	
Financial Cost	33,168	23,759	9,409	132,814	165,698	(32,884)
Earned Interest	(32,286)	(13,642)	(18,644)	(88,845)	(62,254)	(26,591)
Others Net Income	(8,069)	(15,623)	7,554	(16,856)	2,970	(19,826)
Earnings before Tax	1,029,071	633,194	395,877	3,254,617	2,116,464	1,138,153
Taxes	402,146	195,227	206,919	1,162,448	640,892	521,556
Minority Interest	179,615	139,649	39,966	568,107	412,145	155,962
Profit before Extraordinary loss	447,310	298,318	148,992	1,524,062	1,063,427	460,635
Extraordinary loss	-	-	-	-	-	-
Profit before Special Item	447,310	298,318	148,992	1,524,062	1,063,427	460,635
Special Item	-	-	-	-	-	-
Net Profit	447,310	298,318	148,992	1,524,062	1,063,427	460,635
Balance Sheet						
Cash and Marketable Securities	1,948,308	1,264,847	683,461	1,948,308	1,264,847	683,461
Current investments	280,000	-	280,000	280,000	-	280,000
Notes and Accounts receivable	718,813	481,720	237,093	718,813	481,720	237,093
Inventories	450,468	419,520	30,948	450,468	419,520	30,948
Prepaid expenses and others	197,255	168,897	28,358	197,255	168,897	28,358
Total Current Assets	3,594,844	2,334,984	1,259,860	3,594,844	2,334,984	1,259,860
Property, Plant and Equipment Net	4,863,436	4,736,297	127,139	4,863,436	4,736,297	127,139
Other Long term Assets	423,905	405,649	18,256	423,905	405,649	18,256
Total Assets	8,882,185	7,476,930	1,405,255	8,882,185	7,476,930	1,405,255
Liabilities and Investments						
Short Term Bank Debt	236,856	79,738	157,118	236,856	79,738	157,118
Accumulated Liabilities	1,015,503	970,251	45,252	1,015,503	970,251	45,252
Current Liabilities	1,252,359	1,049,989	202,370	1,252,359	1,049,989	202,370
Long Term Debt	1,878,952	1,548,235	330,717	1,878,952	1,548,235	330,717
Other Long Term Liabilities	413,295	491,468	(78,173)	413,295	491,468	(78,173)
Minority Interest	1,340,582	1,180,957	159,625	1,340,582	1,180,957	159,625
Total Liabilities	4,885,188	4,270,649	614,539	4,885,188	4,270,649	614,539
Stockholders Equity	2,000,446	2,007,085	(6,639)	2,000,446	2,007,085	(6,639)
Other equity accounts	62,884	94,376	(31,492)	62,884	94,376	(31,492)
Retained Earnings	1,933,667	1,104,820	828,847	1,933,667	1,104,820	828,847
Total Stockholders' equity	3,996,997	3,206,281	790,716	3,996,997	3,206,281	790,716
Total liabilities and stockholders' equity	8,882,185	7,476,930	1,405,255	8,882,185	7,476,930	1,405,255
Cash Flow						
Net Income for the year	447,310	298,318	148,992	1,524,062	1,063,427	460,635
Capitalized of P&L , due to merger of GMM	-	-	-	-	-	-
Depreciation and Amortization	93,420	97,171	(3,751)	343,215	369,005	(25,790)
Deferred Income Taxes & employee profit sharing	(8,359)	(12,612)	4,253	(7,662)	(41,004)	33,342
Minority Interest	183,018	140,897	42,121	570,941	414,407	156,534
Others Net	15,277	6,831	8,446	12,104	16,274	(4,170)
Trade Receivable	(95,496)	(26,769)	(68,727)	(237,093)	67,193	(304,286)
Other accounts receivable	13,737	119,746	(106,009)	(63,060)	19,735	(82,795)
Inventories	49,890	(20,429)	70,319	(30,948)	(37,799)	6,851
Other Assets	21,936	(2,501)	24,437	27,494	31,508	(4,014)
Accounts payable & accrued liabilities	296,226	140,962	155,264	114,491	108,355	6,136
Net cash provide by operating activities	1,016,959	741,614	275,345	2,253,544	2,011,101	242,443
Add property & equipment less retirements	(317,721)	(263,921)	(53,800)	(774,944)	(709,983)	(64,961)
Net cash used in investing activities	(317,721)	(263,921)	(53,800)	(774,944)	(709,983)	(64,961)
Financing	130,257	-	130,257	582,827	970,000	(387,173)
Amortization	(58,228)	(58,416)	188	(130,017)	(1,507,502)	1,377,485
Current investments	(280,000)	-	(280,000)	(280,000)	-	(280,000)
Dividends paid	(232,237)	(163,074)	(69,163)	(952,990)	(461,089)	(491,901)
Net cash used in financing activities	(440,208)	(221,490)	(218,718)	(780,180)	(998,591)	218,411
Effect of exchange rate changes on cash	(52,793)	13,050	(65,843)	(14,959)	(11,230)	(3,729)
Net increase(decrease) cash & marketable secur.	206,237	269,253	(63,016)	683,461	291,297	392,164
Cash & Marketable securities at begin yr.	1,742,071	995,594	746,477	1,264,847	973,550	291,297
Cash & Marketable securities at yr. end	1,948,308	1,264,847	683,461	1,948,308	1,264,847	683,461

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

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q4-06	Q4-05	Variance	2006	2005	Variance
Income Statement						
Net Sales	1,649,944	1,166,058	483,886	5,460,222	4,089,145	1,371,077
Cost of Sales	601,067	456,876	144,191	2,053,920	1,659,749	394,171
Gross Profit	1,048,877	709,182	339,695	3,406,302	2,429,396	976,906
Gross Margin	64%	61%		62%	59%	
Administrative expenses	20,210	21,930	(1,720)	92,701	81,132	11,569
EBITDA	1,019,027	678,768	340,259	3,315,809	2,335,215	980,594
Depreciation and Amortization	76,275	70,919	5,356	275,062	277,248	(2,186)
Operating Income	952,392	616,333	336,059	3,038,539	2,071,016	967,523
Operating Margin	58%	53%		56%	51%	
Financial Cost	22,474	12,450	10,024	86,176	86,365	(189)
Earned Interest	(15,761)	(17,224)	1,463	(50,217)	(30,765)	(19,452)
Others Net Income	9,640	8,484	1,156	(2,208)	13,049	(15,257)
Earnings before Tax	936,039	612,623	323,416	3,004,788	2,002,367	1,002,421
Taxes	299,940	184,301	115,639	979,620	589,744	389,876
Profit before Extraordinary loss	636,099	428,322	207,777	2,025,168	1,412,623	612,545
Minority Interest	2,671	7,877	(5,206)	9,301	12,475	(3,174)
Net Profit	633,428	420,445	212,983	2,015,867	1,400,148	615,719
Balance Sheet						
Cash and Marketable Securities	1,022,242	876,003	146,239	1,022,242	876,003	146,239
Current investments	280,000	-	280,000	280,000	-	280,000
Notes and Accounts receivable	604,394	386,460	217,934	604,394	386,460	217,934
Inventories	413,929	395,845	18,084	413,929	395,845	18,084
Prepaid expenses and others	98,117	56,046	42,071	98,117	56,046	42,071
Total Current Assets	2,418,682	1,714,354	704,328	2,418,682	1,714,354	704,328
Property, Plant and Equipment Net	3,896,511	3,946,474	(49,963)	3,896,511	3,946,474	(49,963)
Other Long term Assets	38,286	26,746	11,540	38,286	26,746	11,540
Total Assets	6,353,479	5,687,574	665,905	6,353,479	5,687,574	665,905
Liabilities and Investments						
Short Term Bank Debt	10,000	10,000	-	10,000	10,000	-
Accumulated Liabilities	876,925	876,611	314	876,925	876,611	314
Current Liabilities	886,925	886,611	314	886,925	886,611	314
Long Term Debt	1,518,526	1,162,065	356,461	1,518,526	1,162,065	356,461
Other Long Term Liabilities	293,343	300,126	(6,783)	293,343	300,126	(6,783)
Minority Interest	13,988	12,695	1,293	13,988	12,695	1,293
Total Liabilities	2,712,782	2,361,497	351,285	2,712,782	2,361,497	351,285
Stockholders Equity						
Other equity accounts	(108,744)	(97,924)	(10,820)	(108,744)	(97,924)	(10,820)
Retained Earnings	2,973,799	2,648,359	325,440	2,973,799	2,648,359	325,440
Total Stockholders' equity	3,640,697	3,326,077	314,620	3,640,697	3,326,077	314,620
Total liabilities and stockholders' equity	6,353,479	5,687,574	665,905	6,353,479	5,687,574	665,905
Cash Flow						
Net Income for the year	633,428	420,445	212,983	2,015,867	1,400,148	615,719
Depreciation and Amortization	76,275	70,919	5,356	275,063	277,248	(2,185)
Deferred Income Taxes & employee profit sharing	(73,222)	(24,051)	(49,171)	(55,882)	(42,268)	(13,614)
Minority Interest	16,474	(2,061)	18,535	2,870	21,766	(18,896)
Others Net	2,671	7,877	(5,206)	9,301	12,475	(3,174)
Accounts receivable	(92,387)	13,396	(105,783)	(240,073)	59,457	(299,530)
Inventories	(22,546)	(38,511)	15,965	(65,930)	(116,409)	50,479
Other Assets	66,544	(11,690)	78,234	(18,084)	(43,468)	25,384
Accounts payable & accrued liabilities	151,714	108,577	43,137	169,766	66,469	103,297
Other Assets	226,654	117,180	109,474	(14,189)	19,278	(33,467)
Net cash provide by operating activities	985,605	662,081	323,524	2,078,709	1,654,696	424,013
Add property & equipment less retirements	(140,316)	(207,325)	67,009	(470,937)	(435,870)	(35,067)
Net cash used in investing activities	161	(53,184)	53,345	389,714	993,646	(603,932)
Financing	-	-	-	-	-	-
Amortization	(9,428)	-	(9,428)	(33,253)	(1,151,869)	1,118,616
Dividends paid	(404,884)	(251,426)	(153,458)	(1,509,096)	(859,184)	(649,912)
Current investments	(280,000)	-	(280,000)	(280,000)	-	(280,000)
Other	-	-	-	-	-	-
Net cash used in financing activities	(695,890)	(342,614)	(353,276)	(1,440,859)	(1,055,599)	(385,260)
Effect of exchange rate changes on cash	(45,256)	(3,009)	(42,247)	(20,674)	2,069	(22,743)
Net increase(decrease) cash & marketable secur.	104,143	109,133	(4,990)	146,239	165,296	(19,057)
Cash & Marketable securities at begin yr.	918,099	766,870	151,229	876,003	710,707	165,296
Cash & Marketable securities at yr. end	1,022,242	876,003	146,239	1,022,242	876,003	146,239

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

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q4-06	Q4-05	Variance	2006	2005	Variance
Income Statement						
Net Sales	242,718	220,035	22,683	934,545	768,216	166,329
Cost of Sales	157,779	136,746	21,033	592,450	471,543	120,907
Gross Profit	84,939	83,289	1,650	342,095	296,673	45,422
Gross Margin	35%	38%		37%	39%	
Administrative expenses	12,118	17,124	(5,006)	46,983	49,094	(2,111)
EBITDA	76,238	70,371	5,867	306,066	262,201	43,865
Depreciation and Amortization	17,143	17,517	(374)	68,151	68,401	(250)
Operating Income	55,678	48,648	7,030	226,961	179,178	47,783
Operating Margin	23%	22%		24%	23%	
Financial Cost	8,934	9,024	(90)	40,262	46,821	(6,559)
Earned Interest	(4,514)	(3,108)	(1,406)	(15,548)	(10,234)	(5,314)
Others Net Income	(3,417)	(4,206)	789	(10,954)	(14,622)	3,668
Earnings before Tax	54,675	46,938	7,737	213,201	157,213	55,988
Taxes	6,853	13,929	(7,076)	53,145	47,006	6,139
Minority Interest	12,885	9,154	3,731	41,742	28,611	13,131
Profit before Extraordinary loss	34,937	23,855	11,082	118,314	81,596	36,718
Participation in Subsidiary not consolidated and Associated	(4,576)	(3,466)	(1,110)	(22,578)	(3,940)	(18,638)
Profit before Special Item	39,513	27,321	12,192	140,892	85,536	55,356
Net Profit	39,513	27,321	12,192	140,892	85,536	55,356
Balance Sheet						
Cash and Marketable Securities	209,259	171,563	37,696	209,259	171,563	37,696
Notes and Accounts receivable	123,282	101,390	21,892	123,282	101,390	21,892
Inventories	35,902	21,585	14,317	35,902	21,585	14,317
Prepaid expenses and others	78,328	56,109	22,219	78,328	56,109	22,219
Total Current Assets	446,771	350,647	96,124	446,771	350,647	96,124
Property, Plant and Equipment Net	976,361	806,219	170,142	976,361	806,219	170,142
Other Long term Assets	351,561	335,349	16,212	351,561	335,349	16,212
Total Assets	1,774,693	1,492,215	282,478	1,774,693	1,492,215	282,478
Liabilities and Investments						
Short Term Bank Debt	181,109	62,437	118,672	181,109	62,437	118,672
Accumulated Liabilities	146,447	110,284	36,163	146,447	110,284	36,163
Current Liabilities	327,556	172,721	154,835	327,556	172,721	154,835
Long Term Debt	360,426	386,254	(25,828)	360,426	386,254	(25,828)
Other Long Term Liabilities	8,717	13,832	(5,115)	8,717	13,832	(5,115)
Other Liabilities	3,779	3,241	538	3,779	3,241	538
Minority Interest	177,566	147,588	29,978	177,566	147,588	29,978
Total Liabilities	878,044	723,636	154,408	878,044	723,636	154,408
Stockholders Equity						
Other equity accounts	379,240	379,240	-	379,240	379,240	-
Retained Earnings	(70,746)	(61,697)	(9,049)	(70,746)	(61,697)	(9,049)
	588,155	451,036	137,119	588,155	451,036	137,119
Total Stockholders' equity	896,649	768,579	128,070	896,649	768,579	128,070
Total liabilities and stockholders' equity	1,774,693	1,492,215	282,478	1,774,693	1,492,215	282,478
Cash Flow						
Net Income for the year	39,513	27,321	12,192	140,892	85,536	55,356
Depreciation and Amortization	17,143	17,517	(374)	68,151	68,401	(250)
Deferred Income Taxes & employee profit sharing	13,680	13,358	322	(3,697)	4,911	(8,608)
Minority Interest	12,885	9,154	3,731	41,742	28,611	13,131
Others Net	(2,300)	(1,317)	(983)	(16,907)	(3,475)	(13,432)
Trade Receivable	(11,436)	(6,062)	(5,374)	(23,370)	(2,649)	(20,721)
Other accounts receivable	(34,278)	(5,879)	(28,399)	(26,824)	17,219	(44,043)
Inventories	(16,360)	(7,104)	(9,256)	(14,609)	(3,708)	(10,901)
Accounts payable & accrued liabilities	4,538	5,619	(1,081)	37,744	49,939	(12,195)
Net cash provide by operating activities	23,385	52,607	(29,222)	203,122	244,785	(41,663)
Add property & equipment less retirements	(172,788)	(21,177)	(151,611)	(253,198)	(91,024)	(162,174)
Net cash used in investing activities	(172,788)	(21,177)	(151,611)	(253,198)	(91,024)	(162,174)
Financing	130,578	-	130,578	159,906	7,889	152,017
Amortization	(49,432)	(1,161)	(48,271)	(61,111)	(60,234)	(877)
Dividends paid	-	(16,105)	16,105	(10,224)	(36,086)	25,862
Other	3,755	1,760	1,995	2,999	1,492	1,507
Net cash used in financing activities	84,901	(15,506)	100,407	91,570	(86,939)	178,509
Effect of exchange rate changes on cash	1,802	4,004	(2,202)	(3,798)	(28,816)	25,018
Net increase(decrease) cash & marketable secur.	(62,700)	19,928	(82,628)	37,696	38,006	(310)
Cash & Marketable securities at begin yr.	271,959	151,635	120,324	171,563	133,557	38,006
Cash & Marketable securities at yr. end	209,259	171,563	37,696	209,259	171,563	37,696