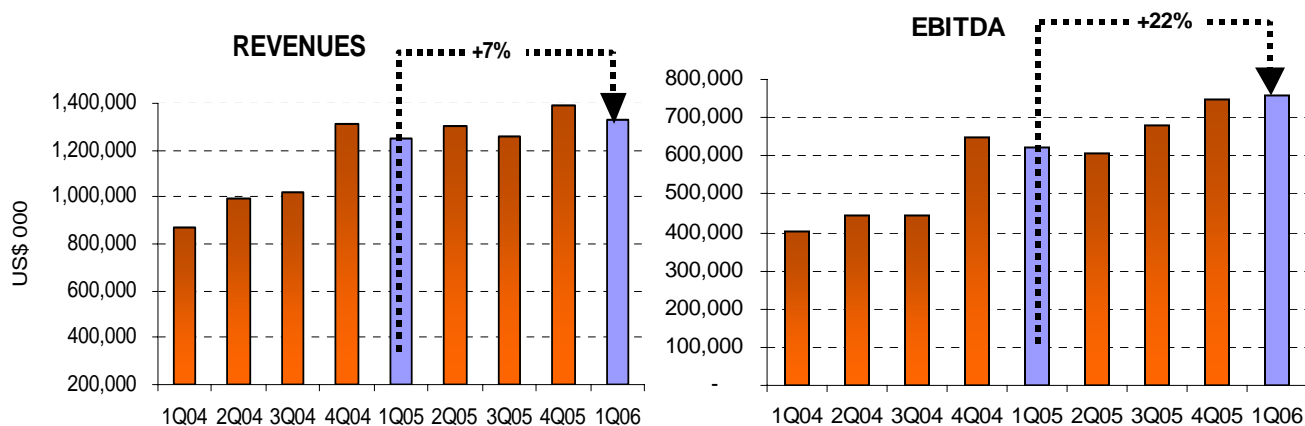


Mexico City, May 2, 2006 – Grupo México, S.A. de C.V. (BMV: GMEXICOB) reports its results today corresponding to the first quarter and the three months ended March 31, 2006 and 2005.

GRUPO MÉXICO

Consolidated information on the mining operations in the United States, Asarco (until August 9, 2005); Mexico and Peru in Southern Copper Corporation (SCC); as well as the transport division with Ferrocarril Mexicano, Intermodal Mexico and Texas Pacific. On November 25, 2005, GMexico acquired, through its subsidiary Infraestructura y Transportes México, S.A. de C.V. (ITM), the railroad subsidiary Ferrosur, S.A. de .V. This acquisition is presented under the method of participation in these financial statements.



- ❑ **Consolidated sales** in 1Q06 were \$1,328.6 million¹, 6.6% higher than sales in 1Q05 notwithstanding that Asarco contributed with \$160 MM during 1Q05, providing a 22% if we harmonize both quarters.
- ❑ **EBITDA** in 1Q06 increased 22.4% compared with 1Q05, reaching \$759.2 million. EBITDA's margin for 1Q06 was 57.1% compared with 49.8% the previous year which included \$16MM corresponding to Asarco.
- ❑ **Consolidated operating profit** in 1Q06 increased \$139.7 million; that is, 26.1% higher than the one registered in 1Q05. The previous increment can be partly explained due to higher metals' prices and a continuous cost control process – essential in the commodities sector.
- ❑ A 32.1% increase in **consolidated net profit** in 1Q06 compared with the same period of the previous year, reaching \$331.0 million.
- ❑ In 1Q06, **capital investments** were \$154.9 million, that is, 12.8% higher than investments in 1Q05. These resources were mainly used to modernize the copper smelter in Ilo, Peru, and the mining and metallurgical units, as well as for the Railroad Division's new infrastructure and provision of equipment, which will enable larger production and movement of freight volumes.
- ❑ On January 1, 2006 Southern Copper (SCC) adopted the EITF consensus 04-06 "Accounting for Stripping Costs Incurred during Production in the Mining Industry" which states that stripping costs incurred during the production phase of a mine are

¹ All figures are shown in US\$, under U.S. GAAP, except where otherwise indicated.

production costs that should be included in the costs of the production extraction during the period that the stripping costs are incurred. In connection with the adoption of this accounting principle, effective January 1, 2006, SCC reversed \$499.5 million on net cumulative capitalized stripping costs and capitalized leaching and recorded a net charge of \$317.0 million to retained earnings and tax benefit of \$182.5 million.

- During 1Q06 \$24 million additional were recorded as cost production than the one registered in 1Q05, due to the new accounting principles, that no longer allow capitalized stripping and capitalized leaching costs to be differed in the years of the corresponding production.
- In 1Q06, in the **railroad transportation** sector, volumes transported increased 39.6% compared with the same period in 2005, achieving a 71% increment in sales when the same periods are compared. The reason for this is the increase in volumes transported, the acquisition of Ferrosur, better exchange rate peso-dolar, and the fact that we were able to transfer part of the big hike in diesel prices to the clients.
- In 1Q06 **ITM's** EBITDA reached \$88.2 million dollars compared to \$53.2 million in 1Q05, that is, 65.8% higher.
- The acquisition of Ferrosur by ITF, a subsidiary of ITM, in order to offer our users a seamless service that covers a larger part of the national territory. On the other hand, given the economy of scale characterizing the railroad service, important synergies will be obtained to provide a more competitive service to our clients. **The Federal Antitrust Commission was notified** in time and in the correct manner, to comply with the regulations in force. We are currently waiting for the authorities' response.
- In 1Q06 GMexico paid a dividend to its shareholders equal to \$0.60 cents in Mexican currency, per outstanding stock shares.
- On April 28, 2006 the Board of Directors authorized a dividend of \$0.60 cents in Mexican currency, per share, to be paid next on May 17, 2006.

Grupo Mexico Financial Highlights

(Thousand Dollars in US GAAP)	1Q 2006	1Q 2005	Variance		3 Months Ended		Variance	
			US\$000	%	Mar 2006	Mar 2005	US\$000	%
Sales	1,328,619	1,246,134	82,485	6.6	1,328,619	1,246,134	82,485	6.6
Cost of Sales	545,428	585,196	(39,768)	(6.8)	545,428	585,196	(39,768)	(6.8)
Operating Income	675,000	535,345	139,655	26.1	675,000	535,345	139,655	26.1
EBITDA	759,153	620,162	138,991	22.4	759,153	620,162	138,991	22.4
Margin EBITDA (%)	57.1%	49.8%			57.1%	49.8%		
Net Income (Loss)	331,024	250,620	80,404	32.1	331,024	250,620	80,404	32.1
Investments / Capex	154,900	137,303	17,597	12.8	154,900	137,303	17,597	12.8

Important Events

- ❑ Accident at coal mine.- On February 19, a gas explosion took place at the Pasta de Conchos coal mine, of its subsidiary Industrial Minera Mexico, in the San Juan Sabinas municipality in the state of Coahuila. The explosion provoked a landslide along the mine, causing the very regrettable dead of 65 miners. Grupo Mexico reiterates its commitment to use all resources and make all human efforts necessary and technically possible to achieve the recover of the bodies of its workers and, to provide support to their families.
- ❑ Acquisition of Ferrosur.- On November 25, 2005, GMexico announced that its subsidiary Infraestructura y Transportes México, S.A. de C.V. (ITM), acquired through its recently incorporated subsidiary Infraestructura y Transportes Ferroviarios, S.A. de C.V. (ITF), 100% of the capital stock of the company Ferrosur, S.A. de C.V. owned by Sinca Inbursa and GCondumex. GMexico believes such an acquisition will strengthen Mexico's transport system by promoting competition in the load transport market in Mexico.

In accordance with SFASB 141 Accounting Principle, it is necessary to have the Federal Antitrust Commission's final authorization before we can consolidate the accounting. Because of the aforementioned, and as long as the said authorization remains pending, investments in Ferrosur will be presented valued under the method of participation in Grupo Mexico's consolidated financial statements.

- ❑ Advise to Shareholders with respect to the payment of dividends. - In accordance with the resolutions adopted by the ordinary general assembly celebrated on April 29, 2005, the board decided, in its meeting

of January 27, 2006, based in the financial results obtained by the company during the fourth quarter 2005, authorized a dividend of \$0,60 cents in Mexican currency, per share outstanding that was paid in a single exhibition on February 15, 2006.

- Strikes and illegal work stoppages in mining units.- GMexico informs that despite having an extension period signed by Mexico's National Union of Miners, Metallurgical and Like Workers, a group of workers maintains illegally blocked the entrance to La Caridad concentrator mine since March 24, 2006. Mexicana de Cobre, GMexico's subsidiary, undertook due legal action with state officials in order to recover its full rights over the property in accordance with the law; it hopes the dispute will be settled briefly. In addition, a group of workers maintains illegally blocked the San Martin zinc mine, located in Sombrerete, Zacates since February 28, 2006. The indefinite closing of this mine is being analyzed, due to its low reserves and to the illegal work stoppage that prevails.

On the status of the illegal work stoppages that have taken place in the mining units, the cause of the problem is an internal conflict within the Union.

Currently, of the 12 sections of the Mining Union in Mexico, that belong to the company, 8 already celebrated the revision of the Workers Collective Contract and they are working normally, two are about to review in May 18th and August 27th of the present year. In the two sections before mentioned some compatible workers to the demoted leader, they continue blocking the entrance to the workers to the work center. The Labor authorities have ruled these actions as illegal work stoppage.

GMexico hopes that the Federal Government, together with the corresponding state authorities, will ensure the law will prevail and manage to reestablish work at the mines, soonest, in accordance with the rule of law.

Financing

GMexico's total debt to December 31, 2005 is \$1,705.3 million; with a cash and bank balance of \$1,349.5 million, which equals a net debt of \$355.8 million.

Debt Profile

(US\$000)	12/31/05	As of March 31, 2006		
	Gross Debt	Gross Debt	Cash & Banks	Net Debt
Grupo México (GM)	-	-	47,003	(47,003)
Infraestructura y Transportes México	-	-	18,331	(18,331)
Americas Mining Corporation	101,090	101,090	337,467	(236,377)
Southern Copper Corporation	1,172,065	1,172,135	775,627	396,508
Ferromex	445,562	432,130	171,049	261,081
Grupo México (Consolidated)	1,718,717	1,705,355	1,349,477	355,878

The financial cost of the first quarter of 2006 was \$39.2 million, 23.9% lower than the same quarter in 2005, due to an important reduction in the group's liabilities, as well as better interest rate terms.

On January 31, 2006, Ferrosur signed a bridge loan with BBVA Bancomer and Banamex in Mexican pesos equivalent to \$183 million with maturity January 15, 2007, at an interest rate of TIE 28 days plus a variable margin of 0,15% to 1,0% payable monthly. ITM constituted as guarantor of the loan agreement. The funds were used to prepay a \$150 million syndicated loan, the remaining \$33 million was used for the acquisition of 21 locomotives and 583 cars of railroad with a value of \$40,2 million (including value added tax), the differential was paid with own resources generated by the operation.

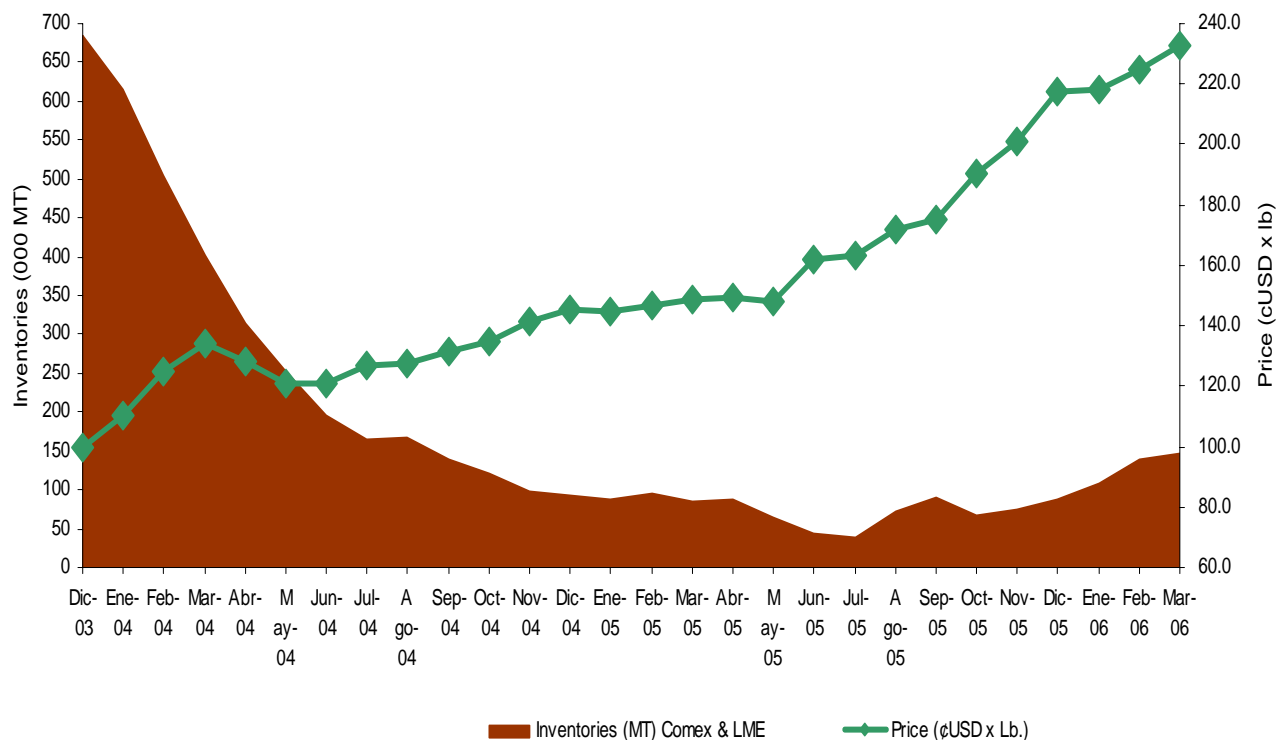
Ferrosur's debt to March 31, 2006 was \$184.0 million with a cash and bank balance of \$17.8 million, which equals a net debt of \$166.2 million. It does not consolidate in the Group because it is under the method of participation as mentioned in page 3.

MINING DIVISION

Metals' market

World Inventories (LME + Comex)

Average Copper Prices (Comex)



The acute demand of commodities continues, particularly among the world's leading economies (China, the United States, Japan and Europe). Low global inventories, bottlenecks in the refining stage, distortions due to strikes, lower mineral grades, and a strong demand by investment funds, are the reasons for the recent rise in metal prices.

The average copper price rose 53.5%, compared to 1Q05; zinc rose 70.3%; silver, 38.8%; gold, 29.7%, while the price of molybdenum, our main by-product, dropped 26.9% compared to 1Q05.

Metals Price Average	Copper (\$cts/lb)	Zinc (\$cts/lb)	Silver (\$dlls/Oz)	Gold (\$dlls/Oz)	Molybdenum (\$dlls/lb)
1Q 2006	225.25	101.71	9.70	553.98	22.25
Average 2006	225.25	101.71	9.70	553.98	22.25
Average 2005	168.23	62.68	7.32	444.89	31.05
Average 1Q 2005	146.77	59.73	6.99	427.23	30.43
Var 1Q06 vs 1Q05	53.5%	70.3%	38.8%	29.7%	-26.9%

METAL PRODUCTION

SOUTHERN COPPER CORP.		1Q 2006	1Q 2005	% Var.	Yr. 2006	Yr. 2005	% Var.
COPPER	(M.T.)	160,564	161,749	(0.7)	160,564	161,749	(0.7)
SILVER	(KG.)	129,359	140,182	(7.7)	129,359	140,182	(7.7)
GOLD	(KG.)	241	244	(1.2)	241	244	(1.2)
MOLYBDENUM	(M.T.)	3,469	4,020	(13.7)	3,469	4,020	(13.7)
ZINC	(M.T.)	34,592	34,707	(0.3)	34,592	34,707	(0.3)
LEAD	(M.T.)	4,586	4,755	(3.6)	4,586	4,755	(3.6)

Southern Copper Corporation & Subsidiaries Financial Highlights

	1Q 2006		1Q 2005		Variance		3 Months Ended		Variance	
	(Thousand Dollars in US GAAP)				US\$000	%	Mar 2006	Mar 2005	US\$000	%
Copper Sold (MT)	151,491	163,436	(11,945)	(7.3)	151,491	163,436	(11,945)	(7.3)		
Sales	1,121,291	946,075	175,216	18.5	1,121,291	946,075	175,216	18.5		
Cost of Sales	411,517	394,917	16,600	4.2	411,517	394,917	16,600	4.2		
Operating Income	632,655	471,593	161,062	34.2	632,655	471,593	161,062	34.2		
EBITDA	684,780	524,429	160,351	30.6	684,780	524,429	160,351	30.6		
Margin EBITDA (%)	61.1%	55.4%			61.1%	55.4%				
Net Income	421,575	298,361	123,214	41.3	421,575	298,361	123,214	41.3		
Investments / Capex	143,117	99,884	43,233	43.3	143,117	99,884	43,233	43.3		

Total sales in 1Q06 were \$1,121.3 million, reaching an 18.5% increment with respect to the same period in 2005.

EBITDA increased 30.6%, from \$524.4 million in 1Q05 to \$684.8 million in 1Q06. EBITDA's margin reached 61.1% in 1Q06 compared to 55.4% for 1Q05.

Copper production diminished slightly by 0.7% to 160,564 copper tons in the first quarter of 2006, compared to the same period in 2005. This drop is due to a reduction of 4,892 tons in Mexican mines which were affected by the illegal work stoppages at La Caridad mine, in Sonora, and the San Martin mine in Zacatecas, as well as to an increase in milled ore and an improvement in the percentages of copper recuperation in the Peru mines, which produced 3,707 more tons than in the first quarter of 2005.

In the first quarter of 2006 molybdenum production dropped by 551 tons, that is, 13.7% compared to the same period of 2005. This was due to a 362 tons reduction in the Peruvian mines, the reason being a lower ore grade and the recovery of the molybdenum plant in Cuajone, as well as 189 tons at La Caridad mine in Mexico, because of a lower ore grade.

Zinc production represented 34,592 tons in 1Q06, compared with 34,707 tons in the same period of 2005. In January 2006 a fire broke out in the power system of the rectifier transformers located at the center of our zinc refinery in San Luis Potosi. The plant was shut down. We hope to restore 50% of this plant's production in the second quarter and the other 50% in this year's third quarter. Due to the above, currently zinc concentrates are being sold. Because of an over demand of zinc concentrates in the market, the company has obtained highly favorable terms in zinc concentrate sales; thereby, the final result of this accident is expected to be positive for SCC.

Consolidated operating profit was \$632.7 million in 1Q06, 34.2% higher than that reached in the same period of the previous year.

Net profit in 1Q06 was \$421.6 million, an increment of \$123.2 million over 1Q05. This improvement in the company's profits is due, in part, to better metals' prices. The company has focused on cost control and it expects 2006 will provide the company with another year of excellent earnings. However, we have suffered some losses due to work stoppages in some of our Mexican mines and plants in the year's first quarter (see Important Events), and in fact the stoppages continue to date at La Caridad mine in Sonora, and in the San Martin mine in Zacatecas. Even though these stoppages are illegal, we have been forced to declare Force Majeure in some of our commercial contracts. We are currently working with the Mexican authorities in order resolve these illegal work stoppages.

The modernization program at the Ilo smelter proceeds according to the original timelines. We estimate the project will be finished in December 2006. The anode plant was finished in the first quarter of this year, and the blister copper production has been replaced by copper anodes. To March 31, 2006, work at the smelter project has progressed by 76%. In addition, the project to dump, crush and haul by conveyor belts is already operating at the Toquepala mine. The main crusher and the conveyor belt system is functioning according to the project's design; construction of the ramp for leachable material will continue, until it is finished in the third quarter of 2006. This project is 95.7% finished. We are going to expand production of leached copper cathodes (SX-EW) in Cananea, with a new plant that will have a capacity of 32,800 metric copper tons a year. As a result of our evaluations, we concluded that this plant would provide a

better return on investment than the two-stage expansion we had previously considered. The bidding for basic engineering is currently in process. Moreover, a crushing, haulage and dispersion system is also at the basic engineering stage.

Southern Copper Corporation (SCC) is the world's second largest copper mining corporation in terms of its ore reserves, listed in New York and Peru. SCC's shareholders are, either directly or through subsidiaries, as follows: Grupo México (75.1%) and other common shareholders (24.9%). It 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 2006	1Q 2005	Variance		3 Months Ended		Variance	
			US\$000	%	Mar 2006	Mar 2005	US\$000	%
Load Volume (MilionTons/Km)	10,828	7,755	3,073	39.6	10,828	7,755	3,073	39.6
Sales	272,540	159,374	113,166	71.0	272,540	159,374	113,166	71.0
Cost of Sales	170,422	96,826	73,596	76.0	170,422	96,826	73,596	76.0
Operating Income	60,670	36,034	24,636	68.4	60,670	36,034	24,636	68.4
EBITDA	88,217	53,210	35,007	65.8	88,217	53,210	35,007	65.8
Margin EBITDA (%)	32.4%	33.4%			32.4%	33.4%		
Net Income	29,652	16,339	13,313	81.5	29,652	16,339	13,313	81.5
Investments / Capex	46,897	20,425	26,472	129.6	46,897	20,425	26,472	129.6

Note: Pro forma numbers which include the results of Ferrosur for the quarter ended 3/31/2006.

The transport division is represented by the subsidiary Infraestructura y Transportes México (ITM), being the main subsidiary Ferrocarril Mexicano (Ferromex), in addition Intermodal México and Texas Pacific. On November 24, 2005, ITM acquired the railway subsidiary Ferrosur, S.A. de C.V.

The average exchange rate in the first quarter of 2006 was \$10.5871, compared with \$11.1833 in the same period of 2005; this shows a 5.3% improvement.

Revenues earned for services provided rose 71.0%, from \$159.3 million in 1Q05, to \$272.5 million in 1Q06; this was due to the 39.6% increment in net tons-km transported, going from 7,755 million in 1Q05 to 10,828 million in 1Q06, together with better rates and at a better exchange rate, and the acquisition of Ferrosur.

Sales' costs in 1Q06 rose 76.0% with respect to 1Q05, from \$96.8 million to \$170.4 million. The main reasons for the increment are hikes in labor, due to a larger number of travel values, the wage increase to offset inflation and the peso's revaluation against the dollar, as well as a rise in diesel prices, which went up 15.4%, from 36.7 to 42.4 USD cents in 1Q06.

EBITDA of 1Q06 increased 65.8%, from \$53.2 million in 1Q05 to \$88.2 million. EBITDA's margin for the first quarter of 2006 was 32.4%.

Operating profit in 1Q06 reached \$60.6 million and was 68.4% higher than that of 1Q05, despite a significant hike in diesel cost, the main product consumed in railroad operations. Net profit in the first quarter of 2006 was \$29.6 million, 81.5% higher than that of the same period in 2005.

To March 31, 2006 ITM's total debt was \$616.1 million with a cash and bank balance of \$207.1 million, which equals a net debt of \$409.0 million.

In accordance with SFASB 141 Accounting Principle, it is necessary to have the Federal Antitrust Commission's final authorization before we can carry out this business integration. Because of the aforementioned, and as long as the said authorization remains pending, investments in Ferrosur will be presented valued under the method of participation in Grupo Mexico's consolidated financial statements.

Acquisition of Ferrosur:

GMéxico hopes to obtain the Federal Antitrust Commissions' authorization in the coming months, considering that this operation does not exceed the pre-established indexes in freight transport, and allows broader competition among railroad lines by preventing unnecessary movements in storage, interconnection and double classification of trains, etc., which will allow better prices and terms for our clients. This transaction will produce important synergies that will improve the company's operating and financial margins even more.

It is worth mentioning that with this acquisition, there is now access and interconnection with the Manzanillo and Veracruz ports, moreover, we now have the railroad network to connect southern Mexico with the country's northern states and the various border points with the United States. In addition, it will provide competitive access to our clients from the central-Pacific part of the country to the Gulf of Mexico and the port of Veracruz.

The transport division is represented by the subsidiary Infraestructura y Transportes México (ITM), being the main subsidiaries Ferrocarril Mexicano (Ferromex) & Ferrosur. Ferromex is the largest railroad company in Mexico, and has the widest coverage. It has a track network of 8,500 kilometers that covers 71% of Mexico's territory. Ferromex's lines connects five border points at the Mexico-U.S. border, as well as with four ports in the Pacific Ocean and two in the Gulf of Mexico. Grupo México controls 55.5%; Union Pacific, 26% and Grupo Carso, 18.5% of Ferromex. Ferrosur is the railroad company that covers southern Mexico. It has a track network of 1,955 kilometers covering the central and southeastern parts of the country; it especially takes care of the states of Veracruz, Tabasco, Chiapas and Puebla and has access to the ports of Veracruz and Coatzacoalcos in the Gulf of Mexico. Grupo México holds 74.99% of Ferrosur, while Grupo Carso has 25%.

GRUPO MEXICO
CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	Q1-06	Q1-05	Variance	2006	2005	Variance
Income Statement						
Net Sales	1,328,619	1,246,134	82,485	1,328,619	1,246,134	82,485
Cost of Sales	545,428	585,196	(39,768)	545,428	585,196	(39,768)
Gross Profit	783,191	660,938	122,253	783,191	660,938	122,253
Gross Margin	59%	53%		59%	53%	
Administrative expenses	37,528	42,194	(4,666)	37,528	42,194	(4,666)
EBITDA	759,153	620,162	138,991	759,153	620,162	138,991
Depreciation and Amortization	70,663	83,399	(12,736)	70,663	83,399	(12,736)
Operating Income	675,000	535,345	139,655	675,000	535,345	139,655
Operating Margin	51%	43%		51%	43%	
Financial Cost	39,294	51,614	(12,320)	39,294	51,614	(12,320)
Earned Interest	(12,596)	(17,930)	5,334	(12,596)	(17,930)	5,334
Others Net Income	(13,490)	(1,418)	(12,072)	(13,490)	(1,418)	(12,072)
Earnings before Tax	661,792	503,079	158,713	661,792	503,079	158,713
Taxes	213,582	158,152	55,430	213,582	158,152	55,430
Minority Interest	117,186	94,307	22,879	117,186	94,307	22,879
Profit before Extraordinary loss	331,024	250,620	80,404	331,024	250,620	80,404
Extraordinary loss	-	-	-	-	-	-
Profit before Special Item	331,024	250,620	80,404	331,024	250,620	80,404
Special Item	-	-	-	-	-	-
Net Profit	331,024	250,620	80,404	331,024	250,620	80,404
Balance Sheet						
Cash and Marketable Securities	1,349,477	949,373	400,104	1,349,477	949,373	400,104
Notes and Accounts receivable	480,311	542,408	(62,097)	480,311	542,408	(62,097)
Inventories	453,662	533,494	(79,832)	453,662	533,494	(79,832)
Prepaid expenses and others	159,873	169,410	(9,537)	159,873	169,410	(9,537)
Total Current Assets	2,443,323	2,194,685	248,638	2,443,323	2,194,685	248,638
Property, Plant and Equipment Net	4,301,437	4,929,476	(628,039)	4,301,437	4,929,476	(628,039)
Other Long term Assets	414,466	323,438	91,028	414,466	323,438	91,028
Total Assets	7,159,226	7,447,599	(288,373)	7,159,226	7,447,599	(288,373)
Liabilities and Investments						
Short Term Bank Debt	70,813	100,452	(29,639)	70,813	100,452	(29,639)
Accumulated Liabilities	1,031,274	964,027	67,247	1,031,274	964,027	67,247
Current Liabilities	1,102,087	1,064,479	37,608	1,102,087	1,064,479	37,608
Long Term Debt	1,535,900	2,110,110	(574,210)	1,535,900	2,110,110	(574,210)
Other Long Term Liabilities	248,059	860,772	(612,713)	248,059	860,772	(612,713)
Minority Interest	1,112,190	976,483	135,707	1,112,190	976,483	135,707
Total Liabilities	3,998,236	5,011,844	(1,013,608)	3,998,236	5,011,844	(1,013,608)
Stockholders Equity						
Other equity accounts	2,006,842	2,007,288	(446)	2,006,842	2,007,288	(446)
Retained Earnings	102,465	(277,451)	379,916	102,465	(277,451)	379,916
	1,051,683	705,918	345,765	1,051,683	705,918	345,765
Total Stockholders' equity	3,160,990	2,435,755	725,235	3,160,990	2,435,755	725,235
Total liabilities and stockholders' equity	7,159,226	7,447,599	(288,373)	7,159,226	7,447,599	(288,373)
Cash Flow						
Net Income for the year	331,024	250,620	80,404	331,024	250,620	80,404
Depreciation and Amortization	70,663	83,399	(12,736)	70,663	83,399	(12,736)
Deferred Income Taxes & employee profit sharing	12,214	(1,510)	13,724	12,214	(1,510)	13,724
Others Net	115,679	83,475	32,204	115,679	83,475	32,204
Trade Receivable	1,409	44,029	(42,620)	1,409	44,029	(42,620)
Other accounts receivable	(507)	53,203	(53,710)	(507)	53,203	(53,710)
Inventories	(34,132)	12,280	(46,412)	(34,132)	12,280	(46,412)
Other Assets	(8,195)	(2,839)	(5,356)	(8,195)	(2,839)	(5,356)
Accounts payable & accrued liabilities	(15,480)	(93,580)	78,100	(15,480)	(93,580)	78,100
Net cash provide by operating activities	472,675	429,077	43,598	472,675	429,077	43,598
Add property & equipment less retirements	(154,900)	(135,581)	(19,319)	(154,900)	(135,581)	(19,319)
Net cash used in investing activities	(154,900)	(135,581)	(19,319)	(154,900)	(135,581)	(19,319)
Financing	-	170,000	(170,000)	-	170,000	(170,000)
Amortization	(5,152)	(448,193)	443,041	(5,152)	(448,193)	443,041
Increase of capital	-	-	-	-	-	-
Dividends paid	(249,482)	(45,826)	(203,656)	(249,482)	(45,826)	(203,656)
Capital Reimbursement	-	-	-	-	-	-
Net cash used in financing activities	(254,634)	(324,019)	69,385	(254,634)	(324,019)	69,385
Effect of exchange rate changes on cash	21,489	6,346	15,143	21,489	6,346	15,143
Net increase(decrease) cash & marketable secur.	84,630	(24,177)	108,807	84,630	(24,177)	108,807
Cash & Marketable securities at begin yr.	1,264,847	973,550	291,297	1,264,847	973,550	291,297
Cash & Marketable securities at yr. end	1,349,477	949,373	400,104	1,349,477	949,373	400,104

SOUTHERN COPPER CORPORATION - GLOBAL
CONSOLIDATED FINANCIAL STATEMENTS (US GAAP)

(Figures in thousands of US Dollars)

	Quarters			Accumulated		
	1Q06	1Q05	Variance	2006	2005	Variance
Income Statement						
Net Sales	1,121,291	946,075	175,216	1,121,291	946,075	175,216
Cost of Sales	411,517	394,917	16,600	411,517	394,917	16,600
Gross Profit	709,774	551,158	158,616	709,774	551,158	158,616
Gross Margin	63%	58%		63%	58%	
Administrative expenses	24,016	18,598	5,418	24,016	18,598	5,418
EBITDA	684,780	524,429	160,351	684,780	524,429	160,351
Depreciation and Amortization	53,103	60,967	(7,864)	53,103	60,967	(7,864)
Operating Income	632,655	471,593	161,062	632,655	471,593	161,062
Operating Margin	56%	50%		56%	50%	
Financial Cost	17,812	23,007	(5,195)	17,812	23,007	(5,195)
Earned Interest	(9,305)	(5,452)	(3,853)	(9,305)	(5,452)	(3,853)
Others Net Income	978	8,131	(7,153)	978	8,131	(7,153)
Earnings before Tax	623,170	445,907	177,263	623,170	445,907	177,263
Taxes	199,872	146,121	53,751	199,872	146,121	53,751
Profit before Extraordinary loss	423,298	299,786	123,512	423,298	299,786	123,512
Minority Interest	1,723	1,425	298	1,723	1,425	298
Profit before Special Item	421,575	298,361	123,214	421,575	298,361	123,214
Special Item	-	-	-	-	-	-
Net Profit	421,575	298,361	123,214	421,575	298,361	123,214
Balance Sheet						
Cash and Marketable Securities	775,627	809,334	(33,707)	775,627	809,334	(33,707)
Notes and Accounts receivable	359,790	411,355	(51,565)	359,790	411,355	(51,565)
Inventories	436,148	353,543	82,605	436,148	353,543	82,605
Prepaid expenses and others	57,038	52,167	4,871	57,038	52,167	4,871
Total Current Assets	1,628,603	1,626,399	2,204	1,628,603	1,626,399	2,204
Property, Plant and Equipment Net	3,534,514	3,679,218	(144,704)	3,534,514	3,679,218	(144,704)
Other Long term Assets	42,370	41,960	410	42,370	41,960	410
Total Assets	5,205,487	5,347,577	(142,090)	5,205,487	5,347,577	(142,090)
Liabilities and Investments						
Short Term Bank Debt	10,000	68,235	(58,235)	10,000	68,235	(58,235)
Accumulated Liabilities	785,721	775,390	10,331	785,721	775,390	10,331
Current Liabilities	795,721	843,625	(47,904)	795,721	843,625	(47,904)
Long Term Debt	1,162,135	1,143,010	19,125	1,162,135	1,143,010	19,125
Other Long Term Liabilities	208,620	337,057	(128,437)	208,620	337,057	(128,437)
Minority Interest	11,516	11,929	(413)	11,516	11,929	(413)
Total Liabilities	2,177,992	2,335,621	(157,629)	2,177,992	2,335,621	(157,629)
Stockholders Equity						
Other equity accounts	(16,455)	29,876	(46,331)	(16,455)	29,876	(46,331)
Retained Earnings	2,348,676	2,286,806	61,870	2,348,676	2,286,806	61,870
Total Stockholders' equity	3,027,495	3,011,956	15,539	3,027,495	3,011,956	15,539
Total liabilities and stockholders' equity	5,205,487	5,347,577	(142,090)	5,205,487	5,347,577	(142,090)
Cash Flow						
Net Income for the year	421,575	298,361	123,214	421,575	298,361	123,214
Depreciation and Amortization	53,103	60,967	(7,864)	53,103	60,967	(7,864)
Deferred Income Taxes & employee profit sharing	19,712	5,087	14,625	19,712	5,087	14,625
Others Net	5,905	34,251	(28,346)	5,905	34,251	(28,346)
Accounts receivable	24,364	69,711	(45,347)	24,364	69,711	(45,347)
Inventories	35,801	(8,788)	44,589	35,801	(8,788)	44,589
Other Assets	(40,303)	(1,833)	(38,470)	(40,303)	(1,833)	(38,470)
Accounts payable & accrued liabilities	(82,430)	(30,927)	(51,503)	(82,430)	(30,927)	(51,503)
Net cash provide by operating activities	437,727	426,829	10,898	437,727	426,829	10,898
Add property & equipment less retirements	(143,117)	(75,261)	(67,856)	(143,117)	(75,261)	(67,856)
Net cash used in investing activities	(143,117)	(75,261)	(67,856)	(143,117)	(75,261)	(67,856)
Financing	-	170,000	(170,000)	-	170,000	(170,000)
Amortization	-	(289,043)	289,043	-	(289,043)	289,043
Escrow deposits on long-term loans	-	-	-	-	-	-
Dividends paid	(404,877)	(100,000)	(304,877)	(404,877)	(100,000)	(304,877)
Other	(4,208)	(30,575)	26,367	(4,208)	(30,575)	26,367
Net cash used in financing activities	(409,085)	(249,618)	(159,467)	(409,085)	(249,618)	(159,467)
Effect of exchange rate changes on cash	14,099	(3,323)	17,422	14,099	(3,323)	17,422
Net increase(decrease) cash & marketable secur.	(100,376)	98,627	(199,003)	(100,376)	98,627	(199,003)
Cash & Marketable securities at begin yr.	876,003	710,707	165,296	876,003	710,707	165,296
Cash & Marketable securities at yr. end	775,627	809,334	(33,707)	775,627	809,334	(33,707)

INFRAESTRUCTURA Y TRANSPORTES MEXICO SA DE CV Y SUBSIDIARIAS
CONSOLIDATED PRO FORMA FINANCIAL STATEMENTS WITH FERROSUR (US GAAP)

(Figures in thousands of US Dollars)	Quarters			Accumulated		
	Q1-06	Q1-05	Variance	2006	2005	Variance
Income Statement						
Net Sales	272,540	159,374	113,166	272,540	159,374	113,166
Cost of Sales	170,422	96,826	73,596	170,422	96,826	73,596
Gross Profit	102,118	62,548	39,570	102,118	62,548	39,570
Gross Margin	37%	39%		37%	39%	
Administrative expenses	17,645	10,211	7,434	17,645	10,211	7,434
EBITDA	88,217	53,210	35,007	88,217	53,210	35,007
Depreciation and Amortization	23,803	16,303	7,500	23,803	16,303	7,500
Operating Income	60,670	36,034	24,636	60,670	36,034	24,636
Operating Margin	22%	23%		22%	23%	
Financial Cost	14,207	12,909	1,298	14,207	12,909	1,298
Earned Interest	(3,506)	(8,226)	4,720	(3,506)	(8,226)	4,720
Others Net Income	(3,744)	(873)	(2,871)	(3,744)	(873)	(2,871)
Earnings before Tax	53,713	32,224	21,489	53,713	32,224	21,489
Taxes	15,494	10,885	4,609	15,494	10,885	4,609
Minority Interest	8,567	5,000	3,567	8,567	5,000	3,567
Profit before Extraordinary loss	29,652	16,339	13,313	29,652	16,339	13,313
Extraordinary gain	-	-	-	-	-	-
Profit before Special Item	29,652	16,339	13,313	29,652	16,339	13,313
Special Item	-	-	-	-	-	-
Net Profit	29,652	16,339	13,313	29,652	16,339	13,313
Balance Sheet						
Cash and Marketable Securities	207,222	98,068	109,154	207,222	98,068	109,154
Notes and Accounts receivable	165,554	133,477	32,077	165,554	133,477	32,077
Inventories	21,111	17,280	3,831	21,111	17,280	3,831
Prepaid expenses and others	25,560	38,319	(12,759)	25,560	38,319	(12,759)
Total Current Assets	419,447	287,144	132,303	419,447	287,144	132,303
Property, Plant and Equipment Net	1,189,049	746,052	442,997	1,189,049	746,052	442,997
Other Long term Assets	91,934	37,492	54,442	91,934	37,492	54,442
Total Assets	1,700,430	1,070,688	629,742	1,700,430	1,070,688	629,742
Liabilities and Investments						
Short Term Bank Debt	238,126	15,868	222,258	238,126	15,868	222,258
Accumulated Liabilities	130,349	94,925	35,424	130,349	94,925	35,424
Current Liabilities	368,475	110,793	257,682	368,475	110,793	257,682
Long Term Debt	380,549	434,284	(53,735)	380,549	434,284	(53,735)
Other Long Term Liabilities	26,695	366	26,329	26,695	366	26,329
Other Liabilities	3,772	2,159	1,613	3,772	2,159	1,613
Minority Interest	152,913	125,538	27,375	152,913	125,538	27,375
Total Liabilities	932,404	673,140	259,264	932,404	673,140	259,264
Stockholders Equity						
Other equity accounts	(91,901)	(82,828)	(9,073)	(91,901)	(82,828)	(9,073)
Retained Earnings	480,687	408,162	72,525	480,687	408,162	72,525
Total Stockholders' equity	768,026	397,548	370,478	768,026	397,548	370,478
Total liabilities and stockholders' equity	1,700,430	1,070,688	629,742	1,700,430	1,070,688	629,742
Cash Flow						
Net Income for the year	29,652	16,339	13,313	29,652	16,339	13,313
Depreciation and Amortization	23,803	16,303	7,500	23,803	16,303	7,500
Deferred Income Taxes & employee profit sharing	(9,922)	(6,505)	(3,417)	(9,922)	(6,505)	(3,417)
Others Net	9,031	4,544	4,487	9,031	4,544	4,487
Trade Receivable	(9,973)	(12,903)	2,930	(9,973)	(12,903)	2,930
Other accounts receivable	8,390	9,045	(655)	8,390	9,045	(655)
Inventories	6,841	607	6,234	6,841	607	6,234
Accounts payable & accrued liabilities	(10,664)	(12,100)	1,436	(10,664)	(12,100)	1,436
Net cash provide by operating activities	47,158	15,330	31,828	47,158	15,330	31,828
Add property & equipment less retirements	(46,897)	(20,425)	(26,472)	(46,897)	(20,425)	(26,472)
Net cash used in investing activities	(46,897)	(20,425)	(26,472)	(46,897)	(20,425)	(26,472)
Financing	183,000	7,889	175,111	183,000	7,889	175,111
Amortization	(166,269)	(38,959)	(127,310)	(166,269)	(38,959)	(127,310)
Dividends paid	-	-	-	-	-	-
Capital reimbursement paid	-	-	-	-	-	-
Net cash used in financing activities	16,731	(31,070)	47,801	16,731	(31,070)	47,801
Effect of exchange rate changes on cash	7,390	676	6,714	7,390	676	6,714
Net increase(decrease) cash & marketable secur.	24,382	(35,489)	59,871	24,382	(35,489)	59,871
Cash & Marketable securities at begin yr.	182,840	133,557	49,283	182,840	133,557	49,283
Cash & Marketable securities at yr. end	207,222	98,068	109,154	207,222	98,068	109,154