

Table A2
Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Consolidated balance sheets

| | As of September 30, | | | | 2004 (US\$mm) |
|--|---------------------|----------------|-------------|-----------------|------------------|
| | 2003 (Ps. mm) | 2004 | Change | | |
| Current assets | 154,493 | 243,311 | 57% | 88,818 | 21,365 |
| Cash & cash equivalents | 60,195 | 125,835 | 109% | 65,640 | 11,049 |
| Accounts receivable | 67,717 | 81,273 | 20% | 13,555 | 7,136 |
| Inventories | 26,580 | 36,203 | 36% | 9,623 | 3,179 |
| Properties and equipment | 560,148 | 563,523 | 1% | 3,375 | 49,482 |
| Other assets | 142,062 | 153,439 | 8% | 11,377 | 13,473 |
| Total assets | 856,703 | 960,273 | 12% | 103,570 | 84,320 |
| Short-term liabilities | 113,591 | 161,353 | 42% | 47,762 | 14,168 |
| Short-term debt ⁽¹⁾ | 50,434 | 60,509 | 20% | 10,076 | 5,313 |
| Others ⁽²⁾ | 63,158 | 100,844 | 60% | 37,686 | 8,855 |
| Long-term liabilities | 647,925 | 775,236 | 20% | 127,311 | 68,072 |
| Long-term debt ⁽³⁾ | 339,061 | 424,757 | 25% | 85,696 | 37,297 |
| Reserve for retirement payments, pensions and seniority premiums | 299,391 | 325,902 | 9% | 26,511 | 28,617 |
| Other non-current liabilities ⁽⁴⁾ | 9,472 | 24,577 | 159% | 15,105 | 2,158 |
| Total liabilities | 761,516 | 936,589 | 23% | 175,073 | 82,241 |
| Total equity | 95,187 | 23,684 | -75% | (71,503) | 2,080 |
| Total liabilities & equity | 856,703 | 960,273 | 12% | 103,570 | 84,320 |

*Unaudited consolidated financial statements prepared in accordance with Mexican Generally Accepted Accounting Principles (MEXGAAP) issued by the Instituto Mexicano de Contadores Públicos. Inflation recognition is also in accordance with MEXGAAP. Accordingly, peso figures are presented in constant Mexican pesos as of September 30, 2004.

(1) Includes maturities shorter than twelve months of documented debt (Petróleos Mexicanos, the Pemex Project Funding Master Trust, the Mexican Trust F/163, and RepconLux) and notes payable to contractors. As of September 30, 2003 these figures were Ps. 48,327 and Ps. 2,107 million, respectively; as of September 30, 2004, Ps. 57,880 and Ps. 2,629 million, respectively.

(2) Includes accounts payable to suppliers, accounts payable and accrued expenses, taxes payable and an account payable pending of capitalization. As of September 30, 2003 these figures were Ps. 22,243, Ps. 10,194, Ps. 30,719 and Ps. 0 million, respectively; as of September 30, 2004, Ps. 23,963, Ps. 14,018, Ps. 50,314 and Ps. 12,549 million, respectively.

(3) Includes maturities longer than twelve months of documented debt (Petróleos Mexicanos, the Pemex Project Funding Master Trust, the Mexican Trust F/163, and RepconLux), notes payable to contractors and sale of future accounts receivable. As of September 30, 2003 these figures were Ps. 277,796, Ps. 14,112 and Ps. 47,153 million, respectively; as of September 30, 2004, Ps. 376,018, Ps. 11,797 and Ps. 36,943 million, respectively.

(4) Corresponds to the balance of the reserve for dismantlement and abandonment activities, sundry creditors and others.

Note: Numbers may not total due to rounding.

Table A3
Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Consolidated income statement

| | Nine months ending September 30, | | | | |
|---|----------------------------------|-------------------------|---------------|-----------------|-------------------------|
| | <u>2003</u> | <u>2004</u> (Ps. mm) | <u>Change</u> | | <u>2004</u> (US\$mm) |
| Total sales | 480,610 | 554,603 | 15% | 73,993 | 48,699 |
| Domestic sales ⁽¹⁾ | 297,921 | 322,872 | 8% | 24,951 | 28,351 |
| Exports | 182,689 | 231,731 | 27% | 49,042 | 20,348 |
| Costs and expenses⁽²⁾ | 188,007 | 225,897 | 20% | 37,890 | 19,836 |
| Cost of sales | 149,461 | 185,303 | 24% | 35,843 | 16,271 |
| Transportation and distribution expenses | 12,184 | 13,244 | 9% | 1,061 | 1,163 |
| Administrative expenses | 26,363 | 27,350 | 4% | 987 | 2,402 |
| Operating income | 292,603 | 328,706 | 12% | 36,103 | 28,863 |
| Comprehensive financing cost⁽³⁾ | 20,402 | 8,639 | -58% | (11,763) | 759 |
| Other expenses (revenues) | (3,929) | (5,024) | 28% | (1,094) | (441) |
| Income before taxes and duties | 276,130 | 325,090 | 18% | 48,960 | 28,546 |
| Taxes and duties | 292,777 | 339,668 | 16% | 46,891 | 29,826 |
| Hydrocarbon extraction duties and other | 220,531 | 293,504 | 33% | 72,973 | 25,772 |
| Special Tax on Production and Services (IEPS) | 72,246 | 46,164 | -36% | (26,083) | 4,054 |
| Net income (loss) | (16,647) | (14,578) | -12% | 2,070 | (1,280) |

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(1) Includes the Special Tax on Production and Services (IEPS). As of September 30, 2003 this figure was Ps. 72,246 million and as of September 30, 2004, Ps. 46,164 million.

(2) Includes the cost of the reserve for retirement payments, pensions and indemnities. As of September 30, 2003 this figure was Ps. 29,445 million and as of September 30, 2004, Ps. 31,736 million.

(3) Includes net interest, foreign exchange loss and monetary loss (gain). As of September 30, 2003 these figures were Ps. 15,160, Ps. 18,394 and Ps. (8,151) million, respectively; as of September 30 2004, Ps. 12,307, Ps. 8,278 and Ps. (11,946) million, respectively.

Note: Numbers may not total due to rounding.

Table A4

Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Equity

| | <u>2003</u> | <u>As of September 30,</u> | | | <u>2004</u> (US\$mm) |
|--|---------------|----------------------------|---------------|-----------------|-------------------------|
| | | <u>2004</u> (Ps. mm) | <u>Change</u> | | |
| Total equity | 95,187 | 23,684 | -75% | (71,503) | 2,080 |
| Certificates of contribution "A" | 85,327 | 85,327 | 0% | - | 7,492 |
| Specific oil-field exploration and depletion reserve | 21,252 | - | | (21,252) | - |
| Restatement of equity | 134,306 | 134,306 | | 0 | 11,793 |
| Accumulated losses | (145,697) | (195,949) | 34% | (50,252) | (17,206) |
| From prior years | (129,049) | (181,371) | 41% | (52,322) | (15,926) |
| Net loss for the period | (16,647) | (14,578) | -12% | 2,070 | (1,280) |

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Note: Numbers may not total due to rounding.

Table A5

Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Consolidated statements of changes in financial position

| | Nine months ending September 30, | | | | |
|--|----------------------------------|------------------|--------------|------------------|----------------|
| | 2003 | 2004 (Ps. mm) | Change | 2004 (US\$mm) | |
| Operating activities | | | | | |
| Net income (loss) | (16,647) | (14,578) | -12% | 2,070 | (1,280) |
| <i>Charges to operations not requiring the use of funds:</i> | | | | | |
| Depreciation and amortization | 90,494 | 66,917 | -26% | (23,577) | 5,876 |
| Cost of the reserve for retirement payments, pensions and indemnities | 31,319 | 31,263 | 0% | (56) | 2,745 |
| Specific oil-field exploration and depletion reserve | 29,445 | 31,736 | 8% | 2,290 | 2,787 |
| Foreign exchange loss (gain) and monetary loss (gain) | 6,785 | - | -100% | (6,785) | - |
| Other non-cash flow items | 22,945 | 3,919 | -83% | (19,026) | 344 |
| | - | - | 0% | - | - |
| <i>Changes in working capital:</i> | | | | | |
| Accounts, notes receivable and other | (16,510) | (6,338) | -62% | 10,172 | (557) |
| Inventories | (8,258) | (8,760) | 6% | (503) | (769) |
| Intangible asset derived from actuarial computation of labor obligations and other assets | (346) | (7,825) | 2160% | (7,479) | (687) |
| Suppliers | (1,998) | (13,785) | 590% | (11,787) | (1,210) |
| Accounts payable and accrued expenses | (9,187) | (10,677) | 16% | (1,489) | (938) |
| Taxes payable | 2,965 | 6,437 | 117% | 3,473 | 565 |
| Reserve for dismantlement and abandonment activities, sundry creditors and others | 2,031 | 12,470 | 514% | 10,438 | 1,095 |
| Reserve for retirement payments, pensions and seniority premiums | 1,216 | 4,215 | 247% | 2,999 | 370 |
| Exploration and well-drilling expenses charged to the specific oil-field exploration and depletion reserve | (3,918) | (962) | -75% | 2,956 | (84) |
| Contributions pending to be authorized | 985 | - | -100% | (985) | - |
| | - | 12,549 | | 12,549 | 1,102 |
| Funds provided (used) by operating activities | 57,337 | 46,002 | -20% | (11,335) | 4,039 |
| Financing activities | | | | | |
| Minimum guaranteed dividends paid to the Mexican Government | (10,308) | (10,346) | 0% | (38) | (908) |
| Other equity movements - net | 557 | 428 | -23% | (129) | 38 |
| Notes payable to contractors - net | (14,919) | (1,093) | -93% | 13,826 | (96) |
| Documented debt - net | 44,878 | 57,036 | 27% | 12,158 | 5,008 |
| Sale of future accounts receivable - net | 508 | (4,839) | -1053% | (5,347) | (425) |
| Funds provided (used) by financing activities | 20,716 | 41,186 | 99% | 20,470 | 3,616 |
| Investing activities | | | | | |
| Increase in fixed assets - net | (64,972) | (37,090) | -43% | 27,882 | (3,257) |
| Funds provided (used) by investing activities | (64,972) | (37,090) | -43% | 27,882 | (3,257) |
| Net increase in cash and cash equivalents | 13,081 | 50,098 | 283% | 37,017 | 4,399 |
| Cash and cash equivalents at the beginning of the year | 47,115 | 75,738 | 61% | 28,623 | 6,650 |
| Cash and cash equivalents at the end of the year | 60,196 | 125,836 | 109% | 65,640 | 11,050 |
| Funds provided (used) by operating activities | 57,337 | 46,002 | -20% | (11,335) | 4,039 |
| Increase in fixed assets - net | (64,972) | (37,090) | -43% | 27,882 | (3,257) |
| Free cash-flow | (7,635) | 8,912 | -217% | 16,547 | 783 |
| Minimum guaranteed dividends paid to the Mexican Government | (10,308) | (10,346) | 0% | (38) | (908) |
| Discretionary free cash-flow | (17,943) | (1,434) | -92% | 16,509 | (126) |

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Note: Numbers may not total due to rounding.

Table A6

Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Total sales, net income (loss) and total assets by segment
Figures in millions of constant pesos as of September 30, 2004

| | <u>Exploration and Production</u> | <u>Refining⁽¹⁾</u> | <u>Gas and Basic Petrochemicals</u> | <u>Petrochemicals</u> | <u>Subsidiary Companies and Corporate</u> | <u>Intersegment Eliminations</u> | <u>Total</u> |
|--|---------------------------------------|-------------------------------|---|-----------------------|---|--------------------------------------|--------------|
| Nine months ending September 30, 2004 | | | | | | | |
| Total sales | 401,223 | 248,383 | 128,875 | 16,552 | 292,011 | (532,440) | 554,603 |
| External clients | 174,657 | 236,370 | 91,661 | 13,073 | 277,116 | (238,275) | 554,603 |
| Intersegment | 226,566 | 12,013 | 37,213 | 3,478 | 14,895 | (294,166) | - |
| Net income (loss) | (14,788) | (11,529) | 8,461 | (7,271) | (13,332) | 23,881 | (14,578) |
| As of September 30, 2004 | | | | | | | |
| Assets | 657,929 | 257,406 | 96,066 | 34,576 | 951,206 | (1,036,910) | 960,273 |
| Nine months ending September 30, 2003 | | | | | | | |
| Total sales | 329,493 | 236,747 | 110,818 | 11,516 | 240,368 | (448,333) | 480,610 |
| External clients | 139,195 | 226,419 | 77,749 | 7,861 | 226,421 | (197,035) | 480,610 |
| Intersegment | 190,299 | 10,328 | 33,069 | 3,655 | 13,947 | (251,298) | (0) |
| Net income (loss) | 12,625 | (29,708) | 6,518 | (7,805) | (14,557) | 16,280 | (16,647) |
| As of September 30, 2003 | | | | | | | |
| Total assets | 630,133 | 227,225 | 86,072 | 37,193 | 798,129 | (922,048) | 856,703 |

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(1) External clients sales of Refining are net of IEPS.

Note: Numbers may not total due to rounding.

Table A7

Petróleos Mexicanos, Subsidiary Entities and Subsidiary Companies
Short-term bonds issuances

| Issuance date | Maturity date | Maturity (days) | Amount issued (Ps. mm) | Weighted average rate | 28 days cetes rate of primary auction |
|---------------|---------------|-----------------|------------------------|-----------------------|---------------------------------------|
| 04-11-04 | 02-12-04 | 28 | 500.0 | 8.17% | 8.02% |
| 28-10-04 | 25-11-04 | 28 | 500.0 | 8.15% | 7.97% |
| 21-10-04 | 18-11-04 | 28 | 500.0 | 7.91% | 7.77% |
| 14-10-04 | 11-11-04 | 28 | 500.0 | 7.82% | 7.65% |
| 07-10-04 | 04-11-04 | 28 | 500.0 | 7.82% | 7.65% |
| 30-09-04 | 28-10-04 | 28 | 500.0 | 7.80% | 7.61% |
| 15-09-04 | 14-10-04 | 29 | 500.0 | 7.48% | 7.27% |
| 09-09-04 | 07-10-04 | 28 | 500.0 | 7.50% | 7.32% |
| 02-09-04 | 30-09-04 | 28 | 500.0 | 7.44% | 7.29% |
| 26-08-04 | 23-09-04 | 28 | 500.0 | 7.46% | 7.32% |
| 19-08-04 | 15-09-04 | 27 | 500.0 | 7.19% | 7.13% |