

Third Quarter 2004 Results

FINANCIAL INDICATORS					
	3Q04	2Q04	1Q04	4Q03	3Q03
Interest Coverage	3.1x	2.7x	2.9x	2.9x	2.7x
Leverage Ratio*	3.8x	4.1x	4.9x	4.9x	5.5x
Short-Term Debt	5%	5%	3%	3%	29%
Long-Term Debt	95%	95%	97%	97%	71%
Peso & Udi - denominated debt	39%	33%	31%	30%	30%
Dollar-denominated debt	61%	67%	69%	70%	70%

*The Leverage Ratio is equal to (Total Debt less Cash plus US\$50 million) / EBITDA for the last 12 months. As of 4Q03, the way of calculating the Leverage Ratio changed, and in order for all the figures to be comparable, all previous quarters were recalculated.

TOTAL OUTSTANDING SHARES		
"A" Shares	1,166,108,597	51.10%
"B" Shares	1,115,690,363	48.90%
Total	2,281,798,960	100.00%

Non-GAAP Financial Reconciliation Table

Desc, S.A. de C.V. And Subsidiaries

Figures in millions of constant pesos (Ps.) and U.S. Dollars (US\$)

	3Q04	Adjusted 3Q03¹	3Q04 vs. Adjusted 3Q03¹	3Q03	3Q04 vs. 3Q03
Operating Income (Ps.)	279	152	83.6%	153	82.9%
Operating Income (US \$)	24	13	84.5%	13	83.4%
Depreciation and Amortization (Ps.)	313	344	-9.2%	362	-13.8%
Depreciation and Amortization (US \$)	27	31	-11.2%	32	-15.6%
EBITDA (Ps.)	592	496	19.2%	515	14.9%
EBITDA (US \$)	51	44	17.7%	45	13.3%

¹ The adjusted 3Q03 totals exclude the financial figures for Desc's aluminum wheel and adhesive and sealant businesses, which were sold. Desc believes that investors can better evaluate and analyze historical and future business trends if they consider results of operations without these divested businesses.

Third Quarter 2004 Results

Automotive Sector

Figures in millions of constant pesos (Ps.) and U.S. Dollars (US\$)

	3Q04	Adjusted 3Q03 ¹	3Q04 vs. Adjusted 3Q03 ¹	3Q03	3Q04 vs. 3Q03
Operating Income (Ps.)	20	13	53.1%	2	716.4%
Operating Income (US \$)	2	1	64.5%	0	N/A
Depreciation and Amortization (Ps.)	164	187	-12.0%	195	-15.4%
Depreciation and Amortization (US \$)	14	17	-13.8%	17	-17.1%
EBITDA (Ps.)	184	200	-7.8%	197	-6.4%
EBITDA (US \$)	16	18	-9.1%	17	-7.7%

¹ The adjusted 3Q03 totals exclude the financial figures for Desc's aluminum wheel business, which was sold. Management believes that investors can better evaluate and analyze Desc's historical and future business trends if they consider results of operations without this divested business.

Chemical Sector

Figures in millions of constant pesos (Ps.) and U.S. Dollars (US\$)

	3Q04	Adjusted 3Q03 ¹	3Q04 vs. Adjusted 3Q03 ¹	3Q03	3Q04 vs. 3Q03
Operating Income (Ps.)	113	44	157.4%	55	105.2%
Operating Income (US \$)	10	4	151.6%	5	99.1%
Depreciation and Amortization (Ps.)	81	81	0.6%	91	-10.5%
Depreciation and Amortization (US \$)	7	7	0.0%	8	-12.5%
EBITDA (Ps.)	194	125	55.8%	146	32.9%
EBITDA (US \$)	17	11	52.5%	13	29.7%

¹ The adjusted 3Q03 totals exclude the financial figures for Desc's adhesive and sealant business, which was sold. Desc believes that investors can better evaluate and analyze historical and future business trends if they consider results of operations without these divested businesses.

Food Sector

Figures in millions of constant pesos (Ps.) and U.S. Dollars (US\$)

	3Q04	3Q03	3Q04 vs. 3Q03
Operating Income (Ps.)	121	42	189.2%
Operating Income (US \$)	10	4	184.4%
Depreciation and Amortization (Ps.)	41	43	-4.6%
Depreciation and Amortization (US \$)	4	4	-7.5%
EBITDA (Ps.)	162	85	89.4%
EBITDA (US \$)	14	8	86.0%

Real Estate Sector

Figures in millions of constant pesos (Ps.) and U.S. Dollars (US\$)

	3Q04	3Q03	3Q04 vs. 3Q03
Operating Income (Ps.)	58	104	-43.9%
Operating Income (US \$)	5	9	-43.2%
Depreciation and Amortization (Ps.)	6	7	-15.2%
Depreciation and Amortization (US \$)	0	1	-16.9%
EBITDA (Ps.)	64	111	-42.1%
EBITDA (US \$)	6	10	-41.5%

Third Quarter 2004 Results

Desc, S.A. de C.V. and Subsidiaries			
Consolidated Balance Sheets			
September 30, 2004 and September 30, 2003			
(In millions of constant pesos, as of September 30, 2004).			
	2004	2003	%
Assets			
Current Assets:			
Cash and Short Term Investments	430	1,341	-67.9%
Account and Documents Receivable (net)	5,304	5,168	2.6%
Inventories and Other Assets	3,687	3,243	13.7%
Total Current Assets	9,421	9,752	-3.4%
Account and Documents Receivable of long-term debt (net)	1,206	1,356	-11.1%
Land held for development and real estate projects	3,419	3,843	-11.0%
Fixed Assets	11,266	13,131	-14.2%
Deferred Assets (net)	624	1,648	-62.1%
Other Assets	1,138	1,326	-47.0%
Total Assets	27,074	31,056	-12.8%
Liabilities			
Current Liabilities:			
Banks Loans	435	3,665	-88.1%
Suppliers	2,374	1,968	20.7%
Taxes to be paid	269	733	-63.3%
Other Liabilities	1,753	1,728	1.4%
Total Current Liabilities	4,831	8,094	-40.3%
Long-Term Debt	8,024	8,770	-8.5%
Deferred Taxes	703	1,461	-51.8%
Other	807	608	32.7%
Total Liabilities	14,365	18,933	-24.1%
Stockholders' Equity			
Capital Stock	30	18	66.7%
Paid-in Surplus	3,808	1,170	225.5%
Restatement of Paid-In Capital Stock	11,913	11,544	3.2%
Other	(6,751)	(4,671)	44.5%
Total Majority Interest	9,000	8,061	4.8%
Minority Interest	3,709	4,062	-8.7%
Total Stockholders' Equity	12,709	12,123	4.8%
Total Liabilities and Stockholders' Equity	27,151	30,054	-9.7%

Desc, S.A. de C.V. and Subsidiaries			
Consolidated Income Statements			
(In millions of constant pesos, as of September 30, 2004)			
The figures below are the same as those reported to the Mexican Stock Exchange and include all operations corresponding to 2003. Thus, these figures are not comparable to 2004.			
	3Q04	3Q03	Var.
Net Sales	6,166	5,525	11.6%
Cost of Sales	4,972	4,321	15.1%
Gross Profit	1,194	1,204	-0.8%
Operating Expenses			
Administrative and Selling Expenses	915	1,051	-13.0%
Operating Income	279	153	82.9%
Interest Expense	127	200	-36.4%
Interest Income	(2)	(11)	-79.8%
Exchange Gain (loss), net	21	318	-93.4%
Gain on Monetary Position	(67)	(75)	-10.6%
Other Financial Expenses	93	57	61.8%
Comprehensive Financial Result	172	489	-64.9%
Other Expenses	28	33	-15.2%
Income before Provisions	79	(369)	NA
Provisions for:			
Income and Asset Tax	129	37	252.8%
Employee Profit Sharing	14	19	NA
Deferred Income Taxes	(147)	(38)	284.1%
Total Taxes	(4)	18	NA
Net Consolidated Income	83	(387)	NA
Minority Interest	31	16	92.0%
Majority Net Income	52	(403)	NA
12 months Net Income per Share	(0.90)	(1.03)	0.0%
Number of shares outstanding: (Thousands of shares)	2,282	1,369	0.0%
Operating Income+Depreciation	592	515	14.9%

This press release contains "forward-looking statements" (within the meaning of the Private Securities Litigation Reform Act of 1995) that reflect the current views of Desc's management with respect to future events. The words "anticipate," "believe," "estimate," "expect," "intend," "may," "plan," "project," and "should" and similar expressions generally are intended to identify forward-looking statements. These statements are subject to risks, uncertainties and changes in circumstances. Actual results may differ materially from present expectations as a result of many factors, including, but not limited to, changes in global and domestic political, economic, business, competitive, market and regulatory factors, the cyclical nature of the autoparts and chemicals industries and other factors which are described under the heading "Risk Factors" in Desc's most recent Annual Report on Form 20-F filed with the Securities and Exchange Commission. Desc does not assume any obligation to update these forward-looking statements. Any forward-looking statement speaks only as of the date on which it is made.