

Grupo Mexico S.A. de C.V. and Subsidiaries
Fourth Quarter and Twelve Months Ended December 31, 2002
Consolidated Comparison of Results (US GAAP)

Income Statement

Thousands of U.S. Dollars for the three and twelve months ended on December 31, 2002 and 2001.

	FOURTH QUARTER		FULL YEAR	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Sales and Services	579,490	621,791	2,491,131	2,862,935
Cost of Sales	488,544	563,455	1,834,084	2,351,028
Administrative Costs	41,136	34,923	138,355	128,367
Depreciation and Amortization	70,370	71,286	276,885	282,565
Operating Profit	(20,560)	(47,873)	241,807	100,975
Net Cost of Financing:				
Interest Earned	(9,871)	(7,057)	(23,410)	(26,929)
Interest Paid	61,344	62,643	217,369	267,373
Conversion Effect	(3,716)	24,419	(38,494)	13,134
Net Total Cost of Financing	47,757	80,005	155,465	253,578
Other Receipts	(5,626)	43,015	(15,862)	25,783
Profits Before Taxes	(62,691)	(170,893)	102,204	(178,386)
Total Provision/Taxes	19,709	102,025	99,793	150,735
Profits Before Minority Interests.	(82,400)	(272,918)	2,411	(329,121)
Participation In Subsidiary Companies				
Minority Interests	14,360	8,679	62,097	42,177
Extraordinary gain, net of tax			9,171	
Net Gain (Loss)	(96,760)	(281,597)	(68,857)	(371,298)
Operating Cash Flow (EBITDA)	49,810	23,413	518,692	383,540
Earnings Per Share	(0.15)	(0.43)	(0.011)	(0.57)
Number of Shares	651,646	651,646	651,646	651,646

BALANCE SHEET

U.S. GAAP as of December 31, of 2002 and 2001
(Thousands of U.S. Dollars).

	December 31, 2002	December 31, 2001
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and Marketable Securities	533,052	314,720
Notes and Accounts Payable:		
Clients	214,739	260,774
Refundable Taxes	69,781	3,525
Other	150,579	30,764
Total	435,099	295,063
Inventories of principal and secondary metals and by-products	238,109	295,500
Materials, supplies and accessories	219,149	239,436
Prepaid expenses and other	52,727	42,294
Total current assets	1,478,136	1,187,013
OTHER ASSETS:	113,559	206,096
NET F.F.C.C. CONCESSION	140,981	164,752
NET PROPERTY AND EQUIPMENT	4,876,200	4,973,081
GOODWILL	43,876	49,188
INVESTMENTS	28,677	21,232
TOTAL ASSETS	6,681,429	6,601,362
<u>LIABILITIES AND SHAREHOLDERS EQUITY</u>		
CURRENT LIABILITIES:		
Accounts and interest payable	2,335,763	2,537,913
Notes Payable	880,245	587,624
Taxes Payable and Worker's Participation	161,247	102,227
Deferred Taxes	93,793	85,139
Total Current Liabilities	3,471,048	3,312,903
LONG-TERM NOTES PAYABLE	599,192	345,361
ACCUMULATED NOTES AND LIABILITIES	317,633	257,076
DEFERRED TAXES	345,606	375,614
VOLUNTARY RETIREMENT AND SENIORITY PREMIUMS RESERVES	142,297	134,232
TOTAL LIABILITIES	4,875,776	4,425,186
Minority Interest	752,969	885,363
STOCKHOLDERS' EQUITY:		
Capital Stocks	1,757,240	1,757,240
Treasury Shares	(53,776)	(52,816)
Other Capital Accounts	(223,139)	(54,828)
Retained earnings	(358,783)	12,515
GAIN (LOSS) OF THE PERIOD	(68,858)	(371,298)
TOTAL STOCKHOLDERS' EQUITY	1,052,684	1,290,813
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	6,681,429	6,601,362

CONSOLIDATED CASH FLOW

For the 12 months ended December 31, 2002 and 2001

US GAAP (Thousands of U.S. Dollars)

	December 31, 2002	December 31, 2001
OPERATIONS:		
Results		
Net Gain (Loss) of the period	(68,857)	(371,298)
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Provision for voluntary retirement, seniority premiums	8,065	11,916
Minority Interest	62,871	40,806
Goodwill	5,316	5,316
Adjustment by translation	(38,494)	13,134
Depreciation and Amortization	271,569	282,565
Write-down for plant closure	30,440	27,440
Deferred Taxes	8,037	84,260
Others	<u>(6,648)</u>	<u>45,967</u>
Resources provided from operations	272,299	140,106
Decrease accounts receivables	46,035	98,952
Decrease in inventories	67,245	189,296
(Increase) Decrease in other accounts receivable	(186,071)	146,064
(Decrease) Increase in other liabilities	72,945	(23,215)
Increase (Decrease) in taxes payables	<u>59,020</u>	<u>10,110</u>
Resources (used) obtained from working capital	59,174	421,207
Resources (used) obtained from operations	331,473	561,313
FINANCING:		
Financing	320,007	1,228,135
Amortization of loans	<u>(254,656)</u>	<u>(1,239,970)</u>
Resources (used) obtained from financing	65,351	(11,835)
INVESTMENT:		
Additions to property and equipment	(261,263)	(415,474)
Other Assets	<u>(3,805)</u>	<u>(14,933)</u>
Resources (used) obtained from investment activities	(265,068)	(430,407)
Conversion effect	86,576	(14,429)
Increase (Decrease) in cash and cash equivalents	218,332	104,642
Cash and Cash equivalents at beginning of year	314,720	210,078
Cash and Cash equivalents at the end of year	<u>533,052</u>	<u>314,720</u>