

Alpek, S. A. B. de C. V. and subsidiaries
Condensed Consolidated Interim Balance Sheets
As of June 30, 2013 and December 31, 2012

(In thousands of Mexican pesos)

	June 30, 2013 (Unaudited)	December 31, 2012 (Audited)
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	Ps 5,855,294	Ps 6,654,561
Restricted cash and cash equivalents	2,780	2,992
Trade and other receivables, net	14,263,200	13,368,995
Inventories	11,706,924	11,582,045
Derivative financial instruments	47,034	107,297
Other current assets	<u>316,532</u>	<u>243,991</u>
Total current assets	<u>32,191,764</u>	<u>31,959,881</u>
Non-current assets:		
Property, plant and equipment, net	25,228,159	26,695,410
Goodwill and intangible assets, net	2,443,046	2,243,495
Deferred income tax	393,612	504,613
Prepayments	455,823	-
Other non-current assets	<u>276,323</u>	<u>292,774</u>
Total non-current assets	<u>28,796,963</u>	<u>29,736,292</u>
Total assets	Ps 60,988,727	Ps 61,696,173
<u>Liabilities and equity</u>		
<u>Liabilities</u>		
Current liabilities:		
Current debt	Ps 771,312	Ps 500,641
Trade and other payables	10,665,766	9,696,234
Derivative financial instruments	105,739	287,510
Income tax payable	140,601	101,807
Dividends payable	606,890	-
Provisions	918,311	-
Other current liabilities	<u>1,357,294</u>	<u>1,462,261</u>
Total current liabilities	<u>14,565,913</u>	<u>12,048,453</u>
Non-current liabilities:		
Non-current debt	13,256,164	13,939,767
Derivative financial instruments	136,840	208,218
Deferred income tax	3,765,223	4,718,445
Provisions	91,257	-
Employees' benefits	<u>1,181,021</u>	<u>1,130,128</u>
Total non-current liabilities	<u>18,430,505</u>	<u>19,996,558</u>
Total liabilities	32,996,418	32,045,011
<u>Equity</u>		
Controlling portion:		
Capital stock	6,051,880	6,051,880
Share premium	9,071,074	9,071,074
Retained earnings	9,364,677	11,006,758
Other reserves	<u>30,077</u>	<u>50,264</u>
Stockholders' equity controlling portion	24,517,708	26,179,976
Non-controlling portion	<u>3,474,601</u>	<u>3,471,186</u>
Total equity	<u>27,992,309</u>	<u>29,651,162</u>
Total liabilities and equity	Ps 60,988,727	Ps 61,696,173

Alpek, S. A. B. de C. V. and subsidiaries
Condensed Consolidated Interim Statements of Income
For the six and three months ended June 30, 2013 and 2012

(In thousands of Mexican pesos)

	<u>Unaudited</u>			
	Six months ended June 30, <u>2013</u>	Six months ended June 30, <u>2012</u>	Three months ended June 30, <u>2013</u>	Three months ended June 30 <u>2012</u>
Net sales	Ps 45,899,888	Ps 50,557,928	Ps 22,616,266	Ps 25,729,206
Cost of sales	<u>(41,975,464)</u>	<u>(45,421,801)</u>	<u>(20,643,673)</u>	<u>(23,186,075)</u>
Gross profit	3,924,424	5,136,127	1,972,593	2,543,131
Selling expenses	(495,925)	(505,508)	(260,353)	(259,982)
Administrative expenses	(561,667)	(587,274)	(288,416)	(263,712)
Other income (expenses), net	<u>16,466</u>	<u>158,956</u>	<u>(63,406)</u>	<u>146,245</u>
Operating profit before non-recurring items	2,883,298	4,202,301	1,360,418	2,165,682
Non-recurring items	<u>(2,359,078)</u>	<u>-</u>	<u>(2,359,078)</u>	<u>-</u>
Operating profit	<u>524,220</u>	<u>4,202,301</u>	<u>(998,660)</u>	<u>2,165,682</u>
Financial income (including foreign exchange gain)	92,249	315,352	(38,147)	(120,003)
Financial expenses (including foreign exchange loss)	<u>(545,402)</u>	<u>(840,673)</u>	<u>(298,267)</u>	<u>(441,852)</u>
Comprehensive financing expense, net	<u>(453,153)</u>	<u>(525,321)</u>	<u>(336,414)</u>	<u>(561,855)</u>
Share of losses of associates	<u>(14,956)</u>	<u>(15,162)</u>	<u>(3,675)</u>	<u>(7,213)</u>
Profit before income tax	56,111	3,661,818	(1,338,749)	1,596,614
Income tax	<u>137,866</u>	<u>(1,183,614)</u>	<u>553,108</u>	<u>(370,615)</u>
Profit (loss) for the period	<u>Ps 193,977</u>	<u>Ps 2,478,204</u>	<u>Ps (785,641)</u>	<u>Ps 1,225,999</u>
(Loss) profit attributable to:				
Controlling portion	(Ps 152,675)	Ps 2,115,331	(Ps 928,192)	Ps 1,103,100
Non-controlling portion	<u>346,652</u>	<u>362,873</u>	<u>142,551</u>	<u>122,899</u>
	<u>Ps 193,977</u>	<u>Ps 2,478,204</u>	<u>(Ps 785,641)</u>	<u>Ps 1,225,999</u>
Basic and diluted (loss) earnings per share (in pesos)	<u>(Ps 0.07)</u>	<u>Ps 1.13</u>	<u>(Ps 0.44)</u>	<u>Ps 0.55</u>
Weighted average of outstanding shares (in thousands)	<u>2,118,163</u>	<u>1,873,449</u>	<u>2,118,163</u>	<u>2,008,033</u>

Alpek, S. A. B. de C. V. and subsidiaries
Condensed Consolidated Interim Statements of Cash Flows
For the six months ended June 30, 2013 and 2012

(In thousands of Mexican pesos)

	<u>Unaudited</u>	
	Six months ended June 30, <u>2013</u>	Six months ended June 30, <u>2012</u>
Cash flows from operating activities		
Profit before income tax	Ps 56,111	Ps 3,661,818
Depreciation and amortization	1,026,804	1,054,478
Impairment of property, plant & equipment	2,008,715	96
(Gain) loss on the sale of property, plant and equipment	(1,656)	1,196
Share of losses of associates	14,956	15,162
Finance result, net	399,136	459,368
(Gain) loss on changes in the fair value of cash flow hedges	(27,322)	7,048
Provisions	350,363	-
Employees' profit sharing	<u>2,097</u>	<u>28,490</u>
Subtotal	<u>3,829,204</u>	<u>5,227,656</u>
Increase in trade receivables	(997,050)	(666,685)
Increase in trade receivables from related parties	(95,225)	(92,235)
Increase in other receivables	(92,808)	(629,509)
Increase in inventories	(158,532)	(650,791)
Increase in trade payables	882,587	276,571
Increase in trade payables to related parties	139,161	188,750
Income tax paid	(523,996)	(1,106,035)
Employees' profit sharing paid	(26,918)	(98,597)
Net liability for retirement obligation	<u>20,716</u>	<u>(80,851)</u>
Net cash generated from operating activities	<u>2,977,139</u>	<u>2,368,274</u>
Cash flows from investing activities		
Interest received	46,302	53,381
Purchase of property, plant and equipment	(876,929)	(521,854)
Purchase of intangible assets	(266,936)	(5,200)
Prepayments	(441,396)	-
Acquisition of shares in available for sale investments	-	(54,055)
Derivative financial instruments	(130,211)	16,831
Other	<u>2,142</u>	<u>(23,398)</u>
Net cash used in investing activities	<u>(1,667,028)</u>	<u>(534,295)</u>
Cash flows from financing activities		
Proceeds from loans and debt	1,312,143	614,640
Payments of loans and debt	(1,735,657)	(1,773,549)
Interest paid	(457,739)	(606,248)
Dividends paid	(1,209,714)	(1,068,818)
Increase in capital stock	-	10,154,774
Payments of loans to ultimate parent company	<u>-</u>	<u>(2,966,261)</u>
Net cash flows (used in) provided from financing activities	<u>(2,090,967)</u>	<u>4,354,538</u>
(Decrease) increase in cash and cash equivalents	(780,856)	6,188,517
Foreign exchange on cash and cash equivalents	(18,411)	(14,155)
Cash and cash equivalents at the beginning of the period	<u>6,654,561</u>	<u>3,584,287</u>
Cash and cash equivalents at the end of the period	<u>Ps 5,855,294</u>	<u>Ps 9,758,649</u>