

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

(In thousands of Mexican pesos)

	September 30, 2013 (Unaudited)	December 31, 2012 (Audited)
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	Ps 5,748,919	Ps 6,654,561
Restricted cash and cash equivalents	2,778	2,992
Trade and other receivables, net	14,481,125	13,368,995
Inventories	11,693,566	11,582,045
Derivative financial instruments	35,245	107,297
Other current assets	<u>287,263</u>	<u>243,991</u>
Total current assets	<u>32,248,896</u>	<u>31,959,881</u>
Non-current assets:		
Property, plant and equipment, net	24,769,081	26,695,410
Goodwill and intangible assets, net	2,935,507	2,243,495
Deferred income tax	326,755	504,613
Derivative financial instruments	782	-
Other non-current assets	<u>280,968</u>	<u>292,774</u>
Total non-current assets	<u>28,313,093</u>	<u>29,736,292</u>
Total assets	<u>Ps 60,561,989</u>	<u>Ps 61,696,173</u>
<u>Liabilities and equity</u>		
<u>Liabilities</u>		
Current liabilities:		
Current debt	Ps 659,549	Ps 500,641
Trade and other payables	10,285,943	9,696,234
Derivative financial instruments	93,931	287,510
Income tax payable	221,084	101,807
Provisions	912,475	-
Other current liabilities	<u>1,496,900</u>	<u>1,462,261</u>
Total current liabilities	<u>13,669,882</u>	<u>12,048,453</u>
Non-current liabilities:		
Non-current debt	13,406,495	13,939,767
Derivative financial instruments	26,316	208,218
Deferred income tax	3,782,069	4,718,445
Provisions	91,175	-
Employees' benefits	<u>1,183,182</u>	<u>1,130,128</u>
Total non-current liabilities	<u>18,489,237</u>	<u>19,996,558</u>
Total liabilities	<u>32,159,119</u>	<u>32,045,011</u>
<u>Equity</u>		
Controlling portion:		
Capital stock	6,051,880	6,051,880
Share premium	9,071,074	9,071,074
Retained earnings	9,901,945	11,006,758
Other reserves	<u>42,305</u>	<u>50,264</u>
Stockholders' equity controlling portion	25,067,204	26,179,976
Non-controlling portion	<u>3,335,666</u>	<u>3,471,186</u>
Total equity	<u>28,402,870</u>	<u>29,651,162</u>
Total liabilities and equity	<u>Ps 60,561,989</u>	<u>Ps 61,696,173</u>

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

(In thousands of Mexican pesos)

	<u>Unaudited</u>			
	Nine months ended September 30, <u>2013</u>	Nine months ended September 30, <u>2012</u>	Three months ended September 30, <u>2013</u>	Three months ended September 30 <u>2012</u>
Net sales	Ps 69,107,544	Ps 74,374,587	Ps 23,207,656	Ps 23,816,659
Cost of sales	<u>(63,112,721)</u>	<u>(66,872,306)</u>	<u>(21,137,257)</u>	<u>(21,450,505)</u>
Gross profit	5,994,823	7,502,281	2,070,399	2,366,154
Selling expenses	(755,344)	(770,354)	(259,419)	(264,846)
Administrative expenses	(868,423)	(871,761)	(306,756)	(284,487)
Other income (expenses), net	<u>44,382</u>	<u>315,208</u>	<u>27,916</u>	<u>156,252</u>
Operating profit before non-recurring items	4,415,438	6,175,374	1,532,140	1,973,073
Non-recurring items	<u>(2,359,078)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating profit	<u>2,056,360</u>	<u>6,175,374</u>	<u>1,532,140</u>	<u>1,973,073</u>
Financial income (including foreign exchange gain)	117,324	521,974	25,075	206,622
Financial expenses (including foreign exchange loss)	<u>(1,002,281)</u>	<u>(1,418,635)</u>	<u>(456,879)</u>	<u>(577,962)</u>
Comprehensive financing expense, net	<u>(884,957)</u>	<u>(896,661)</u>	<u>(431,804)</u>	<u>(371,340)</u>
Share of losses of associates	<u>(26,763)</u>	<u>(28,406)</u>	<u>(11,807)</u>	<u>(13,244)</u>
Profit before income tax	1,144,640	5,250,307	1,088,529	1,588,489
Income tax	<u>(225,623)</u>	<u>(1,384,826)</u>	<u>(363,489)</u>	<u>(201,212)</u>
Profit (loss) for the period	<u>Ps 919,017</u>	<u>Ps 3,865,481</u>	<u>Ps 725,040</u>	<u>Ps 1,387,277</u>
(Loss) profit attributable to:				
Controlling portion	Ps 384,593	Ps 3,267,361	Ps 537,268	Ps 1,152,030
Non-controlling portion	<u>534,424</u>	<u>598,120</u>	<u>187,772</u>	<u>235,247</u>
	<u>Ps 919,017</u>	<u>Ps 3,865,481</u>	<u>Ps 725,040</u>	<u>Ps 1,387,277</u>
Basic and diluted (loss) earnings per share (in pesos)	<u>Ps 0.18</u>	<u>Ps 1.67</u>	<u>Ps 0.25</u>	<u>Ps 0.54</u>
Weighted average of outstanding shares (in thousands)	<u>2,118,163</u>	<u>1,955,616</u>	<u>2,118,163</u>	<u>2,118,163</u>

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

(In thousands of Mexican pesos)

	<u>Unaudited</u>	
	Nine months ended September 30, <u>2013</u>	Nine months ended September 30, <u>2012</u>
Cash flows from operating activities		
Profit before income tax	Ps 1,144,640	Ps 5,250,307
Depreciation and amortization	1,556,664	1,599,984
Impairment of property, plant & equipment	2,010,715	96
(Gain) loss on the sale of property, plant and equipment	(2,547)	1,093
Share of losses of associates	26,763	28,406
Finance result, net	691,548	857,273
Loss (gain) on changes in the fair value of cash flow hedges	47,914	(220,865)
Provisions	350,363	-
Employees' profit sharing	<u>3,319</u>	<u>30,340</u>
Subtotal	<u>5,829,379</u>	<u>7,546,634</u>
Increase in trade receivables	(1,259,823)	(1,023,066)
Increase in trade receivables from related parties	(159,323)	(587,772)
Decrease (increase) in other receivables	11,926	(486,667)
Decrease in inventories	31,746	802,934
Increase (decrease) in trade payables	753,071	(708,359)
Increase in trade payables to related parties	59,973	877,182
Income tax paid	(795,312)	(1,500,766)
Employees' profit sharing paid	(27,109)	(101,681)
Net liability for retirement obligation	<u>23,993</u>	<u>(115,348)</u>
Net cash generated from operating activities	<u>4,468,521</u>	<u>4,703,091</u>
Cash flows from investing activities		
Interest received	71,239	105,523
Purchase of property, plant and equipment	(1,182,527)	(992,235)
Purchase of intangible assets	(792,349)	(5,652)
Acquisition of shares in available for sale investments	(53)	(54,055)
Derivative financial instruments	(182,955)	(85,734)
Dividends received	906	-
Other	<u>(7,376)</u>	<u>(36,977)</u>
Net cash used in investing activities	<u>(2,093,115)</u>	<u>(1,069,130)</u>
Cash flows from financing activities		
Proceeds from loans and debt	5,483,159	896,811
Payments of loans and debt	(5,847,072)	(5,609,159)
Interest paid	(790,313)	(1,222,331)
Dividends paid	(2,124,305)	(2,297,822)
Increase in capital stock	-	10,154,831
Payments of loans to ultimate parent company	<u>-</u>	<u>(2,994,772)</u>
Net cash flows (used in) provided from financing activities	<u>(3,278,531)</u>	<u>(1,072,442)</u>
(Decrease) increase in cash and cash equivalents	(903,125)	2,561,519
Foreign exchange on cash and cash equivalents	(2,517)	(203,152)
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 5,748,919</u>	<u>Ps 5,942,654</u>