

Edgar Filing: GROUP SIMEC SA DE CV - Form 6-K

GROUP SIMEC SA DE CV
Form 6-K
May 06, 2009

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16
UNDER THE SECURITIES EXCHANGE ACT OF 1934

COMMISSION FILE NUMBER 1-11176

For the month of May, 2009.

Group Simec, Inc.

(Translation of Registrant's Name Into English)

Av. Lazaro Cardenas 601, Colonia la Nogalera, Guadalajara, Jalisco, Mexico 44440

(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports
under cover of Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark whether the registrant is submitting the Form 6-K in
paper as permitted by Regulation S-T Rule 101(b) (1)

Yes No

Indicate by check mark whether the registrant is submitting the Form 6-K in
paper as permitted by Regulation S-T Rule 101(b) (7)

Yes No

Indicate by check mark whether the registrant by furnishing the information
contained in this form is also thereby furnishing the information to the
Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

(If "Yes" is marked, indicate below the file number assigned to the registrant
in connection with Rule 12g3-2(b):
82-_____.)

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the
Company has duly caused this report to be signed on its behalf by the
undersigned, thereunto duly authorized.

GRUPO SIMEC, S.A.B. de C.V.
(Registrant)

Date: May 6, 2009.

By: /s/ Luis Garcia Limon

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Name: Luis Garcia Limon
 Title: Chief Executive Officer

MEXICAN STOCK EXCHANGE
 SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
 GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

CONSOLIDATED FINANCIAL STATEMENT
 AT DECEMBER 31 OF 2008 AND 2007
 (thousands of Mexican pesos)

AUDITED

REF S	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
s01	TOTAL ASSETS	30,814,017	100
s02	CURRENT ASSETS	13,045,429	42
s03	CASH AND SHORT-TERM INVESTMENTS	576,741	2
s04	ACCOUNTS AND NOTES RECEIVABLE (NET)	2,855,472	9
s05	OTHER ACCOUNTS AND NOTES RECEIVABLE	504,818	2
s06	INVENTORIES	8,849,906	29
s07	OTHER CURRENT ASSETS	258,492	1
s08	LONG-TERM	0	0
s09	ACCOUNTS AND NOTES RECEIVABLE (NET)	0	0
s10	INVESTMENT IN SHARES OF NON-CONSOLIDATED SUBSIDIARIES AND ASSOCIATES	0	0
s11	OTHER INVESTMENTS	0	0
s12	PROPERTY, PLANT AND EQUIPMENT (NET)	10,291,145	33
s13	LAND AND BUILDINGS	3,731,695	12
s14	MACHINERY AND INDUSTRIAL EQUIPMENT	12,790,306	42
s15	OTHER EQUIPMENT	230,015	1
s16	ACCUMULATED DEPRECIATION	6,847,468	22
s17	CONSTRUCTION IN PROGRESS	386,597	1

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s18	OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET)	7,351,774	24
s19	OTHER ASSETS	125,669	0
s20	TOTAL LIABILITIES	9,508,520	100
s21	CURRENT LIABILITIES	5,255,145	55
s22	SUPPLIERS	3,399,772	36
s23	BANK LOANS	8,800	0
s24	STOCK MARKET LOANS	4,055	0
s103	OTHER LOANS WITH COST	0	0
s25	TAXES PAYABLE	298,251	3
s26	OTHER CURRENT LIABILITIES WITHOUT COST	1,544,267	16
s27	LONG-TERM LIABILITIES	0	0
s28	BANK LOANS	0	0
s29	STOCK MARKET LOANS	0	0
s30	OTHER LOANS WITH COST	0	0
s31	DEFERRED LIABILITIES	0	0
s32	OTHER NON-CURRENT LIABILITIES WITHOUT COST	4,253,375	45
s33	CONSOLIDATED STOCKHOLDERS' EQUITY	21,305,497	100
s34	MINORITY INTEREST	3,122,342	15
s35	MAJORITY INTEREST	18,183,155	85
s36	CONTRIBUTED CAPITAL	8,350,900	39
s79	CAPITAL STOCK	4,142,696	19
s39	PREMIUM ON ISSUANCE OF SHARES	4,208,204	20
s40	CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES	0	0
s41	EARNED CAPITAL	9,832,255	46
s42	RETAINED EARNINGS AND CAPITAL RESERVES	9,507,958	45
s44	OTHER ACCUMULATED COMPREHENSIVE RESULT	324,297	2
s80	SHARES REPURCHASED	0	0

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MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

CONSOLIDATED FINANCIAL STATEMENT
BREAKDOWN OF MAIN CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF S	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
s03	CASH AND SHORT-TERM INVESTMENTS	576,741	100
s46	CASH	234,679	41
s47	SHORT-TERM INVESTMENTS	342,062	59
s07	OTHER CURRENT ASSETS	258,492	100
s81	DERIVATIVE FINANCIAL INSTRUMENTS	0	0
s82	DISCONTINUED OPERATIONS	0	0
s83	OTHER	258,492	100
s18	OTHER INTANGIBLE ASSETS AND DEFERRED ASSETS (NET)	7,351,774	100
s48	DEFERRED EXPENSES	3,099,182	42
s49	GOODWILL	4,166,160	57
s51	OTHER	86,432	1
s19	OTHER ASSETS	125,669	100
s84	INTANGIBLE ASSET FROM LABOR OBLIGATIONS	3,446	3
s85	DERIVATIVE FINANCIAL INSTRUMENTS	0	0
s50	DEFERRED TAXES	0	0
s86	DISCONTINUED OPERATIONS	0	0

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s87	OTHER	122,223	97
s21	CURRENT LIABILITIES	5,255,145	100
s52	FOREIGN CURRENCY LIABILITIES	3,766,787	72
s53	MEXICAN PESOS LIABILITIES	1,488,358	28
s26	OTHER CURRENT LIABILITIES WITHOUT COST	1,544,267	100
s88	DERIVATIVE FINANCIAL INSTRUMENTS	376,206	24
s89	INTEREST LIABILITIES	5,251	0
s68	PROVISIONS	0	0
s90	DISCONTINUED OPERATIONS	0	0
s58	OTHER CURRENT LIABILITIES	1,162,810	75
s27	LONG-TERM LIABILITIES	0	0
s59	FOREIGN CURRENCY LIABILITIES	0	0
s60	MEXICAN PESOS LIABILITIES	0	0
s31	DEFERRED LIABILITIES	0	0
s65	NEGATIVE GOODWILL	0	0
s67	OTHER	0	0
s32	OTHER NON CURRENT LIABILITIES WITHOUT COST	4,253,375	100
s66	DEFERRED TAXES	4,172,251	98
s91	OTHER LIABILITIES IN RESPECT OF SOCIAL INSURANCE	34,095	1
s92	DISCONTINUED OPERATIONS	0	0
s69	OTHER LIABILITIES	47,029	1
s79	CAPITAL STOCK	4,142,696	100
s37	CAPITAL STOCK (NOMINAL)	2,420,230	58
s69	RESTATEMENT OF CAPITAL STOCK	1,722,466	42

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MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
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QUARTER: 4 YEAR: 2008

CONSOLIDATED FINANCIAL STATEMENT
BREAKDOWN OF MAIN CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF S	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
s42	RETAINED EARNINGS AND CAPITAL RESERVES	9,507,958	100
s93	LEGAL RESERVE	0	0
s43	RESERVE FOR REPURCHASE OF SHARES	200,612	2
s94	OTHER RESERVES	0	0
s95	RETAINED EARNINGS	7,511,209	79
s45	NET INCOME FOR THE YEAR	1,796,137	19
s44	OTHER ACCUMULATED COMPREHENSIVE RESULT	324,297	100
s70	ACCUMULATED MONETARY RESULT	0	0
s71	RESULT FROM HOLDING NON-MONETARY ASSETS	0	0
s96	CUMULATIVE RESULT FROM FOREIGN CURRENCY TRANSLATION	595,165	184
s97	CUMULATIVE RESULT FROM DERIVATIVE FINANCIAL INSTRUMENTS	(270,868)	(84)
s98	CUMULATIVE EFFECT OF DEFERRED INCOME TAXES	0	
s99	LABOR OBLIGATION ADJUSTMENT	0	0
s100	OTHER	0	0

MEXICAN STOCK EXCHANGE
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QUARTER: 4 YEAR: 2008

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BALANCE SHEETS
OTHER CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF S	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
S72	WORKING CAPITAL	7,790,284	
S73	PENSIONS FUND AND SENIORITY PREMIUMS	0	
S74	EXECUTIVES (*)	60	
S75	EMPLOYERS (*)	1,890	
S76	WORKERS (*)	2,873	
S77	COMMON SHARES (*)	497,709,214	
S78	REPURCHASED SHARES (*)	0	
S101	RESTRICTED CASH	0	
S102	NET DEBT OF NON CONSOLIDATED COMPANIES	270,766	

(*) THESE ITEMS SHOULD BE EXPRESSED IN UNITS

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATEMENTS OF INCOME
FROM JANUARY 1 TO DECEMBER 31 OF 2008 AND 2007
(thousands of Mexican pesos)

AUDITED

REF R	CATEGORIES	CURRENT YEAR	
		AMOUNT	%
r01	NET SALES	35,185,220	100
r02	COST OF SALES	29,796,163	85

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r03	GROSS PROFIT	5,389,057	15
r04	OPERATING EXPENSES	2,273,828	6
r05	OPERATING INCOME	3,115,229	9
r08	OTHER INCOME AND (EXPENSE), NET	(3,916)	0
r06	COMPREHENSIVE FINANCING RESULT	(174,661)	0
r12	EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES AND ASSOCIATES	0	0
r48	NON ORDINARY ITEMS	0	0
r09	INCOME BEFORE INCOME TAXES	2,936,652	8
r10	INCOME TAXES	1,036,303	3
r11	INCOME (LOSS) BEFORE DISCONTINUED OPERATIONS	1,900,349	5
r14	DISCONTINUED OPERATIONS	0	0
r18	NET CONSOLIDATED INCOME	1,900,349	5
r19	NET INCOME OF MINORITY INTEREST	104,212	0
r20	NET INCOME OF MAJORITY INTEREST	1,796,137	5

MEXICAN STOCK EXCHANGE
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STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATEMENTS OF INCOME
BREAKDOWN OF MAIN CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF R	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
r01	NET SALES	35,185,220	100
r21	DOMESTIC	10,713,674	30
r22	FOREIGN	24,471,546	70
r23	TRANSLATED INTO DOLLARS (***)	2,198,590	

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r08	OTHER INCOME AND (EXPENSE), NET	(3,916)	100
r49	OTHER INCOME AND (EXPENSE), NET	20,025	(511)
r34	EMPLOYEES' PROFIT SHARING EXPENSES	23,941	611
r35	DEFERRED EMPLOYEES' PROFIT SHARING	0	0
r06	COMPREHENSIVE FINANCING RESULT	(174,661)	100
r24	INTEREST EXPENSE	57,288	(33)
r42	GAIN (LOSS) ON RESTATEMENT OF UDI'S	0	0
r45	OTHER FINANCE COSTS	0	0
r26	INTEREST INCOME	135,810	(78)
r46	OTHER FINANCIAL PRODUCTS	0	0
r25	FOREIGN EXCHANGE GAIN (LOSS), NET	(253,183)	145
r28	RESULT FROM MONETARY POSITION	0	0
r10	INCOME TAXES	1,036,303	100
r32	INCOME TAX	743,255	72
r33	DEFERRED INCOME TAX	293,048	28

(***) THOUSANDS OF DOLLARS

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GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATEMENTS OF INCOME
OTHER CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF	CONCEPTS	CURRENT YEAR
R		AMOUNT

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r36	TOTAL SALES	35,618,819
r37	TAX RESULT FOR THE YEAR	0
r38	NET SALES (**)	35,185,220
r39	OPERATION INCOME (**)	3,143,385
r40	NET INCOME OF MAJORITY INTEREST (**)	1,796,137
r41	NET CONSOLIDATED INCOME (**)	1,900,349
r47	OPERATIVE DEPRECIATION AND AMORTIZATION	867,150

(**) RESTATED INFORMATION FOR THE LAST TWELVE MONTHS

MEXICAN STOCK EXCHANGE
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STOCK EXCHANGE CODE: SIMEC
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QUARTER: 4 YEAR: 2008

QUARTERLY STATEMENTS OF INCOME
FROM OCTOBER 1 TO DECEMBER 31 OF 2008 AND 2007
(thousands of Mexican pesos)

AUDITED

REF R	CATEGORIES	CURRENT YEAR	
		AMOUNT	%
r01	NET SALES	7,617,888	100
r02	COST OF SALES	7,326,696	96
r03	GROSS PROFIT	291,192	4
r04	OPERATING EXPENSES	916,294	12
r05	OPERATING INCOME	(625,102)	(8)
r08	OTHER INCOME AND (EXPENSE), NET	(56,867)	0
r06	COMPREHENSIVE FINANCING RESULT	58,853	1
r12	EQUITY IN NET INCOME OF NON-CONSOLIDATED SUBSIDIARIES AND ASSOCIATES	0	0
r48	NON ORDINARY ITEMS	0	0
r09	INCOME BEFORE INCOME TAXES	(623,116)	(8)
r10	INCOME TAXES	(172,312)	(2)

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r11	INCOME (LOSS) BEFORE DISCONTINUED OPERATIONS	(450,804)	(6)
r14	DISCONTINUED OPERATIONS	0	0
r18	NET CONSOLIDATED INCOME	(450,804)	(6)
r19	NET INCOME OF MINORITY INTEREST	(506,206)	(7)
r20	NET INCOME OF MAJORITY INTEREST	55,402	1

MEXICAN STOCK EXCHANGE
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QUARTER: 4 YEAR: 2008

QUARTERLY STATEMENTS OF INCOME
BREAKDOWN OF MAIN CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF R	CONCEPTS	CURRENT YEAR	
		AMOUNT	%
rt01	NET SALES	7,617,888	100
rt21	DOMESTIC	2,635,143	35
rt22	FOREIGN	4,982,745	65
rt23	TRANSLATED INTO DOLLARS (***)	338,726	
rt08	OTHER INCOME AND (EXPENSE), NET	(56,867)	100
rt49	OTHER INCOME AND (EXPENSE), NET	(41,616)	73
rt34	EMPLOYEES' PROFIT SHARING EXPENSES	15,251	27
rt35	DEFERRED EMPLOYEES' PROFIT SHARING	0	0
rt06	COMPREHENSIVE FINANCING RESULT	58,853	100
rt24	INTEREST EXPENSE	28,070	48
rt42	GAIN (LOSS) ON RESTATEMENT OF UDI'S	0	0
rt45	OTHER FINANCE COSTS	0	0

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rt26	INTEREST INCOME	25,685	44
rt46	OTHER FINANCIAL PRODUCTS	0	0
rt25	FOREIGN EXCHANGE GAIN (LOSS), NET	61,238	104
rt28	RESULT FROM MONETARY POSITION	0	0
rt10	INCOME TAXES	(172,312)	100
rt32	INCOME TAX	305,519	(177)
rt33	DEFERRED INCOME TAX	(477,831)	277

(***) THOUSANDS OF DOLLARS

MEXICAN STOCK EXCHANGE
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STOCK EXCHANGE CODE: SIMEC
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QUARTER: 4 YEAR: 2008

QUARTERLY STATEMENTS OF INCOME
OTHER CONCEPTS
(thousands of Mexican pesos)

AUDITED

REF RT	CONCEPTS	CURR
rt47	OPERATIVE DEPRECIATION AND ACCUMULATED IMPAIRMENT LOSSES	46

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATEMENTS OF CHANGES IN FINANCIAL POSITION
FROM JANUARY 1 TO DECEMBER 31 OF 2008 AND 2007
(thousands of pesos)

AUDITED

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REF C	CONCEPTS	CURRENT YEAR AMOUNT
c01	CONSOLIDATED NET INCOME	1,900,349
c02	+ (-) ITEMS ADDED TO INCOME WHICH DO NOT REQUIRE CASH	1,292,538
c03	RESOURCES FROM NET INCOME FOR THE YEAR	3,192,887
c04	RESOURCES PROVIDED OR USED IN OPERATION	(1,252,433)
c05	RESOURCES PROVIDED BY (USED FOR) OPERATING ACTIVITIES	1,940,454
c06	RESOURCES PROVIDED BY (USED FOR) EXTERNAL FINANCING ACTIVITIES	205,605
c07	RESOURCES PROVIDED BY (USED FOR) INTERNAL FINANCING ACTIVITIES	1,169,155
c08	RESOURCES PROVIDED BY (USED FOR) INTERNAL FINANCING ACTIVITIES	1,374,760
c09	RESOURCES PROVIDED BY (USED FOR) INVESTMENT ACTIVITIES	(9,134,628)
c10	NET INCREASE (DECREASE) IN CASH AND SHORT-TERM INVESTMENTS	(5,819,414)
c11	CASH AND SHORT-TERM INVESTMENTS AT THE BEGINNING OF PERIOD	6,396,155
c12	CASH AND SHORT TERM INVESTMENTS AT THE END OF PERIOD	576,741

MEXICAN STOCK EXCHANGE
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QUARTER: 4 YEAR: 2008

STATEMENTS OF CHANGES IN FINANCIAL POSITION
BREAKDOWN OF MAIN CONCEPTS
(thousands of pesos)

AUDITED

REF C	CONCEPTS	CURRENT YEAR AMOUNT
c02	+ (-) ITEMS ADDED TO INCOME WHICH DO NOT REQUIRE CASH	1,292,538
c13	DEPRECIATION AND AMORTIZATION FOR THE YEAR	895,306

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c41	+ (-) OTHER ITEMS	397,232

c04	RESOURCES PROVIDED OR USED IN OPERATION	(1,252,433)
c18	+ (-) DECREASE (INCREASE) IN ACCOUNTS RECEIVABLE	290,082
c19	+ (-) DECREASE (INCREASE) IN INVENTORIES	(2,030,274)
c20	+ (-) DECREASE (INCREASE) IN OTHER ACCOUNTS RECEIVABLE	(251,920)
c21	+ (-) INCREASE (DECREASE) IN SUPPLIERS	541,938
c22	+ (-) INCREASE (DECREASE) IN OTHER LIABILITIES	197,741

c06	RESOURCES PROVIDED BY (USED FOR) EXTERNAL FINANCING ACTIVITIES	205,605
c23	+ BANK FINANCING	1,334,129
c24	+ STOCK MARKET FINANCING	0
c25	+ DIVIDEND RECEIVED	0
c26	OTHER FINANCING	232,943
c27	BANK FINANCING AMORTIZATION	(1,325,329)
c28	(-) STOCK MARKET FINANCING AMORTIZATION	0
c29	(-) OTHER FINANCING AMORTIZATION	(36,138)
c42	+ (-) OTHER ITEMS	0

C07	RESOURCES PROVIDED BY (USED FOR) INTERNAL FINANCING ACTIVITIES	1,169,155
c30	+ (-) INCREASE (DECREASE) IN CAPITAL STOCK	112,269
c31	(-) DIVIDENDS PAID	0
c32	+ PREMIUM ON ISSUANCE OF SHARES	1,056,886
c33	+ CONTRIBUTION FOR FUTURE CAPITAL INCREASES	0
c43	+ (-) OTHER ITEMS	0

c09	RESOURCES PROVIDED BY (USED FOR) INVESTMENT ACTIVITIES	(9,134,628)
c34	+ (-) DECREASE (INCREASE) IN PERMANENT INVESTMENTS	(8,450,796)
c35	(-) ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT	(479,804)
c36	(-) INCREASE IN CONSTRUCTION PROGRESS	0

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c37	+ SALE OF OTHER PERMANENT INVESTMENTS	0
c38	+ SALE OF TANGIBLE FIXED ASSETS	4,769
c39	+ (-) OTHER ITEMS	(208,797)

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GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATE OF CASH FLOW (INDIRECT METHOD)
FROM JANUARY 1 TO DECEMBER 31 OF 2008 AND 2007
(thousands of pesos)

AUDITED

REF C	CONCEPTS	CURRENT YEAR AMOUNT
ACTIVITIES OF OPERATION		
e01	INCOME (LOSS) BEFORE INCOME TAXES	2,936,652
e02	+ (-) ITEMS NOT REQUIRING CASH	126,084
e03	+ (-) ITEMS RELATED TO INVESTING ACTIVITIES	759,496
e04	+ (-) ITEMS RELATED TO FINANCING ACTIVITIES	57,288
e05	CASH FLOW BEFORE INCOME TAX	3,879,520
e06	CASH FLOW PROVIDED OR USED IN OPERATION	(2,034,270)
e07	CASH FLOW PROVIDED OF OPERATING ACTIVITIES	1,845,250
INVESTMENT ACTIVITIES		
e08	NET CASH FLOW FROM INVESTING ACTIVITIES	(9,000,056)
e09	CASH FLOW AFTER INVESTING ACTIVITIES	(7,154,806)
FINANCING ACTIVITIES		
e10	NET CASH FROM FINANCING ACTIVITIES	1,334,154
e11	NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(5,820,652)
e12	TRANSLATION DIFFERENCES IN CASH AND CASH EQUIVALENTS	1,238
e13	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	6,396,155

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e14 CASH AND CASH EQUIVALENTS AT THE END OF PERIOD

576,741

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QUARTER: 4 YEAR: 2008

STATE OF CASH FLOW (INDIRECT METHOD)
BREAKDOWN OF MAIN CONCEPTS
(thousands of pesos)

AUDITED

REF C	CONCEPTS	CURRENT YEAR AMOUNT
e02	+ (-) ITEMS NOT REQUIRING CASH	126,084
e15	+ ESTIMATES FOR THE PERIOD	0
e16	+ PROVISIONS FOR THE PERIOD	0
e17	+ (-) OTHER UNREALIZED ITEMS	126,084
e03	+ (-) ITEMS RELATED TO INVESTING ACTIVITIES	759,496
e18	+ DEPRECIATION AND AMORTIZATION FOR THE PERIOD	895,306
e19	(-) + GAIN OR LOSS ON SALE PROPERTY, PLANT AND EQUIPMENT	0
e20	+ IMPAIRMENT LOSS	0
e21	(-) + EQUITY IN RESULTS OF ASSOCIATES AND JOINT VENTURES	0
e22	(-) DIVIDENDS RECEIVED	0
e23	(-) INTEREST INCOME	(135,810)
e24	(-) + OTHER ITEMS	0
e04	+ (-) ITEMS RELATED TO FINANCING ACTIVITIES	57,288
e25	+ ACCRUED INTEREST	57,288
e26	+ (-) OTHER ITEMS	0

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e06	CASH FLOW PROVIDED OR USED IN OPERATION	(2,034,270)
e27	+ (-) DECREASE (INCREASE) IN ACCOUNTS RECEIVABLE	290,082
e28	+ (-) DECREASE (INCREASE) IN INVENTORIES	(2,030,274)
e29	+ (-) DECREASE (INCREASE) IN OTHER ACCOUNT RECEIVABLES	(251,920)
e30	+ (-) INCREASE DECREASE IN SUPPLIERS	541,938
e31	+ (-) INCREASE DECREASE IN OTHER LIABILITIES	111,756
e32	+ (-) INCOME TAXES PAID OR RETURNED	(695,852)
e08	NET CASH FLOW FROM INVESTING ACTIVITIES	(9,000,056)
e33	(-) PERMANENT INVESTMENT IN SHARES	(8,450,796)
e34	+ DISPOSITION OF PERMANENT INVESTMENT IN SHARES	0
e35	(-) INVESTMENT IN PROPERTY PLANT AND EQUIPMENT	(479,804)
e36	+ SALE OF PROPERTY PLANT AND EQUIPMENT	4,769
e37	(-) INVESTMENT IN INTANGIBLE ASSETS	0
e38	+ DISPOSITION OF INTANGIBLE ASSETS	0
e39	+ OTHER PERMANENT INVESTMENTS	0
e40	+ DISPOSITION OF OTHER PERMANENT INVESTMENTS	0
e41	+ DIVIDEND RECEIVED	0
e42	+ INTEREST RECEIVED	135,810
e43	+ (-) DECREASE (INCREASE) ADVANCES AND LOANS TO THIRD PARTS	0
e44	+ (-) OTHER ITEMS	(210,035)
e10	NET CASH FROM FINANCING ACTIVITIES	1,334,154
e45	+ BANK FINANCING	1,334,129
e46	+ STOCK MARKET FINANCING	0
e47	+ OTHER FINANCING	232,943
e48	(-) BANK FINANCING AMORTIZATION	(1,325,329)
e49	(-) STOCK MARKET FINANCING AMORTIZATION	0
e50	(-) OTHER FINANCING AMORTIZATION	0
e51	+ (-) INCREASE (DECREASE) IN CAPITAL STOCK	112,269
e52	(-) DIVIDENDS PAID	0

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e53	+ PREMIUM ON ISSUANCE OF SHARES	1,056,887
e54	+ CONTRIBUTIONS FOR FUTURE CAPITAL INCREASES	0
e55	(-) INTEREST EXPENSE	(40,607)
e56	(-) REPURCHASE OF SHARES	0
e57	+ (-) OTHER ITEMS	0

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

STATUS OF CHANGES IN STOCKHOLDERS' EQUITY
(THOUSANDS OF MEXICAN PESOS)

CONSOLIDATED

AUDITED

CONCEPTS	CONTRIBUTED CAPITAL			EARNED CAPITAL			
	CAPITAL STOCK	PREMIUM ON ISSUANCE OF SHARES	ACCUMULATED (LOSSES) EARNINGS OR RESERVES	ACCUMULATED COMPREHENSIVE RESULT	EARNINGS (LOSSES) TO APPLY	RETAM AND ISR DEFERRED	OTHER COMPREHENSIVE RESULT
BALANCE AT DECEMBER 31, 2006	3,763,412	997,606	200,612	6,820,510	-1,044,172		-30,096
APPLICATION OF THE RESULT OF THE EXERCISE TO ACCUMULATED RESULTS	0	0	0	0	0	0	0
CONSTITUTION OF RESERVES	0	0	0	0	0	0	0
DECREED DIVIDENDS	0	0	0	0	0	0	0
(DECREASE) INCREASE CAPITAL	267,015	0	0	0	0	0	0
REPURCHASE OF SHARES	0	0	0	0	0	0	0
RESERVE FOR THE							

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ACQUISITION OF SHARES	0	0	0	0	0	0
(DECREASE) INCREASE IN PREMIUM ON ISSUANCE OF SHARES	0	2,153,711	0	0	0	0
(DECREASE) INCREASE IN MINORITY INVESTMENT	0	0	0	0	0	0
COMPREHENSIVE INCOME (*)	0	0	0	1,529,057	205,814	-1,614
BALANCE AT DECEMBER 31, 2007	4,030,427	3,151,317	200,612	8,349,567	-838,358	-31,710
RECLASSIFICATION INITIAL BALANCES RESULT FOR HOLDING OF MONETARY ASSETS AND DEFERRED TAX ON INCOME	0	0	0	-838,358	838,358	0
APPLICATION OF THE RESULT OF THE EXERCISE TO ACCUMULATED RESULTS	0	0	0	0	0	0
CONSTITUTION OF RESERVES	0	0	0	0	0	0
DECREED DIVIDENDS	0	0	0	0	0	0
(DECREASE) INCREASE CAPITAL	112,269	0	0	0	0	0
REPURCHASE OF SHARES	0	0	0	0	0	0
RESERVE FOR THE ACQUISITION OF SHARES	0	0	0	0	0	0
(DECREASE) INCREASE IN PREMIUM ON ISSUANCE OF SHARES	0	1,056,887	0	0	0	0
(DECREASE) INCREASE IN MINORITY INVESTMENT	0	0	0	0	0	0
COMPREHENSIVE INCOME (*)	0	0	0	1,796,137	0	356,007
BALANCE AT DECEMBER 31, 2008	4,142,696	4,208,204	200,612	9,307,346	0	324,297

(*) INCLUDES EARNED AND RECYCLED

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

DATE PER SHARE
CONSOLIDATED

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AUDITED

REF D	CATEGORIES	QUARTER OF PRESENT FINANCIAL YEAR
d01	BASIC PROFIT PER ORDINARY SHARE (**)	\$ 3.70
d02	BASIC PROFIT PER PREFERRED SHARE (**)	\$ 0.00
d03	DILUTED PROFIT PER ORDINARY SHARE (**)	\$ 0.00
d04	EARNINGS (LOSS) BEFORE DISCONTINUED OPERATIONS PER COMMON SHARE (**)	\$ 3.70
d05	DISCONTINUED OPERATIONS EFFECT ON EARNING (LOSS) PER SHARE (**)	\$ 0.00
d08	CARRYING VALUE PER SHARE	\$36.53
d09	CASH DIVIDEND ACCUMULATED PER SHARE	\$ 0.00
d10	DIVIDEND IN SHARES PER SHARE	0.00 shares
d11	MARKET PRICE TO CARRYING VALUE	0.62 times
d12	MARKET PRICE TO BASIC PROFIT PER ORDINARY SHARE	6.12 times
d13	MARKET PRICE TO BASIC PROFIT PER PREFERENT SHARE (**)	0.00 times

(**) TO CALCULATE THE DATA PER SHARE USE THE NET INCOME FOR THE LAST TWELVE MONTHS.

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

RATIOS
CONSOLIDATED

AUDITED

REF P	CATEGORIES	QUARTER OF PRESENT FINANCIAL YEAR
	YIELD	
p01	NET INCOME TO NET SALES	5.40%

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p02	NET INCOME TO STOCKHOLDERS' EQUITY (**)	8.92%
p03	NET INCOME TO TOTAL ASSETS (**)	6.17%
p04	CASH DIVIDENDS TO PREVIOUS YEAR NET INCOME	0.00%
p05	INCOME DUE TO MONETARY POSITION TO NET INCOME	0.00%

ACTIVITY

p06	NET SALES TO NET ASSETS (**)	1.14 times
p07	NET SALES TO FIXED ASSETS (**)	3.42 times
p08	INVENTORIES TURNOVER (**)	3.37 times
p09	ACCOUNTS RECEIVABLE IN DAYS OF SALES	25 days
p10	PAID INTEREST TO TOTAL LIABILITIES WITH COST (**)	0.20%

LEVERAGE

p11	TOTAL LIABILITIES TO TOTAL ASSETS	30.86%
p12	TOTAL LIABILITIES TO STOCKHOLDERS' EQUITY	0.45 times
p13	FOREIGN CURRENCY LIABILITIES TO TOTAL LIABILITIES	39.61%
p14	LONG-TERM LIABILITIES TO FIXED ASSETS	0.00%
p15	OPERATING INCOME TO INTEREST PAID	54.38 times
p16	NET SALES TO TOTAL LIABILITIES (**)	3.70 times

LIQUIDITY

p17	CURRENT ASSETS TO CURRENT LIABILITIES	2.48 times
p18	CURRENT ASSETS LESS INVENTORY TO CURRENT LIABILITIES	0.80 times
p19	CURRENT ASSETS TO TOTAL LIABILITIES	1.37 times
p20	AVAILABLE ASSETS TO CURRENT LIABILITIES	10.97%

(**) IN THESE RATIOS FOR THE DATA TAKE INTO CONSIDERATION THE LAST TWELVE MONTHS

MEXICAN STOCK EXCHANGE
SIFIC / ICS

STOCK EXCHANGE CODE: SIMEC
GRUPO SIMEC, S.A.B. DE C.V.

QUARTER: 4 YEAR: 2008

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DIRECTOR REPORT

CONSOLIDATED

AUDITED

GUADALAJARA, MEXICO, May 6, 2009- Grupo Simec, S.A.B. de C.V. (AMEX:SIM) ("Simec") announced today final audited results of operations for the year ended December 31, 2008.

Acquisition of Corporacion Aceros DM, S.A. de C.V.

On February 21, 2008, we entered into an agreement to acquire 100% of the shares of Corporacion Aceros DM, S.A. de C.V. and certain of its affiliates ("Grupo San"), and on May 30, 2008 said acquisition was consummated. Grupo San is a long products steel mini-mill and the second-largest corrugated rebar producer in Mexico. Grupo San's operations are based in San Luis Potosi, Mexico. Its plants and 1,450 employees produce 600 thousand tons of finished products annually.

With this acquisition, Simec and Industrias CH, S.A.B. de C.V. ("ICH") position themselves as the second-largest producer of rebar and the largest steel producer in Mexico, with a production capacity of approximately 4.5 million tons of liquid steel and 3.8 million tons of finished products.

With this strategic acquisition, Simec and ICH will achieve a more diversified product mix, with 40% of sales in Mexico and 60% outside Mexico, both of which will allow them to better address the natural cycles of the steel industry on the domestic and global levels. Additionally, Simec has already identified significant synergies and economies of scale that will increase the company's operating margins. Grupo San's central location in San Luis Potosi, where Simec is not currently present, also represents a strong competitive advantage since it provides several strategic benefits mainly related to distribution, given its proximity to Mexico's main cities, sea ports, and borders.

In addition, Grupo San has aggressive expansion plans in its rebar business, which ICH and Simec will support and promote to satisfy the growing demand for this product, resulting from the Mexican government's aggressive infrastructure plan.

The financial statements of Simec include the operations of Grupo San since June 1, 2008.

Pursuant to Mexican Financial Reporting Standards "Bulletin B-7 Acquisitions of Business," Simec is in the process of calculating the goodwill and other intangible assets in the acquisition of Grupo San; as of December 31, 2008, Simec registered the adjustments of the fixed assets and intangible assets, the Company has not concluded the period of identification and measurement of the reasonable values of the acquires assets and liabilities assumed in the acquisition of Grupo San.

Year Ended December 31, 2008 compared to Year Ended December 31, 2007

Net Sales

Net sales increased 46% to Ps. 35,185 million in 2008 (including the net sales generated by the newly acquired plants of Grupo San of Ps. 2,532 million) compared to Ps. 24,106 million in 2007. Shipments of finished steel products increased 9% to 2 million 924 thousand tons in 2008 (including the net sales generated by the newly

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acquired plants of Grupo San of 261 thousand tons) compared to 2 million 693 thousand tons in 2007. Total sales outside of Mexico in 2008 increased 44% to Ps. 24,471 million (including the net sales generated by the newly acquired plants of Grupo San of Ps. 98 million) compared with Ps. 17,031 million in 2007, while total Mexican sales increased 51% from Ps. 7,075 million in 2007 to Ps. 10,714 million in 2008 (including the net sales generated by the newly acquired plants of Grupo San of Ps. 2,434 million). The increase in sales can be explained due to higher shipments during 2008, compared with 2007 (a 231,000 tons increase) and 34% increase in the average price of steel products.

Direct Cost of Sales

Direct cost of sales increased 45% from Ps. 20,499 million in 2007 to Ps. 29,796 million in 2008 (including the cost of sales generated by the newly acquired plants of Grupo San of Ps. 1,444 million). Direct cost of sales as a percentage of net sales represented 85% in 2008 compared to 85% in 2007. The increase in the direct cost of sales is attributable mainly to an increase of 34% in the average cost of raw materials used to produce steel products in 2008 versus 2007, primarily as a result of increases in the price of scrap and certain other raw materials, as well as a 9% increase in shipments.

Gross Profit

Gross profit in 2008 increase 49% to Ps. 5,389 million (including the gross profit generated by the newly acquired plants of Grupo San of Ps. 1,010 million) compared to Ps. 3,607 million in 2007. Gross profit as a percentage of net sales was 15% in 2008 and 2007. This increase in gross profit was principally due to an increase of 9% in sales volume.

Operating Expenses

Operating expenses increased 60% to Ps. 2,274 million in 2008 (including the operating expenses from the newly acquired plants of Grupo San of Ps. 433 million and the depreciation and amortization of the tangible and intangible assets of Ps. 270 million registered by the acquisition of Grupo San) compared to Ps. 1,423 million in 2007 and represented 6% of net sales in 2008 and 2007.

Operating Profit

Operating profit increased 43% to Ps. 3,115 million in 2008 (including the operating profit from the newly acquired plants of Grupo San of Ps. 655 million) compared to Ps. 2,184 million in 2007. Operating profit as a percentage of net sales was 9% in 2008 compared to 9% in 2007. The increase in the operating profit was due principally to an increase of 9% in sales volume and an increase of 34% in the average price of steel products.

Comprehensive Financial Cost

Comprehensive financial cost in 2008 represented an expense of Ps. 175 million compared with a gain of Ps. 41 million in 2007. Net interest income was Ps. 79 million in 2008 compared with net interest income of Ps. 274 million in 2007, reflecting the use of cash and debt for the acquisition of Grupo San. At the same time, we registered an exchange loss of Ps. 254 million in 2008 compared with an exchange loss of Ps. 38 million in 2007, reflecting a 25% increase in the value of the dollar versus the peso as of December 31, 2008 compared to December 31, 2007.

Other Expenses (Income) net

The company recorded other expense net of Ps. 4 million in 2008 compared to other income net of Ps. 21 million in 2007.

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Income Taxes

Income Taxes recorded Ps. 1,036 million in 2008 (including Ps. 293 million of deferred income taxes) compared to Ps. 621 million in 2007 (including Ps. 509 million of deferred income taxes).

Net Profit

As a result of the foregoing, net profit increased by 17% to Ps. 1,900 million in 2008 from Ps. 1,625 million in 2007.

Liquidity and Capital Resources

As of December 31, 2008, Simec's total consolidated debt consisted of U.S. \$952,000; U.S. \$650,000 is a credit bank and U.S. \$302,000 of 8 7/8% medium-term notes ("MTN's") due 1998 (accrued interest on December 31, 2008 was U.S. \$387,882). As of December 31, 2007, Simec's total consolidated debt consisted of U.S. \$302,000 from 8 7/8% medium-term notes ("MTN's") due 1998 (accrued interest on December 31, 2007 was U.S. \$363,703).

Net resources provided by operations were Ps. 1,940 million in 2008 versus Ps. 2,384 million of net resources provided by operations in 2007. Net resources provided by financing activities were Ps. 1,375 million in 2008 (which amount includes the capital increase of Ps. 1,169 million in July 2008) versus Ps. 2,292 million of net resources provided by financing activities in 2007 (which amount includes the capital increase of Ps. 2,421 million in February 2007). Net resources used in investing activities (to acquire property, plant and equipment, other non-current assets and liabilities) were Ps. 9,135 million in 2008 (which amount includes Ps. 8,451 million used in the acquisition of Grupo San) versus net resources used in investing activities (to acquire property, plant and equipment and other non-current assets and liabilities) of Ps. 484 million in 2007.

Comparative Fourth Quarter 2008 vs. Third Quarter 2008

Net Sales

Net sales decreased 28% from Ps. 10,533 million for the third quarter 2008 (including the net sales generated by the newly acquired plants of Grupo San of Ps. 1,073 million) to Ps. 7,618 million for the fourth quarter 2008 (including the net sales generated by the newly acquired plants of Grupo San of Ps. 945 million). Sales in tons of finished steel decreased 29% to 567 thousand tons in the fourth quarter 2008 compared with 795 thousand tons in the third quarter 2008. The total sales outside of Mexico for the fourth quarter 2008 decreased 32% to Ps. 4,983 million compared with Ps. 7,317 million for the third quarter 2008. Total Mexican sales decreased 18% to Ps. 2,635 million in the fourth quarter 2008 from Ps. 3,216 million in the third quarter 2008. Prices of finished products sold in the fourth quarter 2008 increased approximately 1% compared to the third quarter 2008.

Direct Cost of Sales

Direct cost of sales decreased 16% from Ps. 8,726 million in the third quarter 2008 (including the cost of sales generated by the newly acquired plants of Grupo San of Ps. 663 million) to Ps. 7,327 million for the fourth quarter 2008 (including the cost of sales generated by the newly acquired plants of Grupo San of Ps. 473 million). With respect to sales, in the fourth quarter 2008, the direct cost of sales represents 96% compared to 83% for the third quarter 2008. The average cost of raw materials used to produce steel products increased 18%

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in the fourth quarter 2008 versus the third quarter 2008, primarily as a result of increases in the price of scrap and certain other raw materials.

Gross Profit

Gross profit for the fourth quarter 2008 decreased 84% to Ps. 291 million (including the gross profit generated by the newly acquired plants of Grupo San of Ps. 472 million) compared to Ps. 1,807 million in the third quarter 2008 (including the gross profit generated by the newly acquired plants of Grupo San of Ps. 410 million). The gross profit as a percentage of net sales for the fourth quarter 2008 was 4% compared with 17% for the third quarter 2008. The decrease in gross profit was principally due to the increases in the price of scrap and certain other raw materials and the decrease in tons shipped.

Operating Expenses

Operating expenses increased 62% to Ps. 916 million in the fourth quarter 2008 (including the operating expenses from the newly acquired plants of Grupo San of Ps. 232 million and the depreciation and amortization of Ps. 270 of the tangible and intangible assets determined in the acquisition of Grupo San) compared to Ps. 564 million for the third quarter 2008 (including the operating expenses from the newly acquired plants of Grupo San of Ps. 149 million). Operating expenses as a percentage of net sales represented 12% during the fourth quarter 2008 compared to 5% in the third quarter 2008.

Operating Profit

Operating profit was Ps. 1,243 million in the third quarter 2008 (including the operating profit from the newly acquired plants of Grupo San of Ps. 261 million) compared to an operating loss of Ps. 625 million for the fourth quarter 2008 (including the operating profit by the newly acquired plants of Grupo San of Ps. 240 million). The operating loss as a percentage of net sales in the fourth quarter 2008 was 8% compared to 12% of operating profit in the third quarter 2008. The operating loss was principally due to the decrease in tons shipped and the increases in the price of scrap and certain other raw materials.

Comprehensive Financial Cost

Comprehensive financial cost for the fourth quarter 2008 represented an income of Ps. 59 million compared with Ps. 25 million of income for the third quarter 2008. Net interest expense was Ps. 2 million in the fourth quarter 2008 compared with Ps. 11 million of net interest expense in the third quarter 2008. At the same time, we registered an exchange gain of Ps. 61 million in the fourth quarter 2008 compared with an exchange gain of Ps. 36 million in the third quarter 2008.

Other Expenses (Income) net

The company recorded other expenses net of Ps. 57 million in the fourth quarter 2008 compared with other income net of Ps. 49 million for the third quarter 2008.

Income Taxes

Income taxes for the fourth quarter 2008 was an income of Ps. 172 million compared to Ps. 483 million of expense for the third quarter 2008.

Net Profit

As a result of the foregoing, net profit was Ps. 834 million in the third

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quarter 2008 compared to Ps. 451 million of net loss in the fourth quarter 2008.

Comparative Fourth Quarter 2008 vs. Fourth Quarter 2007

Net Sales

Net sales increased 31% from Ps. 5,824 million for the fourth quarter 2007 compared with Ps. 7,618 million for the same period in 2008 (including the net sales generated by the newly acquired plants of Grupo San of Ps. 945 million). Sales in tons of finished steel decreased 16% to 567 thousand tons in the fourth quarter 2008 compared with 675 thousand tons in the same period 2007. The total sales outside of Mexico for the fourth quarter 2008 increased 17% to Ps. 4,983 million compared with Ps. 4,264 million for the same period 2007. Total Mexican sales increased 69% to Ps. 2,635 million in the fourth quarter 2008 from Ps. 1,560 millions in the same period 2007. Prices of finished products sold in the fourth quarter 2008 increased approximately by 56% compared to the fourth quarter 2007.

Direct Cost of Sales

Direct cost of sales increased 35% from Ps. 5,436 million in the fourth quarter 2007 to Ps. 7,327 million for the same period 2008 (including the cost of sales generated by the newly acquired plants of Grupo San of Ps. 473 million). With respect to sales, in the fourth quarter 2008, the direct cost of sales represents 96% compared to 93% for the same period 2007. The average cost of raw materials used to produce steel products increased 60% in the fourth quarter 2008 versus the fourth quarter 2007, primarily as a result of increases in the price of scrap and certain other raw materials.

Gross Profit

Gross profit for the fourth quarter 2008 decreased 25% to Ps. 291 million (including the gross profit generated by the newly acquired plants of Grupo San of Ps. 472 million) compared to Ps. 388 million in the same period 2007. The gross profit as a percentage of net sales for the fourth quarter 2008 was 4% compared with 7% for the same period 2007. The decrease in gross profit was principally due to the decrease in tons shipped and the increases in the price of scrap and certain other raw materials.

Operating Expenses

Operating expenses increased 160% to Ps. 916 million in the fourth quarter 2008 (including the operating expenses from the newly acquired plants of Grupo San of Ps. 232 million and the depreciation and amortization of Ps. 270 of the tangible and intangible assets determined in the acquisition of Grupo San) compared to Ps. 352 million for the same period 2007. Operating expenses as a percentage of net sales represented 12% during the fourth quarter 2008 compared to 6% of the same period 2007.

Operating Profit

Operating profit was Ps. 36 million in the fourth quarter 2007 compared to Ps. 625 million of operating loss for the same period 2008 (including the operating profit by the newly acquired plants of Grupo San of Ps. 240 million). The operating loss as a percentage of net sales in the fourth quarter 2008 was 8% compared to 1% of operating profit in the same period 2007.

Comprehensive Financial Cost

Comprehensive financial cost for the fourth quarter 2008 represented a gain of

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Ps. 59 million compared with an expense of Ps. 168 million for the fourth quarter 2007. Net interest expense was Ps. 2 million in the fourth quarter 2008 compared with Ps. 55 million of net interest income in the fourth quarter 2007. At the same time, we registered an exchange gain of Ps. 61 million in the fourth quarter 2008 compared with an exchange loss of Ps. 36 million in the fourth quarter 2007.

Other Expenses (Income) net

The company recorded other expenses net of Ps. 57 million for the fourth quarter 2008 compared with other expenses net of Ps. 24 million for the same period 2007.

Income Taxes

Income taxes for the fourth quarter 2008 decreased to Ps. 172 mil