

## C A P S. A. AND SUBSIDIARIES

### CONSOLIDATED FINANCIAL STATEMENTS AT SEPTEMBER 30, 2009 AND 2008

| <b>ASSETS</b><br>(in thousands of US dollars)        | <b>Sep 30, 2009</b><br><b>ThUS\$</b> | <b>Sep 30, 2008</b><br><b>ThUS\$</b> |
|--|--------------------------------------|--------------------------------------|
| <b>CURRENT ASSETS</b>                                |                                      |                                      |
| Cash & banks   | 21.284                               | 55.604                               |
| Time deposits  | 390.459                              | 307.619                              |
| Marketable securities                                | 6.548                                | 29.355                               |
| Trade accounts receivable                            | 159.464                              | 320.962                              |
| Notes receivable                                     | 9.821                                | 16.493                               |
| Sundry debtors                                       | 29.704                               | 18.687                               |
| Notes and accounts receivable from related companies | 2.019                                | 8.317                                |
| Inventories  | 310.809                              | 417.053                              |
| Recoverable taxes                                    | 44.670                               | 24.961                               |
| Prepaid expenses                                     | 7.023                                | 5.537                                |
| Deferred taxes                                       | 14.801                               | 1.116                                |
| Other current assets                                 | 10.656                               | 25.768                               |
| <b>TOTAL CURRENT ASSETS</b>                          | <b>1.007.258</b>                     | <b>1.231.472</b>                     |
| <b>FIXED ASSETS:</b>                                 |                                      |                                      |
| Land   | 16.063                               | 13.104                               |
| Buildings & infrastructure                           | 488.600                              | 453.030                              |
| Machinery & equipment                                | 1.792.880                            | 1.675.683                            |
| Other fixed assets                                   | 492.723                              | 512.375                              |
| Incremental value technical appraisal                | 103.525                              | 103.708                              |
| Accumulated depreciation                             | (1.694.128)                          | (1.639.460)                          |
| <b>TOTAL FIXED ASSETS</b>                            | <b>1.199.663</b>                     | <b>1.118.440</b>                     |
| <b>OTHER ASSETS:</b>                                 |                                      |                                      |
| Investments in related companies                     | 87.039                               | 140.124                              |
| Investment in other companies                        |                                      |                                      |
| Goodwill   | 2.092                                | 3.115                                |
| Negative goodwill                                    | (22.614)                             | (24.352)                             |
| Long-term debtors                                    | 5.939                                | 4.878                                |
| Notes & accounts receivable from related companies   | 1.735                                | -                                    |
| Intangible assets                                    | 9.278                                | 4.159                                |
| Amortization   | (970)                                | (398)                                |
| Others   | 89.645                               | 98.940                               |
| <b>TOTAL OTHER ASSETS</b>                            | <b>172.144</b>                       | <b>226.466</b>                       |
| <b>TOTAL ASSETS</b>                                  | <b>2.379.065</b>                     | <b>2.576.378</b>                     |

## C A P S. A. Y FILIALES

### CONSOLIDATED FINANCIAL STATEMENTS AT SEPTEMBER 30, 2009 AND 2008

| <b>LIABILITIES</b><br>(in thousands of US dollars)                | <b>Sep 30, 2009</b><br><b>ThUS\$</b> | <b>Sep 30, 2008</b><br><b>ThUS\$</b> |
|---|--------------------------------------|--------------------------------------|
| <b>CURRENT:</b>   |                                      |                                      |
| Short-term borrowing from banks & financial institutions          | 9.010                                | 61.628                               |
| Short-term portion of long-term borrowing from banks & fin. Inst. | 441                                  | 16.623                               |
| Bonds outstanding   | 13.490                               | 7.566                                |
| Current maturities of long-term debt                              | 3.769                                | 6.939                                |
| Dividends payable   | 14.473                               | 27.949                               |
| Accounts payable  | 88.211                               | 71.309                               |
| Notes payable   | 30.511                               | 46.287                               |
| Sundry creditors  | 12.122                               | 6.948                                |
| Notes & accounts payable to related companies                     | 111.390                              | 86.566                               |
| Provisions  | 39.634                               | 73.802                               |
| Withholdings  | 11.177                               | 16.649                               |
| Income tax  | 74                                   | 12.688                               |
| Unearned income   | 1.748                                | 3.914                                |
| Other current liabilities   | 67.620                               | 15.022                               |
| <b>TOTAL CURRENT LIABILITIES</b>                                  | <b>403.670</b>                       | <b>453.890</b>                       |
| <b>LONG TERM:</b>   |                                      |                                      |
| Borrowings from banks & financial institutions                    | 224.738                              | 219.457                              |
| Bonds outstanding   | 591.733                              | 599.900                              |
| Sundry creditors  | 13.792                               | 19.265                               |
| Long-term provisions  | 67.598                               | 70.031                               |
| Long-term deferred taxes  | 33.863                               | 28.293                               |
| Other long-term liabilities                                       | 18.067                               | 24.575                               |
| <b>TOTAL LONG-TERM LIABILITIES</b>                                | <b>949.791</b>                       | <b>961.521</b>                       |
| <b>MINORITY INTEREST</b>  | <b>102.906</b>                       | <b>114.314</b>                       |
| <b>SHAREHOLDERS' EQUITY:</b>                                      |                                      |                                      |
| Paid-in Capital   | 379.444                              | 379.444                              |
| Other reserves  | 9.962                                | 12.482                               |
| Retained earnings:  | <b>533.292</b>                       | <b>654.727</b>                       |
| Accumulates earnings  | 585.787                              | 441.286                              |
| Net income (loss) for the period                                  | (52.495)                             | 268.958                              |
| Interim dividends (less)  | -                                    | (55.517)                             |
| <b>SHAREHOLDERS' EQUITY</b>                                       | <b>922.698</b>                       | <b>1.046.653</b>                     |
| <b>TOTAL LIABILITIES</b>  | <b>2.379.065</b>                     | <b>2.576.378</b>                     |

# C A P S. A. Y FILIALES

## CONSOLIDATED FINANCIAL STATEMENTS AT SEPTEMBER 30, 2009 AND 2008

| <b>STATEMENTS OF INCOME</b><br>(in thousands of US dollars) | <b>Sep 30, 2009</b><br><b>ThUS\$</b> | <b>Sep 30, 2008</b><br><b>ThUS\$</b> |
|---|--------------------------------------|--------------------------------------|
| Sales   | 982.750                              | 1.607.379                            |
| Cost of sales   | (890.094)                            | (1.223.031)                          |
| <b>Operating margin</b>                                     | <b>92.656</b>                        | <b>384.348</b>                       |
| Administrative & selling expenses                           | (84.632)                             | (84.715)                             |
| <b>OPERATING INCOME</b>                                     | <b>8.024</b>                         | <b>299.633</b>                       |
| Financial income  | 8.476                                | 11.105                               |
| Income on investment in related companies                   | 41.072                               | 106.576                              |
| Other non-operating income                                  | 25.977                               | 8.805                                |
| Loss on investment in related companies                     | (2)                                  | (7)                                  |
| Amortization of goodwill                                    | (880)                                | (894)                                |
| Financial expenses  | (43.729)                             | (37.250)                             |
| Other non-operating expenses                                | (115.931)                            | (43.401)                             |
| Exchange differences  | 5.689                                | (15.145)                             |
| <b>NON-OPERATING RESULTS</b>                                | <b>(79.328)</b>                      | <b>29.789</b>                        |
| Income before income tax                                    | (71.304)                             | 329.422                              |
| Income taxes  | 10.610                               | (45.566)                             |
| Consolidated income (loss)                                  | (60.694)                             | 283.856                              |
| Minority interest   | 6.798                                | (16.310)                             |
| <b>NET INCOME</b>   | <b>(53.896)</b>                      | <b>267.546</b>                       |
| Amortization of negative goodwill                           | 1.401                                | 1.412                                |
| <b>NET INCOME FOR THE PERIOD</b>                            | <b>(52.495)</b>                      | <b>268.958</b>                       |

# C A P S. A. Y FILIALES

## CONSOLIDATED FINANCIAL STATEMENTS AT SEPTEMBER 30, 2009 AND 2008

| <b>STATEMENTS OF CASH FLOWS</b><br>(in thousands of US dollars) | <b>Sep 30, 2009</b><br><b>ThUS\$</b> | <b>Sep 30, 2008</b><br><b>ThUS\$</b> |
|---|--------------------------------------|--------------------------------------|
| <b>Cash flows from operating activities</b>                     |                                      |                                      |
| Collection of trade accounts receivable                         | 1.193.110                            | 1.962.448                            |
| Financial income  | 15.824                               | 5.215                                |
| Dividends and other distributions received                      | 55.000                               | 51.504                               |
| Other income received   | 38.952                               | 55.949                               |
| Payments to suppliers & personnel                               | (998.021)                            | (1.699.763)                          |
| Interest paid   | (42.657)                             | (36.355)                             |
| Income tax paid   | (24.511)                             | (36.354)                             |
| Other expenses paid   | (13.499)                             | (21.248)                             |
| VAT & similar payments  | (16.228)                             | (62.003)                             |
| <b>NET OPERATING CASH FLOW</b>                                  | <b>207.970</b>                       | <b>219.393</b>                       |
| <b>Cash flows from financing activities</b>                     |                                      |                                      |
| Placement of shares of payment                                  | -                                    | -                                    |
| Loans drawn   | 48.863                               | 27.664                               |
| Bonds payable   | -                                    | 246.815                              |
| Other financing disbursements                                   | 65.810                               | 441                                  |
| Dividends paid  | (80.061)                             | (101.970)                            |
| Payment of loans  | (125.541)                            | (33.231)                             |
| Payment of bonds  | -                                    | -                                    |
| Payment of loans to related companies                           | (1.028)                              | (990)                                |
| Payment of bond issue & placement expenses                      | -                                    | (3.258)                              |
| Other financing disbursements paid                              | (7.951)                              | (3.047)                              |
| <b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>                  | <b>(99.908)</b>                      | <b>132.424</b>                       |
| <b>Cash flows from investing activities</b>                     |                                      |                                      |
| Sales of fixed assets   | 6.433                                | 2.005                                |
| Sales of permanent investments                                  | -                                    | -                                    |
| Sales of other investments                                      | 2.165                                | -                                    |
| Collection of other loans to related companies                  | 1.032                                | -                                    |
| Other investment income   | 660                                  | 347                                  |
| Acquisition of fixed assets                                     | (93.497)                             | (118.619)                            |
| Investments in financial instruments                            | -                                    | (260.521)                            |
| Other loans to related companies                                | -                                    | -                                    |
| Other investment disbursements                                  | (46)                                 | (5.418)                              |
| <b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>                  | <b>(83.253)</b>                      | <b>(382.206)</b>                     |
| <b>NET TOTAL CASH FLOW FOR THE PERIOD</b>                       | <b>24.809</b>                        | <b>(30.389)</b>                      |
| <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>                  | <b>24.809</b>                        | <b>(30.389)</b>                      |
| <b>INITIAL BALANCE OF CASH AND CASH EQUIVALENTS</b>             | <b>109.388</b>                       | <b>127.977</b>                       |
| <b>CLOSING BALANCE OF CASH AND CASH EQUIVALENTS</b>             | <b>134.197</b>                       | <b>97.588</b>                        |

**RECONCILIATION OF NET CASH FLOW FROM OPERATING ACTIVITIES  
WITH THE RESULT FOR THE PERIOD**

| (in thousands of US dollars)   | Sep 30, 2009<br>ThUS\$ | Sep 30, 2008<br>ThUS\$ |
|--|------------------------|------------------------|
| <b>Net income for the period</b>   | <b>(52.495)</b>        | <b>268.958</b>         |
| <b>Results of asset sales:</b>   | <b>(5.143)</b>         | <b>(951)</b>           |
| Gain on sale of fixed assets   | (5.143)                | (951)                  |
| Gain on sales of investments   | -                      | -                      |
| <b>Charges (credits) to income not representing cash flows:</b>                | <b>13.003</b>          | <b>39.789</b>          |
| Depreciation for the year  | 52.539                 | 53.674                 |
| Amortization of intangible   | 458                    | -                      |
| Write-offs & provisions  | (4.547)                | 4.004                  |
| Accrued income on investments in related companies                             | (41.072)               | (106.576)              |
| Accrued loss on investments in related companies                               | 2                      | 7                      |
| Amortization of goodwill   | 880                    | 894                    |
| Amortization of negative goodwill  | (1.401)                | (1.412)                |
| Net exchange differences   | (5.689)                | 15.145                 |
| Other credits to income not representing cash flows                            | (33.991)               | (16.045)               |
| Other charges to income not representing cash flows                            | 45.824                 | 90.098                 |
| <b>Changes in assets, affecting cash flow:</b>                                 | <b>231.466</b>         | <b>(197.538)</b>       |
| (Increase) decrease in trade accounts receivable                               | 48.196                 | (140.327)              |
| (Increase) decrease in inventories   | 210.862                | (66.691)               |
| (Increase) decrease in other assets  | (27.592)               | 9.480                  |
| <b>Changes in liabilities, affecting cash flow:</b>                            | <b>27.937</b>          | <b>92.825</b>          |
| Increase (decrease) in accounts payable related to operating income            | 14.435                 | 82.105                 |
| Increase (decrease) in interest payable  | (731)                  | 4.606                  |
| Net increase (decrease) in income tax payable                                  | (20.659)               | 5.207                  |
| Increase (decrease) in other accounts payable related to non-operating results | 13.689                 | 7.535                  |
| Net increase (decrease) in VAT & similar payables                              | 21.203                 | (6.628)                |
| <b>Income (loss) of the minority interest</b>                                  | <b>(6.798)</b>         | <b>16.310</b>          |
| <b>NET OPERATING CASH FLOW</b>   | <b>207.970</b>         | <b>219.393</b>         |