

SIGMA ALIMENTOS, S.A. DE C.V. AND SUBSIDIARIES  
(subsidiaries of Alfa, S.A.B. de C.V.)

CONSOLIDATED BALANCE SHEET  
AT JUNE 30, 2016 AND 2015

Thousands of Mexican Pesos

	2016	2015		2016	2015
<u>Assets</u>			<u>Liabilities and Stockholders' Equity</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and cash equivalents	8,592,637	6,357,362	Current portion of long-term debt	37,986	1,222,361
Cash and cash equivalents restricted	236,381	204,995	Unsecured bank loans	178,847	216,650
Trade accounts receivable, less allowance for doubtful accounts	6,345,562	4,587,832	Notes payable	11,344	23,370
Other accounts receivable	3,235,053	2,476,055	Suppliers	16,599,411	14,328,725
Accounts receivable from affiliated companies	52,569	106,773	Accounts payable due to affiliated companies	46,258	30,829
Inventories	<u>13,279,598</u>	<u>11,538,892</u>	Other accounts payable and accrued expenses	6,569,538	5,213,338
			Dividends payable	-	860,888
Total current assets	31,741,800	25,271,909	Total current liabilities	<u>23,443,384</u>	21,896,161
INVESTMENTS	1,032,724	736,341	LONG-TERM LIABILITIES:		
OTHER NON CURRENT ASSETS	37,228	32,805	Long-term debt	43,901,697	36,269,488
NONCURRENT NOTES RECEIVABLES	130,847	652,300	Notes payable	524,266	351,970
ACCOUNTS RECEIVABLE DUE FROM AFFILIATED COMPANIES	-	160,000	Deferred income tax	5,663,015	3,339,327
PROPERTY, PLANT AND EQUIPMENT	29,070,568	23,791,381	Estimated liability for labor benefits	1,089,252	799,578
DEFERRED CHARGES	15,104,911	12,084,483	Derivative financial instruments	-	459,881
GOODWILL	10,664,631	8,709,285	Long-term Provisions	467,632	-
DEFERRED INCOME TAX	2,879,332	1,060,710	Total long-term liabilities	<u>51,645,862</u>	<u>41,220,244</u>
			Total liabilities	75,089,246	63,116,405
			STOCKHOLDERS' EQUITY		
			Capital stock	27,081	27,081
			Premium on issuance of capital stock	666,988	666,988
			Contributed capital	694,069	694,069
			Earned surplus	<u>14,878,726</u>	<u>8,688,740</u>
			Total stockholders' equity	<u>15,572,795</u>	<u>9,382,809</u>
			Equity Attributable to Owners of Parent	15,001,944	9,018,900
			Non-Controlling Interests	570,851	363,909
Total assets	90,662,041	72,499,214	Total liabilities and stockholders' equity	90,662,041	72,499,214

SIGMA ALIMENTOS, S.A. DE C.V. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF INCOME  
FOR THE SECOND QUARTER OF 2016 AND 2015

Thousands of Mexican Pesos

	2016	2015
Net sales	26,088,872	22,674,995
Cost of sales	<u>(18,214,673)</u>	<u>(16,021,640)</u>
Gross margin	7,874,199	6,653,355
Operating expenses	<u>(5,602,034)</u>	<u>(4,764,061)</u>
Other expenses, net	(103,245)	640,893
Operating income	2,168,920	2,530,187
Comprehensive financing expenses, net	<u>(1,039,485)</u>	<u>(1,236,109)</u>
Income (loss) before equity in net income of subsidiaries and a	1,129,435	1,294,078
Equity in net income of subsidiaries and assoc.	<u>9,342</u>	<u>(330,711)</u>
Income (loss) before the following provision	<u>1,138,777</u>	<u>963,367</u>
Provision for income tax	148,699	(275,017)
Net income (loss)	<u><u>1,287,476</u></u>	<u><u>688,350</u></u>
Attributable Net income (loss) to:		
Equity Attributable to Owners of Parent	1,284,693	772,524
Non-Controlling Interests	2,783	(84,174)
	<u><u>1,287,476</u></u>	<u><u>688,350</u></u>

SIGMA ALIMENTOS, S.A. DE C.V. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE SECOND QUARTER OF 2016 AND 2015

Thousands of Mexican Pesos

	2016	2015
<u>Operations</u>		
Income (loss) before income tax	1,138,777	963,367
Items relating to investing activities:		
Depreciation and amortization	833,873	670,636
Loss on sale of property, plant and equipment	(1,788)	(1,194)
Interest income	600,313	375,059
Items relating to financing activities:		
Exchange gain (loss)	435,660	856,850
Other, net	<u>(106,760)</u>	<u>(32,856)</u>
Total	2,900,075	2,831,862
Increase (decrease) in accounts receivable	(497,551)	(330,837)
Affiliated companies, net	97,901	(146,930)
Decrease (increase) in inventories	(182,527)	(473,180)
Decrease (increase) in suppliers	809,285	698,321
Income tax paid	170,052	152,254
Other	<u>504,713</u>	<u>826,558</u>
Net resources provided by operating activities	<u>3,801,948</u>	<u>3,558,048</u>
<u>Investment</u>		
Interest income	120,548	17,252
Acquisition of property, plant and equipment	(991,432)	(441,046)
Other assets	<u>(17,533)</u>	<u>(37,447)</u>
Net resources used in investing activities	<u>(888,417)</u>	<u>(461,241)</u>
Excess cash to apply in (to be obtained from) financing activities	<u>2,913,531</u>	<u>3,096,807</u>
<u>Financing</u>		
Short-term debt and bank loans	350,065	763,537
Long-term loans and debt certificates	(1,088,178)	(3,203,206)
Repayment of debt and bank loans	(445,838)	(805,609)
Interest paid	(695,854)	(717,691)
Dividends paid	(1,713,081)	(1,080,300)
Other changes in capital	<u>126</u>	<u>(5,522,706)</u>
Net resources provided by financing activities	<u>(3,592,760)</u>	<u>(10,565,975)</u>
Increase in net cash and temporary investments	(679,229)	(7,469,168)
Adjustments to cash flow as a result of changes in exchange rates	638,829	342,027
Cash, cash equivalents and restricted cash at beginning of period	8,633,037	13,484,503
Cash, cash equivalents and restricted cash at end of period	8,592,637	6,357,362