



**ALSEA, S.A.B. DE C.V. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CHANGES IN FINANCIAL POSITION**  
**FOR THE SIX MONTHS ENDED AS OF JUNE 30, 2007 AND 2006**  
(Thousands of Mexican pesos in purchasing power as of June 30, 2007)

	June 30, 2007	June 30, 2006
<b>Operating Activities</b>		
Net Income	\$ 221,291	\$ 200,790
Add Charges (deduce credits) to income not requiring (providing) funds		
Depreciation and amortization, goodwill	204,396	136,735
Equity in results of associated companies	(1,080)	8,915
Income tax and employess statutory profit sharing	3,209	2,381
Deferred income tax	(43,831)	(63,203)
Funds provided by operations	<u>\$ 383,985</u>	<u>\$ 285,618</u>
Net financing from (investing in) operating activities:		
Clients	\$ (11,417)	\$ (17,228)
Inventories	7,688	(25,732)
Suppliers	(153,491)	(33,553)
Payable Taxes	(176,643)	(49,593)
Other assets and other liabilities	134,704	103,516
Funds used in working capital	<u>\$ (199,159)</u>	<u>\$ (22,590)</u>
Funds provided by operating activities	<u>\$ 184,826</u>	<u>\$ 263,028</u>
<b>Financing:</b>		
Increase in capital stock and minority interest, net	\$ 27,961	\$ 11,248
Repurchase of shares	(4,825)	2,462
Debt and payment loans, net	308,905	360,871
Dividend payment	(66,093)	(176,644)
Funds provided by financing activities	<u>\$ 265,949</u>	<u>\$ 197,938</u>
<b>Investing:</b>		
Store equipment, leasehold improvements and property, net	(345,925)	(240,705)
Trademarks, goodwill and pre-operatives	(157,775)	(52,346)
Investment in shares of associated and subsidiaries	2,400	(200,377)
Monetary conversion effect	(259)	0
Funds used in investing activities	<u>\$ (501,558)</u>	<u>\$ (493,428)</u>
Decrease in cash	<u>\$ (50,783)</u>	<u>\$ (32,462)</u>
Cash beginnig period	\$ 238,133	\$ 166,945
<b>Cash end of period</b>	<u>\$ 187,350</u>	<u>\$ 134,483</u>

