

## GRUPO INDUSTRIAL SALTILLO S.A.B. DE C.V. (GIS) COMPLETES DIVESTITURE OF ITS IRON BLOCKS AND HEADS FOUNDRY BUSINESS

Saltillo, Mexico, April 16, 2012--Grupo Industrial Saltillo, S.A.B. de C.V. (BMV: GISSAA) ("The Company" "GIS", "GISSA" or "Group"), announced today that, since the approval of the corresponding authorities have been received and all the conditions agreed upon have been met, it has completed the sale of its iron blocks and heads foundry business to Tupy, S.A. ("Tupy"), a Brazilian company.

The sale includes the Company's subsidiaries Cifunsa Diesel, S.A. de C.V. ("Diesel"), Technocast, S.A. de C.V. ("Technocast"). These companies are dedicated to the manufacturing and commercialization of grey iron blocks and heads for gasoline and diesel engines for passenger and commercial vehicles, agricultural and construction machinery, stationary motors and other applications.

The transaction consists of 100% of the shares of both companies, including, in the case of Technocast, the 33% participation of Caterpillar.

The value of the transaction reached US\$439 million, including Caterpillar's participation in Technocast, minus the Net Debt which correspond to the entities involved in this transaction, which was US\$55 million at closing.

As mentioned in the press release issued on November 15, 2011, the Company will use the proceeds from this transaction to pay off all its cost bearing debt to date, and the remainder will be utilized for future expansion of the business.

The divestment of this business is a decisive step in the strategy outlined jointly by the Company's management team and Board of Directors, which brings greater flexibility to GIS's renewed business portfolio, in order to continue evaluating and taking advantage of expansion alternatives that support the growth strategy and profitability of the Company.

## About Grupo Industrial Saltillo

Grupo Industrial Saltillo manufactures and sells products for the Iron Foundry (grey iron and ductile iron for auto parts), Construction (water heaters, floor and ceramic tiles) and Housewares industries (kitchen and table products).

This report contains certain forward-looking statements and information related to Grupo Industrial Saltillo S.A.B. de C.V. and its subsidiaries (collectively, the "Company") which is subject to risks and uncertainties that could cause actual results to differ materially from current expectations of the Company's management. These risks and uncertainties include, without limitation: new product development and marketing; demand and acceptance of the Company's products; competing products and pricing; economic conditions in the Company's product and geographic markets, and fluctuations in foreign currency.

## About Tupy

Tupy is a leader in the Latin American foundry industry and among the largest automotive foundry suppliers in the world. Founded in 1938 in Joinville (Santa Catarina), Brazil, the company has nearly 9 thousand employees and a current annual production capacity of 500 thousand tons. Tupy manufactures blocks, heads and autoparts while producing and commercializing pipes.

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