



April 24, 2008

FIRST QUARTER 2008 EARNINGS RELEASE

Figures corresponding to the first quarter of 2007 presented in this report are expressed in millions of pesos with purchasing power as of December 31, 2007. Figures corresponding to the first quarter of 2008 are expressed in millions of constant pesos. 'p.p.' represents percentage points and 'mp' represents million pesos.

As a result of the divestiture of the retail business in December 2007, comparisons and figures are stated on a pro forma basis; thus, figures for the first quarter of 2007 exclude the results from the retail business with the goal of making them comparable to those results obtained during the first quarter of this year.

Operating and Financial Result for First Quarter 2008

Grupo Gigante closed the first quarter with positive figures. Sales and traffic of clients increased across all its businesses.

- Total sales and same store sales grew **17.8%** and **5.1%**, respectively, during the first quarter 2008 when compared to the same year-ago period.
- Operating expenses rose slightly by **0.3%** from 1Q07, despite the opening of **13** new units during the quarter, which allowed us to expand our sales floor by **1.5%**.
- The positive sales performance coupled with our expense control contributed to the growth of our operating profit by **112.7%** when compared to the same year-ago quarter, reaching an operating margin of **15.4%**.
- Capital expenditures of **\$199 mp** were used for store openings, remodelings and systems upgrades.



GRUPO GIGANTE, S.A.B. DE C.V.
FIRST QUARTER 2008 RESULTS

	1q08	1q07	Var %
Net Sales	2,230	1,893	17.8
Gross Profit	931	747	24.6
Operating Income	344	162	112.7
EBITDA	424	216	96.3
Net Income	2,267	93	23.4 *

* times

Figures in million pesos

Sales.- During the first quarter 2008, total sales amounted to **\$2,230 mp**, **17.8%** above those of the same 2007 period. Same store sales totaled **\$1,969 mp**, which is **5.1%** higher than 1q07. It is worth noting that the increases in total sales and same store sales are above those reported by the ANTAD for specialized stores of **13.3%** and **2.6%**, respectively.

These results stem from the efforts implemented to expand our presence in more sales points, adding **75** new units in the last 12 months. Also, it owes to the ongoing promotions of 12- and 18-months no interest payments offered by Office Depot and RadioShack.

Gross Profit. - During 1q08 the gross profit totaled **\$931 mp**, **24.6%** above the same year-ago period. In the same line, gross margin improved by **2.3 p.p.** to **41.7%**.

Operating Expense.- Operating expenses during the first quarter of the year amounted to **\$587 mp**, equal to **26.3%** of sales. Said expenses grew slightly by **0.3%** from the same quarter last year but well below sales growth.

This result shows our strict expense control, without compromising our level of service and quality of the products offered to our clients.



Operating Income.- During the January-March 2008 period, operating income amounted to **\$344 mp**, showing an increase of **112.7%** when compared to the same 2007 period. As a result, the operating margin improved by **6.9 p.p.**, from **8.5%** in 1q07 to **15.4%** this quarter.

This increase stems from the good performance of sales and the adequate expense control.

Cash Flow.- During the first quarter of 2008, the operating income reached **\$424 mp**, or **96.3%** above the observed in 1q07.

Net Income. – At the close of 1q08 net income totaled **\$2,267 mp**, equal to **101.7%** of sales and **23.4 times** greater than the net income registered in the same 2007 period.

It is worth mentioning that this figure includes the net effect of the transaction with Tiendas Soriana corresponding to the first quarter of 2008.

Installed Capacity.- During the first quarter of the year, we opened a total of **13** units: **6** Office Depot stores, **4** Super Precio, **1** Toks and **2** RadioShack. As a result of the new additions, the total units in operations at the close of March 2008 was **508**, equivalent to a total floor sales of **275,850 m²** and **15,878** seats.

Openings

Branch	State	Date	Office Depot	Super Precio	Toks	RadioShack	Total
Salamanca	Guanajuato	14-Feb-08	1				1
Sonora Express	Distrito Federal	25-Feb-08	1				1
Mariano Escobedo	Distrito Federal	3-Mar-08	1				1
Ecatepec Centro Express	Estado de México	3-Mar-08	1				1
Xochimilco	Distrito Federal	13-Mar-08	1				1
Macroplazo Express	Nuevo León	24-Mar-08	1				1
Pachuca	Hidalgo	31-Jan-08			1		1
Impulsora	Área metropolitana	16-Jan-08		1			1
Colibrí	Área metropolitana	15-Feb-08		1			1
Jalalpa	Área metropolitana	28-Mar-08		1			1
Puertos Mexicanos	Área metropolitana	31-Mar-08		1			1
Galerías Mérida	Área metropolitana	16-Feb-08				1	1
Soriana Texcoco	Monterrey	16-Feb-08				1	1
			6	4	1	2	13



As of March 31, 2008 the number of stores and sales floor area by format were as follows:

	4Q07	Closings	Openings	1Q08	Sqm. Sales Floor	Var. vs March vs Dec.
 Supat Precios	86	0	4	90	21,508	4.2%
 ToKs**	74	0	1	75	15,878	1.4%
 Office DEPOT	160	0	6	166	233,327	1.3%
 RadioShack	176	1	2	177	21,015	0.4%
Total	496	1	13	508	275,850	1.5%

* Number of seats

Capital Expenditures.- During the period January-March of 2008, the company invested a total of **\$199 mp** as a part of the investment budget for this year of **1,393 mp**. Such amount was destined to openings, remodeling and systems upgrades.

Sincerely

Ángel Losada Moreno

Chairman of the Board and

Chief Executive Office, Grupo Gigante, S.A.B. de C.V.



GRUPO GIGANTE, S.A.B. DE C. V. Y SUBSIDIARIAS

Income Statement

First Quarter 2008/2007

(Thousands of pesos)

Items	1Q08	1Q07
Net Sales	2,230,021	1,892,806
Cost of Sales	1,299,346	1,146,164
Gross Profit	930,675	746,642
Total Operating Expenses	586,860	585,023
Operating Income	343,815	161,619
Other income and expenses	10,389	(1,940)
Comprehensive Financial Cost	(102,813)	(11,397)
Interest Paid	1,648	952
Loss (gain)	-	-
Other Financial Expenses	24,751	22,606
Interest Earned	41,708	2,901
Other Financial Products	10,754	7,774
Exchange Loss (Gain) Net	(128,876)	(1,771)
Monetary Position	-	3,257
Extraordinary Items	10,336	-
Net Income Before Taxes	261,727	148,282
Provisions for Taxes and Profit Sharing due	74,803	37,121
Net Income before discontinued Operations	186,924	111,161
Discontinued Operations	2,080,549	(18,210)
Net consolidated income	2,267,473	92,951
Net income of minority interest	6,973	2,961
Net income of majority interest	2,260,500	89,990



BALANCE SHEET

First Quarter 2008 / 2007

Thousands of pesos as of March 31, 2007

Items	2008	2007
Total assets	27,375,015	24,203,342
Current assets	13,514,709	6,406,546
Cash and temporary investments	7,291,864	341,653
Trade accounts receivable (net)	61,739	111,241
Other accounts receivable (net)	3,521,676	363,144
Inventories	1,286,273	1,075,764
Other current assets	1,623,157	4,514,744
Long term assets	218,304	216,761
Accounts receivable (net)	-	-
Investment in equity shares and unconsolidated subsidiaries	-	-
Other Investments	218,304	216,761
Property, plant and equipment(net)	12,986,646	10,675,731
Property	13,008,488	12,723,759
Machinery and industrial equipment	-	-
Other equipment	1,094,526	933,360
Accumulated depreciation	1,179,229	3,047,802
Bulding in process	64,861	66,414
	527,808	542,743
Deferred assets		-
Other assets	125,548	6,361,561



BALANCE SHEET

First Quarter 2008 / 2007

Thousands of pesos as of March 31, 2007

Items	2008	2007
Total Liabilities	6,495,414	10,317,969
Current Liabilities	3,920,315	6,043,587
Accounts Payable	913,922	784,047
Bank Debt	159,000	46,610
Debt securities	-	-
Other Credits	75,202	5,064
Accrued taxes	1,588,071	346,766
Other current liabilities	1,184,120	4,861,100
Long-Term Liabilities	84,280	50,192
Bank debt	52,002	44,167
Debt securities	-	-
Other debts	32,278	6,025
Deferred liabilities	-	-
Other long-term liabilities	2,490,819	4,224,190
Shareholder's equity	20,879,601	13,885,373
Minority stockholder's equity	133,376	112,663
Majority stockholder's equity	20,746,225	13,772,710
Paid in capital	10,337,237	10,212,219
Capital stock	2,689,088	2,688,248
Premium on stock sold	7,648,149	7,523,971
Reserve on restatement on stockholder's equity	-	-
Capital increase(decrease)	10,408,988	3,560,491
Cumulative results and equity reserve	10,292,892	3,510,239
Other cumulative results	0	0
Reserve for shares repurchase	116,096	50,525