Note 11 - Derivative financial instruments:

The Company uses hedge derivative financial instruments (“IFD”) to reduce the risk of adverse movements in the interest rates of its long-term debt and inflationary increases in Mexico, to reduce the volatility of the cash flows to be paid for compliance with its contractual obligations. The main instruments used are interest rate swaps and the positions contracted at the close of each year are as follows:

Assets

	Dates		Interest date		Fair value at December 31,	
Notional amount [1]	Contracting	Maturity	Contracted by IFD	Agreed in the debt	2016	2015
1,000,000	September 2008	August 2018	TIIE + 0.18%	9.36%	$ 58,572	$ 142,279
750,000	June 2010	May 2020	8.48%	4.22%	233,672	113,457
USD$300,000	October 2014	August 2024	6.81%	3.95%	2,860,017	1,260,798
USD$250,000	September 2016	October 2026	8.88%	3.88%	279,092	-
USD$350,000	September 2016	October 2026	8.59%	3.88%	414,335	-
USD$ 50,000	October 2016	October 2026	8.87%	3.88%	54,002	-
USD$ 50,000	October 2016	October 2026	8.76%	3.88%	54,721	-
USD$ 50,000	October 2016	October 2026	8.84%	3.88%	73,844	-
Total					$ 4,028,255	$ 1,516,534
IFD less long-term					(4,028,255)	(1,516,534)
Portion current short-term					$ -	$ -

Liabilities

	Dates		Interest date		Fair value at December 31,	
Notional amount [1]	Contracting	Maturity	Contracted by IFD	Agreed in the debt	2016	2015
1,000,000	April 2009	August 2018	TIIE + 0.18%	7.95%	$ (31,802)	$ (102,050)
IFD les long term					$ 31,802	$ 102,050
Portion current short-term					$ -.	$ -.

[1] The notional amounts related to derivative financial instruments reflect the reference volume contracted; however, they do not reflect the amounts at risk as concerns future flows. Amounts at risk are generally limited to the unrealized profit or loss in from valuation to market of those instruments, which can vary depending on changes in the market value of the underlying item, its volatility and the credit rating of the counterparties.