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CORPORACION DURANGO S.A .DE C.V.

Form 6-K

March 22, 2007

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13A-16
OR 15D-16 OF THE SECURITIES EXCHANGE ACT OF 1934

For the month of March, 2007

Durango Corporation

(f/k/a Grupo Industrial Durango, S.A. de C.V.)

(Translation of registrant's name into English)

Torre Corporativa Durango, Potasio 150, Cuidad Industrial,
Durango, Durango, Mexico

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual
reports under cover Form 20-F or Form 40-F. Form 20-F ☒ Form 40-F

Indicate by check mark whether the registrant by furnishing the information
contained in this Form is also thereby furnishing the information to the
Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act
of 1934. Yes No ☒

If "Yes" is marked, indicate below the file number assigned to the registrant
in connection with Rule 12g3-2(b): 82-_____.

CORPORACION DURANGO, S.A.B. DE C.V.

INDIVIDUAL BALANCE SHEETS

AS OF DECEMBER 31, 2005 AND DECEMBER 31, 2006 (UNAUDITED)

EXPRESSED IN TERMS OF THE PURCHASING POWER OF MEXICAN PESOS

AS OF DECEMBER 31, 2006

(Stated in thousands of Pesos and Dollars)

	December 31, 2005	Dec 31, 2006	US\$ DLLS. Dec 31, 2006
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	\$ 303,065	\$ 34,267	3,169
Due from related parties	100,914	48,399	4,477
Taxes recoverable and other assets	44,589	15,623	1,445
Total current assets	448,568	98,289	9,091
LONG-TERM RELATED PARTIES	9,011,346	1,563,866	144,647
INVESTMENT IN SUBSIDIARIES	3,566,354	11,779,300	1,089,506

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OTHER ASSETS, net	32,449	36,446	3,371
Total assets	\$ 13,058,717	\$ 13,477,901	1,246,615

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:

Bank loans and current portion of long-term debt .	154,203	150,670	13,936
Interest payable	241	485	45
Trade accounts payable	905	3,801	352
Accrued liabilities	216,197	208,010	19,240
Total current liabilities	371,546	362,966	33,572
LONG-TERM DEBT	5,866,230	5,493,731	508,133
LONG-TERM RELATED PARTIES	1,976,485	2,672,614	247,199
Total long term liabilities	7,842,715	8,166,345	755,332
Total liabilities	8,214,261	8,529,311	788,904

STOCKHOLDERS' EQUITY:

Total stockholders' equity	4,844,456	4,948,590	457,711
Total liabilities and stockholders' equi	\$ 13,058,717	\$ 13,477,901	1,246,615

Exchange rate: \$ 10.8116

CORPORACION DURANGO, S.A.B. DE C.V.

INDIVIDUAL STATEMENT OF CHANGES IN FINANCIAL POSITION (UNAUDITED)

EXPRESSED IN TERMS OF THE PURCHASING POWER OF MEXICAN PESOS

AS OF DECEMBER 31, 2006

(Stated in thousands of Pesos and Dollars)

	Full Year 2005	Acum. Dec 2006	Acum. D US\$ 20
* OPERATING ACTIVITIES:			
Net income (loss)	\$ 186,431	\$ 151,412	US 14,
Add (deduct)- Charges (credits) to income which do not require (generate) resources:			
Depreciation and amortization	10,697	0	
Loss (Gain) in subsidiaries	919,771	-116,070	-10,
Deferred income taxes	329,908	16,479	1,
Other.....	0	0	
Total items which do not require cash.....	1,260,376	-99,591	-9,
Net resources generated from income	1,446,807	51,821	4,
Changes in operating assets and liabilities:			
Decrease (Increase) in inventories	4,467	0	
Decrease (Increase) in current assets	37,536	28,966	2,
Decrease (increase) in account receivables, net	-54,452	52,515	4,
(Decrease) increase in accounts payable and accrued liabilities	4,680	-5,047	-
Resources generated by operating activities	1,439,038	128,255	11,
FINANCING ACTIVITIES:			
Increase (Decrease) in bank loans and others	-4,239,358	7,740,151	715,
Increase (Decrease) in capital	302,501	0	
Gain on shares acquisition	3,094,160	19,435	1,
Net resources generated from financing activities	-842,697	7,759,586	717,
INVESTMENT ACTIVITIES:			
Acquisition and sale of property, plant and equipment....	412,197	0	
Investment in subsidiaries	-712,983	-8,156,639	-754,
Net resources applied to investing activities	-300,786	-8,156,639	-754,
INCREASE IN CASH AND CASH EQUIVALENTS	295,555	-268,798	-24,

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CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD.....	7,510	303,065	28,
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	303,065\$	34,267US	3,

* The exchange rate of 10.9935 was used for translation purposes.

CORPORACION DURANGO, S.A.B. DE C.V.
INDIVIDUAL STATEMENTS OF INCOME (UNAUDITED)
EXPRESSED IN TERMS OF THE PURCHASING POWER OF MEXICAN PESOS
AS OF DECEMBER 31, 2006

	Thousands of Pesos			Thousands of Dollars	
	4Q 2005	4Q 2006	Var	4Q 2005	4Q 2006
Gain (Loss) in subsidiaries	\$ 104,166\$	224,492	116%	9,412	20,
Selling and Administrative expenses	2,262	1,935	-14%	204	
Operating income	101,904	222,557	118%	9,208	20,
FINANCIAL EXPENSE:					
Interest expense	155,961	189,930	22%	14,095	17,
Interest income	-306,498	-214,004	-30%	-27,700	-19,
Exchange (gain) loss, net	-6,029	-1,313	-78%	-545	-
Gain on monetary position	-1,192	19,817	N/A	-108	1,
Total financial expense	-157,758	-5,570	-96%	-14,258	-
OTHER INCOME (EXPENSES):					
Other income (expense), net	-102,063	-26,209	-74%	-9,224	-2,
Total other income (expense)	-102,063	-26,209	-74%	-9,224	-2,
Income (loss) before income and asset t	157,599	201,918	28%	14,242	18,
Provision for deferred income taxes	51,658	-9,695	N/A	4,669	-
Net income	\$ 105,941\$	211,613	100%	9,573	19,

CORPORACION DURANGO, S.A.B. DE C.V.
INDIVIDUAL STATEMENTS OF INCOME (UNAUDITED)
EXPRESSED IN TERMS OF THE PURCHASING POWER OF MEXICAN PESOS
AS OF DECEMBER 31, 2006

	Thousands of Pesos			Thousands of Dollars	
	Ac 2005	Ac 2006	Var	Ac 2005	Ac 2006
Gain (Loss) in subsidiaries	\$ -919,772\$	116,070	N/A	-76,036	11,
Selling and Administrative expenses	8,576	7,908	-8%	751	
Operating income	-928,348	108,162	-112%	-76,787	10,
FINANCIAL EXPENSE:					
Interest expense	614,057	752,714	23%	53,678	67,
Interest income	-2,205,584	-841,146	-62%	-189,062	-75,
Exchange (gain) loss, net	-29,756	-888	-97%	-2,604	-
Gain on monetary position	-5,121	51,042	N/A	-340	4,

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Total financial expense	-1,626,40	-38,278	-98%	-138,328	-3,
OTHER INCOME (EXPENSES):					
Other income (expense), net	-181,717	21,451	N/A	-15,904	1,
Total other income (expense)	-181,717	21,451	N/A	-15,904	1,
Income (loss) before income and asset t	516,339	167,891	-67%	45,637	16,
Provision for deferred income taxes	329,908	16,479	-95%	28,757	1,
Net income	\$ 186,431\$	151,412	-19%	16,880	14,

CORPORACION DURANGO, S.A.B. DE C.V.
COMPLEMENTARY NOTES TO THE FINANCIAL INFORMATION

SUMMARY OF SIGNIFICANT ACCOUNTING AND FINANCIAL POLICIES:

FOLLOWING IS A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOLLOWED BY THE COMPANY IN THE PREPARATION OF THE UNCONSOLIDATED FINANCIAL STATEMENTS.

1.1 BASIS OF PRESENTATION:

THE UNCONSOLIDATED FINANCIAL STATEMENTS HAVE BEEN PREPARED IN ACCORDANCE WITH GENERALLY ACCEPTED ACCOUNTING PRINCIPLES IN MEXICO (MEXICAN GAAP) ISSUED BY THE MEXICAN INSTITUTE OF PUBLIC ACCOUNTANTS (MIPA).

AS OF JUNE 1, 2004, THE MEXICAN BOARD FOR RESEARCH AND DEVELOPMENT OF FINANCIAL REPORTING STANDARDS, OR CINIF, ASSUMED THE RESPONSIBILITY OF ESTABLISHING MEXICAN ACCOUNTING AND REPORTING STANDARDS. AS PART OF ITS RESPONSIBILITY, AND AFTER DUE EXPOSURE IN 2004 AND 2005, THE CINIF ISSUED SEVERAL FINANCIAL REPORTING STANDARDS (NORMAS DE INFORMACION FINANCIERA, OR NIFS) THAT BECAME EFFECTIVE ON JANUARY 1, 2006.

THE PRINCIPAL OBJECTIVE OF THE CINIF IN ISSUING THE NIFS IS TO ACHIEVE GREATER CONCURRENCE BETWEEN MEXICAN GAAP AND INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRSS).

THE STRUCTURE OF THE NIFS IS AS FOLLOWS:

- NEW BULLETINS AND INTERPRETATIONS TO THE BULLETINS ISSUED BY CINIF.
- EXISTING BULLETINS ISSUED BY THE ACCOUNTING PRINCIPLES BOARD OF THE MEXICAN INSTITUTE OF PUBLIC ACCOUNTANTS THAT HAVE NOT BEEN AMENDED, REPLACED OR REPEALED BY THE NEW NIFS.
- IFRSS THAT ARE SUPPLEMENTARY GUIDANCE TO BE USED WHEN MEXICAN GAAP DOES NOT PROVIDE PRIMARY GUIDANCE.

THE CIRCULARS ISSUED BY THE ACCOUNTING PRINCIPLES BOARD WILL CONTINUE TO HAVE THE STATUS OF RECOMMENDATIONS AND WILL BE PART OF THE NIFS UNTIL SUCH TIME AS THEY ARE REPLACED OR REPEALED BY NIFS.

THE NIFS ISSUED TO DATE ARE NOT EXPECTED TO HAVE A SIGNIFICANT EFFECT ON FINANCIAL INFORMATION REPORTING. THEY ARE THE FOLLOWING:

- NIF A-1 "FINANCIAL INFORMATION STANDARDS STRUCTURE".
- NIF A-2 "BASIC PRINCIPLES".
- NIF A-3 "USERS REQUIREMENTS AND FINANCIAL STATEMENTS OBJECTIVES".
- NIF A-4 "FINANCIAL STATEMENTS QUALITATIVE CHARACTERISTICS".
- NIF A-5 "FINANCIAL STATEMENTS BASIC ELEMENTS".
- NIF A-6 "RECOGNITION AND VALUATION".
- NIF A-7 "PRESENTATION AND DISCLOSURE".
- NIF A-8 "SUPPLEMENTARY STANDARDS TO MEXICAN GAAP".
- NIF B-1 "ACCOUNTING CHANGES AND ERROR CORRECTIONS".

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1.2 BASIS FOR COMPARISON EFFECTS IN THE FINANCIAL STATEMENTS:

THE UNCONSOLIDATED FINANCIAL STATEMENTS HAVE BEEN PREPARED IN ACCORDANCE WITH THE NIFS AND REFLECT THE PURCHASING POWER OF THE MEXICAN PESO AS OF THE MOST RECENT REPORTING DATE. FOR COMPARISON PURPOSES, UNCONSOLIDATED FINANCIAL STATEMENTS OF PRIOR YEARS HAVE ALSO BEEN RESTATED TO REFLECT IDENTICAL PURCHASING POWER, USING FACTORS DERIVED FROM CHANGES IN THE NATIONAL CONSUMER PRODUCTS INDEX (NCPI) ISSUED BY BANCO DE MEXICO.

1.3 INVESTMENTS IN SUBSIDIARIES:

INVESTMENTS IN AFFILIATED AND ASSOCIATED COMPANIES STOCKS ARE VALUED BY THE PARTICIPATION METHOD. THE ACQUISITION COST OF THE STOCKS IS MODIFIED BY THE PROPORTIONAL PART OF THE CHANGES IN THE CAPITAL STOCK OF AFFILIATED AND ASSOCIATED COMPANIES AFTER THE ACQUISITION DATE. PARTICIPATION OF THE COMPANY IN THE AFFILIATED AND ASSOCIATED COMPANIES' INCOME IS PRESENTED SEPARATELY IN THE STATEMENTS OF OPERATIONS.

1.4 FINANCIAL INSTRUMENTS:

FINANCIAL INSTRUMENTS HELD FOR TRADING OR AVAILABLE FOR SALE ARE VALUED AT FAIR VALUE (WHICH IS SIMILAR TO MARKET VALUE) WITH GAINS OR LOSSES RECOGNIZED IN THE STATEMENT OF OPERATIONS. FAIR VALUE IS THE AMOUNT FOR WHICH A FINANCIAL ASSET CAN BE EXCHANGED OR A FINANCIAL LIABILITY CAN BE PAID IN AN ARM'S-LENGTH TRANSACTION BETWEEN INTERESTED AND WILLING PARTIES.

1.5 RIGHTS AND LIABILITIES VALUATION IN FOREIGN CURRENCY:

FOREIGN CURRENCY TRANSACTIONS ARE RECORDED AT THE APPLICABLE EXCHANGE RATE IN EFFECT AT THE TRANSACTION DATE. MONETARY ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCY ARE TRANSLATED INTO MEXICAN PESOS AT THE APPLICABLE EXCHANGE RATE IN EFFECT AT THE BALANCE SHEET DATE. DIFFERENCES DUE TO EXCHANGE RATE FLUCTUATIONS FROM TRANSACTIONS AND PAYMENT DATES OR VALUATIONS AS OF THE MOST RECENT BALANCE SHEET DATE ARE RECOGNIZED IN INCOME. EXCHANGE RATE AS OF DECEMBER 31st, 2006 WAS \$10.8116.

STOCK INVESTMENT:

THE INVESTMENT IN SUBSIDIARIES' STOCK IS PRESENTED VALUED UNDER THE EQUITY METHOD, TO FULFILL THE LEGAL DISPOSITIONS REQUIRING THE PRESENTATION OF "CODUSA'S" FINANCIAL STATEMENTS AS A LEGAL ENTITY. MOST SIGNIFICANT SUBSIDIARIES ARE AS FOLLOWS:

GROUP (OR COMPANY)	OWNERSHIP PERCENTAGE	ACTIVITY
ADMINISTRACION CORPORATIVA DE DURANGO, S.A. DE C.V.	100%	ADMINISTRATIVE SERVICES
CARTONPACK, S.A. DE C.V.	95%	MANUFACTURING OF CORRUGATED BOXES
COMPANIA FORESTAL DE DURANGO, S.A. DE C.V.	100%	ADMINISTRATIVE SERVICES
COMPANIA PAPELERA DE ATENQUIQUE, S.A. DE C.V.	93%	MANUFACTURING OF PAPER FOR CORRUGATED BOXES
DURANGO INTERNACIONAL, S.A. DE C.V.	100%	ADVISORY, ADMINISTRATIVE AND ORGANIZATION SERVICES
DURANGO INTERNATIONAL, INC.	100%	MANUFACTURING OF PAPER FOR CORRUGATED BOXES AND CORRUGATED BOXES
EMPAQUES DE CARTON TITAN, S.A. DE C.V.	100%	MANUFACTURING OF CORRUGATED BOXES AND MULTI-WALL SACKS
GRUPO PIPSAMEX, S.A. DE C.V.	100%	MANUFACTURING OF NEWSPRINT AND BOND PAPER
INDUSTRIAS CENTAURO, S.A. DE C.V.	84%	MANUFACTURING OF PAPER FOR

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PAPEL Y EMPAQUES TIZAYUCA, S.A. DE C.V.	100%	CORRUGATED BOXES MANUFACTURING OF PAPER FOR CORRUGATED BOXES
PONDEROSA INDUSTRIAL DE MEXICO, S.A. DE C.V.	100%	MANUFACTURING OF PLYWOOD
PORTEADORES DE DURANGO, S.A. DE C.V.	100%	HAULING FREIGHT

STOCKHOLDERS EQUITY:

CAPITAL STOCK, STOCK SALE PREMIUM, STATUTORY LEGAL RESERVE AND RETAINED EARNINGS, INCLUDE THE RESTATED EFFECT, ACCORDING WITH THE NATIONAL CONSUMER PRICE INDEX (NCPI) FROM THE DATE THE CAPITAL WAS CONTRIBUTED AND FROM THE YEAR THE RESULTS AND PREMIUMS WERE DETERMINED RESPECTIVELY. THE RESTATED AMOUNTS REPRESENT THE REQUIRED AMOUNT TO MAINTAIN THE CONTRIBUTIONS AND ACCUMULATED RESULTS IN CONSTANT PESOS AS OF DECEMBER 31st,2006.

FIXED AND VARIABLE EQUITY COMPONENTS:

	AMOUNT	NUMBER OF SHARES
FIXED PORTION	982,074	65,419,089
VARIABLE PORTION	678,873	45,222,022
	-----	-----
	1,660,947	110,641,111

DEFERRED TAXES:

AS OF JANUARY 1st.,2000, WITH THE ISSUANCE OF BULLETIN D-4 ("DEFERRED TAXES" THE COMPANY RECOGNIZED TO THAT DATE (JANUARY 1st.,2000) THE INITIAL EFFECT OF DEFERRED TAXES DERIVED FROM TEMPORARY DIFFERENCES AS A GAIN OR A LOSS,IN SUBSEQUENT PERIODS THE COMPANY IS IN COMPLIANCE WITH THE BULLETIN. IN ORDER TO RECOGNIZE THE DEFERRED INCOME TAX, THE HOLDING COMPANY AND ITS SUBSIDIARIES USE THE INTEGRAL ASSETS AND LIABILITIES METHOD, WHICH CALCULATES SUCH TAX, USING THE APPLICABLE STATUTORY TAX RATE TO THE TEMPORARY DIFFERENCES BETWEEN BOOK AND TAX VALUES OF THE ASSETS AND LIABILITIES AS OF THE END OF THE PERIOD.

INTERNAL CONTROL:

THE COMPANY HAS STARTED IMPLEMENTATION OF THE SARBANES OXLEY ACT WITH ADVISE FROM EXPERT ADVISORS.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized. CORPORACION DURANGO, S.A. DE C.V.

Date: March 21, 2007

By /s/ Mayela Rincon de Velasco

Name: Mayela Rincon de Velasco

Title: Chief Financial Officer