



TRINIDAD CEMENT LIMITED

CONSOLIDATED INTERIM FINANCIAL REPORT

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2006

CONSOLIDATED STATEMENT OF EARNINGS

TT\$'000	UNAUDITED 3 Months July to Sept		UNAUDITED 9 Months Jan to Sept		AUDITED 12 Months Jan to Dec
	2006	2005	2006	2005	2005
REVENUE	454,314	362,896	1,292,125	1,090,462	1,429,834
OPERATING PROFIT - before claims	87,910	26,953	195,729	172,286	183,930
Provision for product liability claims	(9,708)	-	(25,243)	-	-
OPERATING PROFIT	78,202	26,953	170,486	172,286	183,930
Finance costs - net	(24,892)	(25,099)	(84,330)	(73,141)	(97,131)
Profit before Taxation	53,310	1,854	86,156	99,145	86,799
Provision for Taxation	(2,843)	34,326	5,973	21,998	66,968
Profit after Taxation	50,467	36,180	92,129	121,143	153,767
Attributable to:					
Shareholders of the parent	45,113	41,139	92,775	118,053	160,326
Minority Interests	5,354	(4,959)	(646)	3,090	(6,559)
	50,467	36,180	92,129	121,143	153,767
Earnings per Share - basic and diluted, cents	18	16	38	48	66

DIRECTORS' STATEMENT

PERFORMANCE

Operating profit of \$87.9M for the third quarter was \$60.9M (226%) higher than the prior year period, due to continued robust demand and consistent production compared with the third quarter of 2005, when two hurricanes interrupted production. An additional provision of \$9.7M was made in the third quarter for product liability claims at Caribbean Cement Company Limited, which has since returned to normal production levels. The two other cement plants, the readymix companies and the other subsidiaries are performing well.

Operating profit for the nine months, excluding the provision for product liability claims, increased by \$23.4M (14%) compared with the prior year period. However, profit after taxes was negatively impacted by the \$25.2M provision for product liability claims arising from the quality issues at Caribbean Cement Company Limited. The total impact of this quality issue is an estimated twenty cents EPS, before tax and minority interest. Profits were also negatively affected by higher energy costs in Jamaica and Barbados.

Finance costs increased by \$11.2M over 2005 mainly due to loan funding for the Trinidad Cement Limited's capacity expansion project, which was commissioned in December 2005. There was a net taxation credit of \$5.9M due to operating losses at Caribbean Cement Company Limited.

The Group invested \$271.7M in property, plant and equipment for the nine month period, mainly on the expansion and modernization programme at Caribbean Cement Company Limited and the Bagging Plant in Guyana.

OUTLOOK

Demand is expected to remain strong in both the domestic and export markets and we will continue to benefit from price adjustments implemented at Caribbean Cement Company Limited and in the Group's export markets. The commissioning of the Guyana Bagging Plant will be completed in the fourth quarter whilst the expansion and modernization programme in Jamaica continues on schedule, with commissioning of the new kiln expected in 2008.

Andy J. Bhajan

Andy J. Bhajan
Group Chairman
November 3, 2006

Dr. Rollin Bertrand

Dr. Rollin Bertrand
Director/Group CEO
November 3, 2006

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CONSOLIDATED BALANCE SHEET

TT\$'000	UNAUDITED	UNAUDITED	AUDITED
	30.09.2006	30.09.2005	31.12.2005
Non-Current Assets	2,276,503	1,950,901	2,165,924
Current Assets	685,254	787,168	782,226
Current Liabilities	(526,033)	(399,769)	(457,850)
Non-Current Liabilities	(1,224,785)	(1,219,484)	(1,351,182)
Total Net Assets	1,210,939	1,118,816	1,139,118
Share Capital	466,206	466,206	466,206
Reserves	634,603	531,945	565,635
Shareholders' Equity	1,100,809	998,151	1,031,841
Minority Interests	110,130	120,665	107,277
Total Equity	1,210,939	1,118,816	1,139,118

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TT \$'000	UNAUDITED	UNAUDITED	AUDITED
	9 Months Ended 30.09.2006	9 Months Ended 30.09.2005	Year Ended 31.12.2005
Balance at beginning of period	1,031,841	939,374	939,374
Currency translation and other adjustments	(14,391)	(5,686)	(14,086)
Allocation to employees and sale of ESOP shares, net of dividend	775	1,359	4,249
Change in fair value of swap, net of tax	2,297	-	(3,073)
Profit attributable to shareholders	92,775	118,053	160,326
Dividends	(12,488)	(54,949)	(54,949)
Balance at end of period	1,100,809	998,151	1,031,841

CONSOLIDATED CASH FLOW STATEMENT

TT \$'000	UNAUDITED	UNAUDITED	AUDITED
	9 Months Ended 30.09.2006	9 Months Ended 30.09.2005	Year Ended 31.12.2005
Profit before taxation	86,156	99,145	86,799
Adjustment for non-cash items	156,138	140,450	192,904
Changes in working capital	(42,154)	(35,745)	30,275
	200,140	203,850	309,978
Net Interest and taxation paid	(71,375)	(99,529)	(139,423)
Net cash generated by operating activities	128,765	104,321	170,555
Net cash used in investing activities	(271,691)	(163,955)	(304,336)
Net cash (used in)/generated by financing activities	(4,066)	276,763	299,078
Increase/(decrease) in cash and short term funds	(146,992)	217,129	165,297
Cash and short term funds - beginning of period	120,813	(44,385)	(44,385)
Currency adjustment - opening balance	-	46	(99)
Cash and short term funds - end of period	(26,179)	172,790	120,813

Notes:

1. Accounting Policies

Accounting policies used in the preparation of these financial statements are consistent with those used in the audited financial statements for the year ended December 31, 2005.

2. Earnings Per Share

Earnings per share (EPS) is calculated by dividing the net profit attributable to shareholders of the parent by the weighted average number of ordinary shares outstanding during the period. The weighted average number of ordinary shares in issue for the period has been determined, by deducting from the total number of issued shares of 249.765M, the 5.283M (2005: 5.643M) shares that were held as unallocated shares by our ESOP.