TRINIDAD CEMENT LIMITED

AUDITED CONSOLIDATED FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2007

CONSOLIDATED STATEMENT OF EARNINGS

TT$'000	UNAUDITED Three Months Oct – Dec 2007	UNAUDITED Three Months Oct – Dec 2006	AUDITED Twelve Months Jan – Dec 2007	AUDITED Twelve Months Jan – Dec 2006
REVENUE	473,462	426,877	1,922,957	1,719,002
OPERATING PROFIT – before cement claims	96,695	99,385	351,374	295,114
Cement claims – CCCL	(1,982)	(5,028)	(1,982)	(30,271)
OPERATING PROFIT – after cement claims	94,713	94,357	349,392	264,843
Finance costs – net	(27,010)	(20,025)	(103,666)	(104,355)
Profit before Taxation	67,703	74,332	245,726	160,488
Taxation	(1,003)	(14,694)	(34,283)	(8,721)
Profit after taxation	66,700	59,638	211,443	151,767
Attributable to:				
Shareholders of the Parent	60,656	52,890	187,795	145,665
Minority Interests	6,044	6,748	23,648	6,102
	66,700	59,638	211,443	151,767
Earnings per Share – basic and diluted, cents	25	22	77	60

DIRECTORS' STATEMENT

The Group recorded significantly improved results for 2007. Profit before taxation increased by $85.2M (53%) and earnings per share of 77 cents, represents a 28% increase over 2006. Additionally, revenue of $1.9 billion was the highest in the Group's history and increased by $203.9 million (12%) over 2006, benefitting from strong market conditions.

This improved performance was due to increased revenue and operational efficiencies. There were particularly favourable performances by Trinidad Cement Limited and Readymix (West Indies) Limited. Our Jamaica subsidiary, Caribbean Cement Company Limited (CCCL), recorded a significant increase in profitability compared to the prior year, which included the provision for cement claims of $30.3M related to the cement quality issue in 2006. The fuel claim by ACCL, as indicated in our third quarter statement, has been satisfactorily resolved. In the last quarter of 2007 we commissioned the new fuel system at ACCL. Once the debugging phase has been completed by mid-2008, we will reap the full benefits of this investment.

For the year, the Group generated cash from operating activities of $308.2 million, an increase of $76.4 million (33%) over the prior year and invested $433.4 million, mainly in its expansion project at CCCL in Jamaica. Our debt to equity ratio was 91 percent, with leveraging consistent with that set by our lenders.

OUTLOOK

The outlook for the Group continues to be positive. Demand is expected to remain stable in both the Caribbean domestic and export markets. Our expanded production capacity will position us to take advantage of this opportunity, with the conversion to the new fuel system at ACCL completed, and the commissioning of the new kiln at CCCL now expected in the second quarter of 2008. In light of the ongoing expansion and modernisation program, the Board has exercised prudence in approving a dividend of 7 cents (2006 – 6 cents), to be paid on June 20, 2008 to shareholders on record at the close of business on June 6, 2008.

Andy J. Bhajan

Andy J. Bhajan
Group Chairman
April 30, 2008

Dr. Rollin Bertrand
Director/Group CEO
April 30, 2008

CONSOLIDATED BALANCE SHEET

TT$'000	AUDITED 31.12.2007	AUDITED 31.12.2006
Non-Current Assets	2,748,717	2,451,357
Current Assets	872,876	778,614
Current Liabilities	(591,873)	(518,700)
Non-Current Liabilities	(1,587,466)	(1,443,777)
Total Net Assets	1,442,254	1,267,494
Share Capital	466,206	466,206
Reserves	847,529	692,775
Equity attributable to the Parent	1,313,735	1,158,981
Minority Interests	128,519	108,513
Total Equity	1,442,254	1,267,494

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TT$'000	AUDITED Year Ended 31.12.2007	AUDITED Year Ended 31.12.2006
Balance at beginning of period	1,158,981	1,031,841
Currency translation and other adjustments	(12,043)	(10,676)
Allocation to employees and sale of ESOP shares, net of dividend	3,235	1,785
Change in fair value of swap, net of tax	(9,247)	2,854
Profit attributable to shareholders of the Parent	187,795	145,665
Dividends	(14,986)	(12,488)
Balance at end of period	1,313,735	1,158,981

CONSOLIDATED CASH FLOW STATEMENT

TT$'000	AUDITED Year Ended 31.12.2007	AUDITED Year Ended 31.12.2006
Profit before taxation	245,726	160,488
Adjustment for non-cash items	209,121	217,711
Changes in working capital	(29,034)	(45,374)
	425,813	332,825
Net Interest and taxation paid	(117,577)	(101,014)
Net cash generated by operating activities	308,236	231,811
Net cash used in investing activities	(433,429)	(379,044)
Net cash generated by financing activities	122,406	57,007
Decrease in cash and short term funds	(2,787)	(90,226)
Currency adjustment – opening balance	2,873	1,208
Cash and short term funds – beginning of period	31,795	120,813
Cash and short term funds – end of period	31,881	31,795

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, 2007.

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 4.617M (2006: 5.087M) shares that were held as unallocated shares by our ESOP.