



**CARIBBEAN
CEMENT
COMPANY
LIMITED**

**CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2005**

CONSOLIDATED PROFIT AND LOSS ACCOUNT

| J\$'000 | UNAUDITED 3 Months ended 30.09.2005 | UNAUDITED 3 Months ended 30.09.2004 | UNAUDITED 9 Months ended 30.09.2005 | UNAUDITED 9 Months ended 30.09.2004 | AUDITED Year Ended 31.12.2004 |
|---|--|--|--|--|-------------------------------------|
| SALES (CEMENT TONNES) | 203,449 | 181,710 | 664,631 | 576,854 | 803,855 |
| REVENUE | 1,449,106 | 1,233,729 | 4,545,278 | 3,922,900 | 5,452,759 |
| OPERATING PROFIT/(LOSS) | (92,747) | 102,531 | 319,569 | 532,917 | 888,777 |
| Finance Cost – Net | (16,782) | 792 | (32,636) | (42,143) | (29,765) |
| Profit/(Loss) before taxation | (109,529) | 103,323 | 286,933 | 490,774 | 859,012 |
| Taxation | 59,046 | (24,038) | (43,637) | (117,504) | (16,651) |
| GROUP NET PROFIT/(LOSS) AFTER TAXATION | (50,483) | 79,285 | 243,296 | 373,270 | 842,361 |
| Earnings per ordinary stock unit | | | | | |
| Cents – Basic & Diluted | (5.93) | 9.32 | 28.58 | 43.86 | 98.97 |
| Operating Profit/Revenue Ratio | (-6%) | 8% | 7% | 14% | 16% |

DIRECTORS' STATEMENT

During the nine month period to September 2005, cement sales increased by 15% and revenue increased by 16% over the corresponding period last year. Net profit after tax amounted to \$243.3M compared to \$373.3M reported for the corresponding period in 2004.

The results for the third quarter reflect the negative impacts of Hurricanes Dennis and Emily, which passed close to Jamaica in July and severely affected levels of production and sales for that month. Hurricanes Katrina and Rita, which damaged the oil and gas facilities in the United States, resulted in significant increases in energy costs. These factors were substantially responsible for the Company reporting a consolidated net loss of [\$50.5M] for the third quarter, compared to a net profit after tax of \$79.3M reported for the corresponding period in 2004.

The price adjustment (average 5%) implemented on July 1, 2005, was designed to partially recover the increase in operating costs experienced in the first six months of the year. However, following a review of the impact on the operations in the third quarter of generally increasing costs, particularly energy prices, a further price increase will be implemented in the fourth quarter of 2005.

We are pleased to report that our new product, Carib Cement Plus, launched in the first quarter has exceeded our expectations and now represents 77% of the market.

OUTLOOK

We expect that the second price adjustment will mitigate the increases in operating costs experienced so far this year. Unfortunately, we continue to be plagued by hurricanes and in mid-October we were once again severely impacted by rains – this time from hurricane Wilma. Even if there are no more hurricanes in the remaining weeks of the hurricane season we do not expect the results for the last quarter to compare favorably to those posted in the last quarter of 2004.

The balance of the funding for the Expansion and Modernization Project has been secured, equipment has been ordered and site preparation work has commenced. This project is scheduled for completion by June 2008.

Brian Young
Chairman
November 11, 2005

Dr. Rollin Bertrand
Director/Group CEO
November 11, 2005

CONSOLIDATED BALANCE SHEET

| J\$'000 | UNAUDITED 9 months ended 30.09.2005 | UNAUDITED 9 months ended 30.09.2004 | AUDITED Year ended 31.12.2004 |
|-----------------------------|---|---|-------------------------------------|
| Non-Current Assets | 2,716,922 | 2,404,100 | 2,939,680 |
| Current Assets | 2,006,128 | 1,584,165 | 1,517,678 |
| Current Liabilities | (1,624,022) | (1,198,924) | (1,399,013) |
| Non-Current Liabilities | (228,636) | (458,857) | (287,224) |
| Total Net Assets | 2,870,392 | 2,330,484 | 2,771,121 |
| Share Capital | 425,569 | 425,569 | 425,569 |
| Reserves | 2,001,078 | 1,347,395 | 1,816,476 |
| Shareholders' Equity | 2,426,647 | 1,772,964 | 2,242,045 |
| Deferred Gain | 443,745 | 557,520 | 529,076 |
| Group Equity | 2,870,392 | 2,330,484 | 2,771,121 |

CONSOLIDATED CASH FLOW STATEMENT

| J\$'000 | UNAUDITED 9 months ended 30.09.2005 | UNAUDITED 9 months ended 30.09.2004 | AUDITED Year ended 31.12.2004 |
|--|---|---|-------------------------------------|
| Group Net Profit after Taxation | 243,296 | 373,270 | 842,361 |
| Adjustment for non-cash items | 158,803 | 182,239 | 143,897 |
| | 402,099 | 555,509 | 986,258 |
| Change in working capital | (616,893) | (456,439) | (423,867) |
| Net cash (used in)/generated by operating activities | (214,794) | 99,070 | 562,392 |
| Net cash (used in) investing activities | (281,268) | (160,342) | (349,994) |
| Net cash generated by/(used in) financing activities | 309,823 | 193,939 | (138,005) |
| (Decrease)/Increase in cash and short term funds | (186,239) | 132,667 | 74,393 |
| Cash and short term funds – beginning of period | 21,748 | (52,645) | (52,645) |
| Cash and short term funds – end of period | (164,491) | 80,022 | 21,748 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| J\$'000 | UNAUDITED 9 months ended 30.09.2005 | UNAUDITED 9 months ended 30.09.2004 | AUDITED Year ended 31.12.2004 |
|---------------------------------------|---|---|-------------------------------------|
| Balance at beginning of period | 2,242,045 | 1,459,264 | 1,459,264 |
| Net Profit for period | 243,296 | 373,270 | 842,361 |
| Dividends | (58,694) | (59,570) | (59,580) |
| Balance at end of period | 2,426,647 | 1,772,964 | 2,242,045 |

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, 2004.