TRINIDAD CEMENT LIMITED

SUMMARY CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE THREE MONTHS ENDED MARCH 31, 2016

SUMMARY CONSOLIDATED STATEMENT OF INCOME

TT$'000	UNAUDITED Three Months Jan to Mar 2016	UNAUDITED Three Months Jan to Mar 2015	AUDITED Year Jan to Dec 2015
CONTINUING OPERATIONS			
REVENUE	**479,547**	**514,855**	**2,115,446**
Earnings before interest, tax, depreciation, loss on disposal of property, plant and equipment and manpower restructuring costs	**153,774**	**138,212**	**588,479**
Depreciation	(28,563)	(27,651)	(110,796)
Loss on disposal of property, plant and equipment	–	–	(164)
Manpower restructuring costs	–	–	(31,099)
Operating profit	125,211	110,561	446,420
Net debt restructuring gain	–	2,851	205,819
Net finance costs	(41,028)	(56,417)	(164,630)
Profit before taxation from continuing operations	**84,183**	**56,995**	**487,609**
Taxation charge	(17,083)	(10,391)	(58,714)
Profit for the year from continuing operations	**67,100**	**46,604**	**428,895**
DISCONTINUED OPERATIONS			
Loss after taxation from discontinued operations	–	–	(115)
Profit for year	**67,100**	**46,604**	**428,780**
Attributable to:			
Shareholders of the Parent	55,482	42,519	405,108
Non-controlling interests	11,618	4,085	23,672
	67,100	**46,604**	**428,780**
Basic and diluted earnings per share – cents:			
From continuing operations	**15.0**	**17.2**	**119.0**

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

TT$'000	UNAUDITED Three Months Jan to Mar 2016	UNAUDITED Three Months Jan to Mar 2015	AUDITED Year Jan to Dec 2015
Profit for the year	**67,100**	**46,604**	**428,780**
Other comprehensive income			
Other comprehensive income/(loss) to be reclassified to profit and loss in subsequent periods:			
Exchange differences on translation of foreign operations	1,522	(4,715)	(18,930)
Net other comprehensive income/(loss) to be reclassified to profit and loss in subsequent periods	**1,522**	**(4,715)**	**(18,930)**
Other comprehensive (loss)/income not to be reclassified to profit and loss in subsequent periods:			
Re-measurement losses on defined benefit plans	–	–	(87,685)
Income tax effect	–	–	21,752
Net other comprehensive loss not to be reclassified to profit and loss in subsequent periods:	**–**	**–**	**(65,933)**
Other comprehensive income/(loss) for the year, net of tax	**1,522**	**(4,715)**	**(84,863)**
Total comprehensive income for the year, net of tax	**68,622**	**41,889**	**343,917**
Attributable to:			
Shareholders of the Parent	56,222	38,038	324,790
Non-controlling interests	12,400	3,851	19,127
	68,622	**41,889**	**343,917**

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

TT$'000	UNAUDITED 31.03.2016	AUDITED 31.12.2015
Non-current assets	2,033,776	2,073,495
Current assets	975,539	959,587
Current liabilities	(686,391)	(709,499)
Non-current liabilities	(1,303,332)	(1,372,613)
Total net assets	**1,019,592**	**950,970**
Share capital	827,732	827,732
Reserves	191,783	135,561
Equity attributable to the Parent	**1,019,515**	**963,293**
Non-controlling interests	77	(12,323)
Total equity	**1,019,592**	**950,970**

DIRECTORS' STATEMENT

The Group recorded profit attributable to shareholders of $55.5 million in the first Quarter (Q1) of 2016, an increase of 30% over the corresponding period last year. The main drivers of these results were cost savings captured by efficiencies gained from the extensive operational restructuring programme implemented in the cement plants of the Group and a $15.4 million reduction in borrowing costs arising from reduced interest rates and debt balances. Collectively, these factors resulted in an increase in EBITDA of $15.6 million or a 5% improvement in EBITDA margins from 27% to 32%.

Overall, the Group's volume was 7% higher than last year, driven by some dynamism in the domestic markets of Jamaica and Guyana. Group revenue fell by 7% from $514.9 million in 2015 to $479.5 million this year in part because average domestic prices fell 10% during this quarter. In Trinidad and Tobago, the operation of Readymix as well as the volume of cement sales continues to be affected by the slowdown in the construction sector.

The Group generated $56.3 million in cash from operating activities after investing $50.9 million in working capital to obtain substantial savings upon settlement of major suppliers and to increase inventory levels in preparation for maintenance work to be undertaken in the second quarter of 2016.

Outlook
The Group remains well positioned for the future, with improved cost efficiency, reduced debt levels, adequate capitalisation, improved plant operations and the commitment of all stakeholders.

Wilfred Espinet
Group Chairman
April 20, 2016

Nigel Edwards
Director
April 20, 2016

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

TT$'000	UNAUDITED Three Months Jan to Mar 2016	UNAUDITED Three Months Jan to Mar 2015	AUDITED Year Jan to Dec 2015
Profit before Taxation from Continuing Operations	**84,183**	**56,995**	**487,609**
Loss before Taxation from Discontinued Operations	**–**	**–**	**(115)**
	84,183	56,995	487,494
Adjustment for non-cash items	63,706	93,098	98,143
	147,889	150,093	585,637
Changes in working capital	(50,857)	3,844	47,382
	97,032	153,937	633,019
Net Interest, taxation and pension contributions paid	(40,716)	(50,519)	(163,759)
Net cash generated by operating activities	56,316	103,418	469,260
Net cash used in investing activities	(18,394)	(12,219)	(117,212)
Net cash used in financing activities	(47,883)	360,620	(159,992)
Increase in cash and cash equivalents	(9,961)	451,819	192,056
Currency adjustment – opening balance	825	(64)	(145)
Net cash – beginning of year	288,500	96,589	96,589
Net cash – end of year	**279,364**	**548,344**	**288,500**

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TT$'000	PARENT			NON-CONTROLLING INTERESTS		
	UNAUDITED Jan to Mar		AUDITED Jan to Dec	UNAUDITED Jan to Mar		AUDITED Jan to Dec
	2016	2015	2015	2016	2015	2015
Balance at beginning of period	**963,293**	**276,977**	**276,977**	**(12,323)**	**(31,450)**	**(31,450)**
Other comprehensive income/(loss)	740	(4,481)	(80,318)	782	(234)	(4,545)
Profit after taxation	55,482	42,519	405,108	11,618	4,085	23,672
Comprehensive income	56,222	38,038	324,790	12,400	3,851	19,127
Rights issue proceeds	–	361,526	361,526	–	–	–
Balance at end of period	**1,019,515**	**676,541**	**963,293**	**77**	**(27,599)**	**(12,323)**