

# Caribbean Cement Company Limited

The Directors of the Caribbean Cement Company Limited Report the Consolidated  
Unaudited Results for the Six Months Ended 30th June, 2002.

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## DIRECTORS' STATEMENT

Caribbean Cement Company Limited's performance for the first half of 2002 represents significant improvement over the same period in 2001. Operating Profit increased by 90%, and Net Profit after Tax increased by 83% from \$106 million in 2001 to \$194 million in 2002. Net Cash Generated by Operating Activities increased by 132% (\$152 million), and Cash and Short-Term funds at June 30th 2002, increased by \$116 million from December 31th, 2001.

The company's superior performance is directly related to the continued improvement in operational efficiencies and the relative increase in market share. Revenue for the period increased to \$1.78 Billion, \$258 million (17%) over the same period last year. as our market share increased from 84% (2D01) to 90%, even though it is estimated that the total market size declined by 9%,

Dumped Cement that was imported from Indonesia during the first quarter remained on sale during part of the second quarter. On April 3rd, the Anti Dumping and Subsidies Commission in its preliminary determination on imports from Indonesia ruled that the cement imported was dumped. This resulted in the imposition of preliminary duties of 56.21 %. However, in Its final determination on July 2nd even though the findings remained the same, the duty was reduced to 9.98%. Additionally, retroactive duties have not been imposed on the importers. In light of these findings, Caribbean Cement Company Limited will be seeking Judicial Review of the final determination.

The outlook for the upcoming quarter is optimistic as we continue our cost containment and efficiency strategies. The members of the Board of Directors are confident that the transformation is sustainable. The performance during this first six months validates the potential and possibilities for Caribbean Cement Company Limited

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**CONSOLIDATED PROFIT & LOSS ACCOUNT**

	<b>J\$' 000</b> <b>Unaudited</b> <b>Six Months</b> 30th Jun, 2002	<b>J\$' 000</b> <b>Unaudited</b> <b>Six Months</b> 30th Jun, 2001	<b>J\$' 000</b> <b>Audited</b> <b>Year Ended</b> 31st Dec, 2001
SALES (CEMENT TONNES)	304,212	309,857	599,484
<b>REVENUE</b>	<b>1,775,692</b>	<b>1,517,884</b>	<b>3,160,402</b>
<b>OPERATING PROFIT</b>	<b>327,092</b>	<b>171,982</b>	<b>517,323</b>
Finance Cost- Net	(56,751)	(45,093)	(122,914)
<b>Profit Before Taxation</b>	<b>270,341</b>	<b>126,889</b>	<b>394,409</b>
Taxation	(76,072)	(20,921)	(100,567)
<b>GROUP NET PROFIT AFTER TAXATION</b>	<b>194,269</b>	<b>105,968</b>	<b>293,842</b>
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Earnings per ordinary stock unit			
Cents - Basic & Diluted	23	12	35
Operating Profit/Revenue Ratio	18.42%	11.33%	16.40%

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**CONSOLIDATED BALANCE SHEET**

<b>J\$' 000</b>	<b>J\$' 000</b>	<b>J\$' 000</b>
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	Unaudited As At 30th Jun, 2002	Unaudited As At 30th Jun, 2001	Audited As At 31st Dec, 2001
Non-Current Assets	2,299,356	2,420,617	2,338,791
Current Assets	1,053,825	893,757	1,043,975
Current Liabilities	(1,485,200)	(1,523,433)	(1,536,783)
Non-Current Liabilities	(66,360)	(197,402)	(81,745)
<b>Total Net Assets</b>	<b>1,801,621</b>	<b>1,593,539</b>	<b>1,664,238</b>
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Share Capital	425,569	425,569	425,569
Reserves	562,637	240,682	368,268
<b>Shareholders' Equity</b>	<b>988,106</b>	<b>666,251</b>	<b>793,837</b>
Deferred Gain	813,515	927,288	870,401
<b>Group Equity</b>	<b>1,801,621</b>	<b>1,593,539</b>	<b>1,664,238</b>
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**CONSOLIDATED STATEMENT OF CHANGE IN EQUITY**

	J\$' 000 Unaudited Six Months 30th Jun, 2002	J\$' 000 Unaudited Six Months 30th Jun, 2001	J\$' 000 Audited Year Ended 31st Dec, 2001
<b>Balance at beginning of period (Originally Reported)</b>	<b>793,837</b>	<b>615,968</b>	<b>615,968</b>
Prior period adjustments	-	(55,685)	(73,684)
<b>Balance restated</b>	<b>793,837</b>	<b>560,283</b>	<b>542,284</b>
Net Profit for period	194,269	105,968	293,842
Goodwill on acquisition of subsidiary	-	-	268
Dividends	-	-	(42,557)
<b>Balance at end of Period</b>	<b>988,106</b>	<b>666,261</b>	<b>793,837</b>
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**CONSOLIDATED CASH FLOW STATEMENT**

	J\$' 000 Unaudited Six Months 30th Jun, 2002	J\$' 000 Unaudited Six Months 30th Jun, 2001	J\$' 000 Audited Year Ended 31st Dec, 2001
Group Net Profit after Taxation	194,269	105,968	293,842
Adjustment for non-cash items	113,057	47,910	147,597
	307,326	153,878	441,439
Change in working capital	(40,316)	(38,723)	(144,218)
Net cash generated by operating activities	267,010	115,155	297,221
Net cash (used in) investing activities	(75,446)	(76,188)	(155,917)
Net cash generated by/(used in) financing activities	(75,267)	3,884	(139,832)
Increase in cash and short term funds	116,297	42,851	1,472
Cash and short term funds - beginning of period	(81,374)	(82,846)	(82,846)
Cash and short term funds - end of period	34,923	(39,995)	(81,374)
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**Notes****1. Accounting Policies**

The 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, 2001.