See disclosure overleaf

Trinidad Cement Limited

Flash Report Q3 2026 (Sep 30, 2026)

Last Price (TTSE):	$2.00 (30-Sep-26)	**52 Wk. Range:**	$1.36 - $2.00	**Market Cap:**	TT$749.3M
YTD Price Change:	(8.11%)	**EPS (TTM):**	$0.24	**Dividend Yield (TTM):**	1.09%
Sector:	Manufacturing II	**P/E (TTM):**	8.37x		

Quarterly Profitability Moderates, While Year-to-Date Performance Remains Strong

Group Overview and Recent Developments

- The TCL Group is a manufacturing and service-oriented company producing bulk and bagged cement, clinker, packaging materials, and premixed concrete. TCL has operations throughout the English-speaking Caribbean.
- On June 25, 2026, TCL entered into a $100M revolving loan agreement to be used for general corporate purposes.
- CCCL successfully completed its major annual maintenance kiln shutdown in Jamaica on August 4, 2026.
- TCL paid dividends of $0.02/share (9.12% payout ratio) in 2026 and $0.12/share (44.28% payout ratio) in 2025, marking the third consecutive year of dividends paid for the company.

Financial Highlights	Quarter ended	Quarter ended	Quarter ended
$ 000s	Sep-26	Jun-26	Sep-25
Revenues	$567,156	$576,646	$607,693
Profit Before Taxation (PBT)	$61,827	$131,808	$141,079
Profit After Tax (controlling interest)	$22,678	$72,887	$61,434
Total Assets	$3,270,691	$3,233,920	$2,942,240
Total Equity (controlling interest)	$1,086,429	$1,077,827	$967,368
Total Liabilities	$1,839,733	$1,804,879	$1,704,144
PBT Margin	10.90%	22.86%	23.22%
PAT Margin	4.00%	12.64%	10.11%
Return on Assets	0.69%	2.25%	2.09%
Return on Equity	2.09%	6.76%	6.35%

Financial Highlights

- Due to the maintenance shutdown of the Jamaican plant, TCL's financial performance for the quarter reflects some operational disruption. However, a year-to-date comparison indicates improvement across several key profitability metrics. Revenue declined 4.79%/$88.68M, operating profit rose 22.56%/$61.0M, net profit rose 54.88%/$87.62M, PAT margin increased from 5.77% to 9.56%, ROA increased from 3.63% to 5.15%, and ROE increased from 11.05% to 15.52%.
- TCL's revenue declined 6.7%/$40.54M y-o-y to $567.16M. This largely reflects lower domestic cement sales in Trinidad and Tobago and Guyana which may be attributed to Rockhard Cement's increasing proliferation as well as other producers in Guyana. Domestic cement volumes decreased by 8%, partially offset by an approximately 9% increase in Jamaica and a 6% increase in export volumes.
- Operating profit declined by 64.2%/$96.08M to $53.52M, driven primarily by a 43.0%/$106.65M decrease in gross profit resulting from the aforementioned decrease in revenue and a 18.4%/$66.12M increase in cost of sales. The deterioration in third quarter profitability mainly reflected reduced operating results in Jamaica, including the impact of the scheduled major annual maintenance shutdown.
- For Q3 2026, TCL recorded a net income attributable to controlling interest of $22.68M, which represents a 63.1%/$38.76M decrease y-o-y. This decrease in net income was attributable to the aforementioned decrease in operating profit and partially offset by a decrease in the taxation charge by 56.5%/$31.05M. Consequently, TCL's PAT margin fell from 10.1% to 4.0% y-o-y, their ROA decreased from 2.09% to 0.69% y-o-y, and their ROE decreased from 6.35% to 2.09% y-o-y. Quarterly profitability metrics were depressed by the scheduled maintenance shutdown; however, YTD profitability remains significantly ahead of the prior year.
- As at Sep 30, 2026, TCL's total assets stood at $3.27B, up 11.2%/$328.45M y-o-y. This increase was mainly attributable to an increase in cash and cash equivalents by 81.3%/$428.91M to $956.21M, which is mainly represented by highly liquid short-term instruments. On the other hand, PPE decreased by 5.0%/$88.22M and deferred taxation fell by 26.2%/$38.11M. TCL has not publicly disclosed any specific intended use for the increased cash balances.

Financial Highlights (cont'd)

- Total liabilities increased by 8.0%/$135.59M to $1.84B. This increase was mainly attributable to short-term debt which increased by 592.0%/$207.21M after TCL entered into a $100M revolving loan agreement. Furthermore, taxation payable increased by 8069.5%/$56.57M, but this increase was partially offset by long-term debt decreasing by 40.0%/$156.53M.
- TCL's total equity (controlling interest) increased by 12.3%/$119.06M y-o-y, primarily due to an increase in retained earnings by 20.1%/$105.60M.
- In Q3 2026, TCL recorded an EPS of $0.06, down from $0.17 in Q3 2025.

Key Risks:

- TCL shares have an inherent liquidity risk as 81.75% of issued shares are held by two entities, Sierra Trading- owned by CEMEX (69.83%) and NIBTT (11.92%).
- In the Trinidad and Tobago market, there is increased competition due to the return of Rock-Hard Cement. TCL recently increased their prices by 15%, currently TCL's ECO cement retails at approximately $58.00 per bag, and Rock Hard cement at around $62.00.
- In the Jamaican market, TCL remains the dominant producer of cement, historically accounting for approximately 82% of cement supply. However, as of 2025 TCL has increased its production in Jamaica by roughly 7%, decreasing local imports to the country.

Key Risks Cont'd

- The group is exposed to foreign currency risk as for the FY 2025, 19.7% of net sales was generated in Trinidad & Tobago, 54.2% in Jamaica, 2.4% in Barbados, 11.6% in Guyana, and 12.0% in OECS islands. Notably, TCL's revenue contribution from Trinidad & Tobago declined by 14.6% y.o.y, which may be attributable to increased competition from Rockhard Cement while revenue contributions from all other regions increased due to increases in export volumes.
- The cyclical nature of TCL's operations, and manufacturing businesses more broadly, typically results in earnings being weighted toward the first half of the financial year.

Figure 1: TCL's EPS, DPS, and Dividend Yield

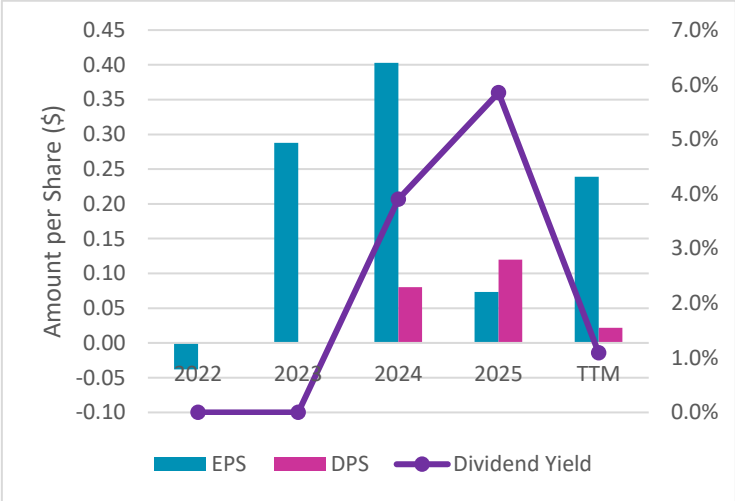

Figure 2: TCL Revenue for 2023-2025 by Operating Segment

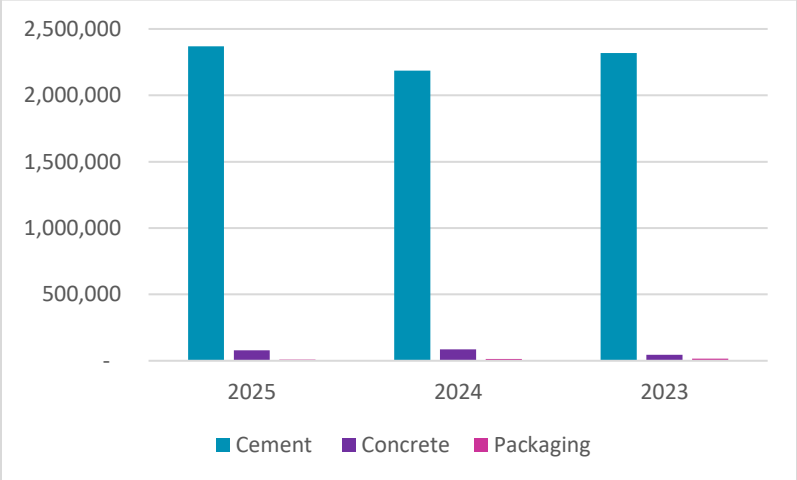

Figure 3: 2024 – 2025 *Revenue by Geographical Segment*

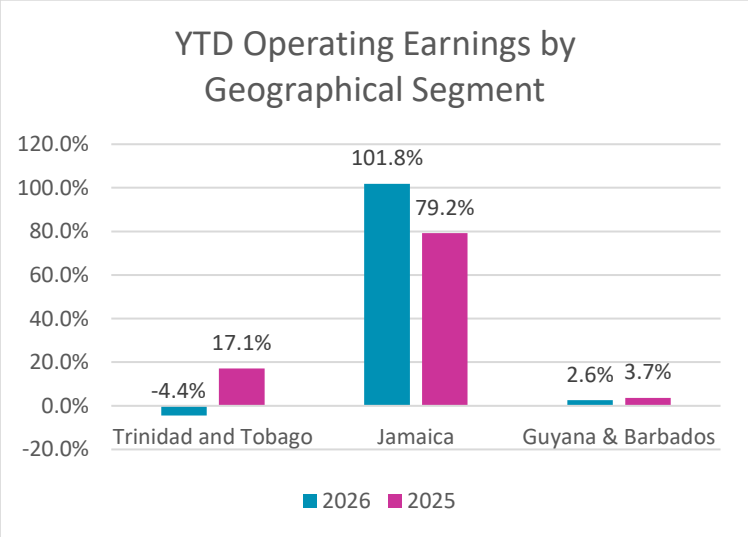

Figure 4: TCL Stock Price Movement and Volume

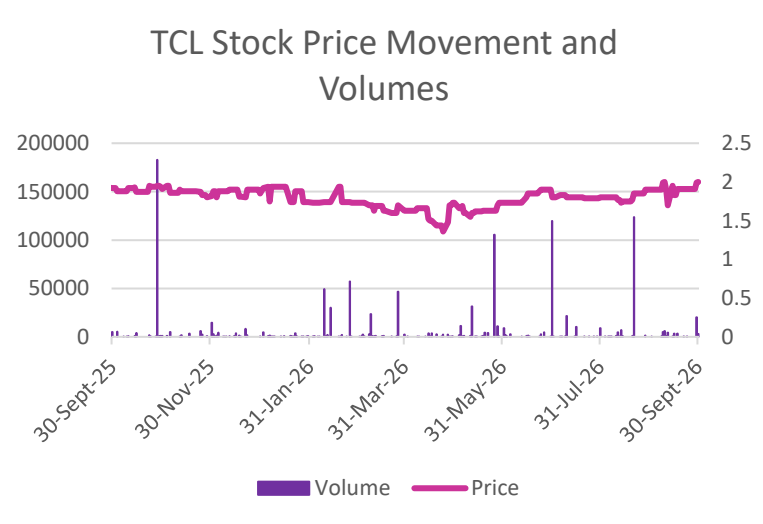

Table 1: TCL Total Return vs the ALL T&T Index and the Trinidad and Tobago Composite Index to 30.09.2026

	TCL	TTALL Index	TTCOMP Index
1-year	5.36%	6.95%	9.01%
3-year*	-11.05%	-3.42%	-1.35%
5-year*	-11.21%	-1.52%	-2.97%
10-year*	-3.31%	1.65%	2.45%

***Annualized**

Disclosure:

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