



## TEXAS INDUSTRIES, INC

### TXI Reports First Quarter Results

DALLAS, Sept. 18 -- Texas Industries, Inc. (NYSE: TXI) today reported net income of \$3.9 million (\$.18 per share) for the quarter ended August 31, 2002. Net income for the same period last year equaled \$5.0 million (\$.23 per share).

"August quarter results were disappointing," stated Robert D. Rogers, Chief Executive Officer. "External factors -- wet weather and softening market demand -- were the major causes."

Cement, aggregate and concrete operating profit equaled \$28.4 million, down from \$37.4 million for the same period last year. Heavy rainfall in Texas reduced material shipments in the state during the first half of the quarter. In the second half, the typical surge in shipments that occurs after extended rainfall did not materialize, indicating a softening in overall construction activity. The Company's North Texas cement plant continued to realize improved production efficiencies.

The steel operating loss of \$3.2 million improved from the \$6.9 million deficit for last year's quarter. Higher realized prices and reduced depreciation expense were partially offset by increased scrap costs and lower shipments.

"Overall demand for structural steel is weak due to the low levels of non-residential construction," continued Rogers. "CAC demand has shown some decline but maintains a satisfactory level. It is not possible to confidently predict when these markets will change. Currently, TXI's efforts are focused on reducing costs, maintaining desirable market share, and continuing to generate free cash flow."

Management of the Company will discuss the first quarter results today, September 18, at 1:00 PM Central Time. A real-time webcast of the conference is available by logging on to TXI's website at <http://www.txi.com>, click on Investor Relations and follow the link to the webcast.

Certain statements contained in this press release are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed or implied by such forward looking statements. Potential risks and uncertainties include, but are not limited to, the impact of competitive pressures and changing economic and financial conditions on the Company's business, construction activity in the Company's markets, abnormal periods of inclement weather, changes in the costs of raw materials, fuel and energy, the impact of environmental laws and other regulations which are more fully described in the Company's Annual Report on SEC Form 10-K.

TXI is a leading supplier of building materials, primarily cement and structural steel. Cement operations serve Texas and California, the two largest cement markets in the nation. Structural steel products are distributed throughout North America.

TXI  
SUMMARY OF EARNINGS (Unaudited)  
(In thousands except per share)

	Quarter ended	
	August 31,	
	2002	2001
Net sales	\$338,955	\$361,562
Costs and expenses	330,566	351,479
	8,389	10,083
Income taxes	2,686	3,284
	5,703	6,799
Dividends on preferred securities - net of tax	(1,788)	(1,788)
NET INCOME	\$3,915	\$5,011

EARNINGS PER SHARE

Basic	\$0.19	\$0.24
Diluted	\$0.18	\$0.23

BUSINESS SEGMENT INFORMATION

CAC

Net sales	\$183,688	\$199,122
Operating profit	28,428	37,372

Steel

Net sales	155,267	162,440
Operating loss	(3,207)	(6,894)