CONSOLIDATED STATEMENTS OF OPERATIONS
TEXAS INDUSTRIES, INC. AND SUBSIDIARIES

In thousands except per share	Three months ended August 31, 2007	2006
NET SALES	$ 263,454	$ 271,652
Cost of products sold	217,437	205,338
GROSS PROFIT	46,017	66,314
Selling, general and administrative	22,183	21,058
Interest	--	5,542
Other income	(2,253)	(3,551)
	19,930	23,049
INCOME BEFORE INCOME TAXES	26,087	43,265
Income taxes	8,173	13,834
NET INCOME	$ 17,914	$ 29,431
Net income per share		
Basic	$ .66	$ 1.23
Diluted	$ .64	$ 1.12
Average shares outstanding		
Basic	27,333	23,959
Diluted	27,896	27,515
Cash dividends per share	$ .075	$ .075
Major product shipments		
Cement (tons)	1,290	1,388
Stone, sand and gravel (tons)	5,551	6,461
Ready-mix concrete (cubic yards)	998	980
Major product prices		
Cement ($/ton)	$ 95.69	$ 94.48
Stone, sand and gravel ($/ton)	7.17	6.61
Ready-mix concrete ($/cubic yard)	80.17	73.90

CONSOLIDATED BALANCE SHEETS
TEXAS INDUSTRIES, INC. AND SUBSIDIARIES

In thousands	Unaudited August 31, 2007	May 31, 2007
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 5,165	$ 15,138
Receivables – net	160,079	142,610
Inventories	112,517	121,467
Deferred income taxes and prepaid expenses	13,047	17,621
TOTAL CURRENT ASSETS	290,808	296,836
OTHER ASSETS		
Goodwill	58,395	58,395
Real estate and investments	112,217	111,414
Deferred charges and intangibles	12,031	11,369
	182,643	181,178
PROPERTY, PLANT AND EQUIPMENT		
Land and land improvements	133,311	132,992
Buildings	40,760	41,485
Machinery and equipment	771,453	752,531
Construction in progress	420,907	362,646
	1,366,431	1,289,654
Less depreciation and depletion	510,881	505,432
	855,550	784,222
	$ 1,329,001	$ 1,262,236
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	$ 94,516	$ 109,749
Accrued interest, wages and other items	41,710	57,891
Current portion of long-term debt	213	1,340
TOTAL CURRENT LIABILITIES	136,439	168,980
LONG-TERM DEBT	353,585	274,416
DEFERRED INCOME TAXES AND OTHER CREDITS	89,400	90,358
SHAREHOLDERS' EQUITY		
Common stock, $1 par value	27,350	27,323
Additional paid-in capital	453,488	448,289
Retained earnings	272,950	257,087
Accumulated other comprehensive loss	(4,211)	(4,217)
	749,577	728,482
	$ 1,329,001	$ 1,262,236

CONSOLIDATED STATEMENTS OF CASH FLOWS
TEXAS INDUSTRIES, INC. AND SUBSIDIARIES

In thousands	Three months ended August 31, 2007	2006
OPERATING ACTIVITIES		
Net income	$ 17,914	$ 29,431
Adjustments to reconcile net income to cash provided by operating activities		
Gain on asset disposals	(455)	(490)
Depreciation, depletion and amortization	13,318	11,172
Deferred income taxes	513	3,777
Stock-based compensation expense (credit)	(1,717)	554
Excess tax benefits from stock-based compensation	(3,287)	(881)
Other – net	(142)	(175)
Changes in operating assets and liabilities		
Receivables – net	(17,458)	(6,218)
Inventories	8,950	722
Prepaid expenses	1,735	953
Accounts payable and accrued liabilities	(5,319)	(2,782)
Net cash provided by operating activities	14,052	36,063
INVESTING ACTIVITIES		
Capital expenditures - expansions	(76,361)	(47,702)
Capital expenditures – other	(27,231)	(16,416)
Proceeds from asset disposals	1,288	987
Purchases of short-term investments	--	(8,500)
Sales of short-term investments	--	20,000
Investments in life insurance contracts	(415)	(2,402)
Other – net	(24)	297
Net cash used by investing activities	(102,743)	(53,736)
FINANCING ACTIVITIES		
Long-term borrowings	124,000	--
Debt retirements	(46,173)	(1)
Debt issuance costs	(944)	--
Stock option exercises	599	752
Excess tax benefits from stock-based compensation	3,287	881
Common dividends paid	(2,051)	(1,798)
Net cash provided (used) by financing activities	78,718	(166)
Decrease in cash and cash equivalents	(9,973)	(17,839)
Cash and cash equivalents at beginning of period	15,138	84,139
Cash and cash equivalents at end of period	$ 5,165	$ 66,300