

Texas Industries, Inc.
Reconciliation of Income



	Quarter Ended May 31,		Year Ended May 31	
	2007	2006	2007	2006
Net Income (Loss) \$ Millions				
Income (loss) from continuing operations	30.1	41.9	100.9	(0.6)
Remove real estate gain		(12.4)		(12.4)
Remove settlement income			(12.9)	
Remove spin-off related costs and expenses				75.8
Income (loss) from continuing operations excluding the above items	<u>30.1</u>	<u>29.5</u>	<u>88.0</u>	<u>62.8</u>
Earnings per Share				
Income (loss) from continuing operations	1.09	1.58	3.80	(0.03)
Remove real estate gain *		(0.45)		(0.54)
Remove settlement income			(0.47)	
Remove spin-off related costs and expenses				3.29
Income (loss) from continuing operations excluding the above items	<u>1.09</u>	<u>1.13</u>	<u>3.33</u>	<u>2.72</u>
Earnings before Interest and Taxes \$ Millions				
Income (loss) from continuing operations before income taxes	45.9	61.1	150.5	(8.8)
Remove interest expense	0.6	6.7	14.1	31.2
Earnings before interest and taxes	<u>46.5</u>	<u>67.8</u>	<u>164.6</u>	<u>22.4</u>
Remove real estate gain (pre-tax) **		(19.0)		(19.0)
Remove settlement income (pre-tax)			(19.8)	
Remove spin-off related costs and expenses (pre-tax)				113.2
Earnings before interest and taxes excluding the above items	<u>46.5</u>	<u>48.8</u>	<u>144.8</u>	<u>116.6</u>

* Quarter and fiscal year earnings per share numbers differ due to different average share counts for the quarter and the year.

** The gain on the real estate sale net of costs and expenses resulting from the transaction.