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TXI REPORTS FOURTH QUARTER AND YEAR-END RESULTS

Dallas, TX – July 10, 2008 - Texas Industries, Inc. (NYSE-TXI) today reported financial results for the quarter and year ended May 31, 2008.

General Comments

“We are extremely pleased to have the new cement plant in California up and running,” stated Mel Brekhus, Chief Executive Officer. “The new plant, which was completed in May, will yield significant efficiencies in energy, labor and repair and maintenance compared to the plant that has been retired. In addition, the expansion of TXI’s cement plant in Central Texas is well under way. That plant is scheduled to begin operations in about 18 months.”

In the Texas market, which accounted for approximately 82% of total TXI revenues in FY08, overall construction activity continued to generate a level of cement consumption that exceeded cement production capacity. California cement consumption trends continued to follow the decline in overall construction activity in that state. As demand for cement has declined in California, imports of cement have fallen as well.

During the quarter ended May 31, 2008, average cement prices declined 3% on a year-over-year basis but sequentially increased 2% compared to the quarter ended February 29, 2008. Both price movements were primarily due to changes in the geographic mix of shipments between the Texas and California markets and product mix shifts within the markets. Cement price increases announced in April for Texas were partially successful. In addition, TXI has announced cement price increases for South and Central Texas of \$5 per ton effective July 1, 2008 and announced another \$5 per ton increase in both areas effective October 1, 2008.

“Despite increased diesel costs, aggregate and ready-mix operations were able to show marked improvements in financial performance during the fiscal year,” continued Brekhus. “TXI’s strategy to increase cement production and improve operating efficiencies throughout all operations remains our primary focus.”

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Fourth Quarter Ended May 31, 2008

Net sales for the quarter ended May 31, 2008 were up 2% compared to the same period last year. Average realized prices for aggregate and ready-mix concrete products increased 2% and 5%, respectively, while cement prices declined by 3%. Shipments for cement and ready-mix concrete both declined 3% while aggregate shipments declined 2%.

Net income for the quarter ended May 31, 2008 equaled \$25.6 million (\$.92 per share) while net income for the same period last year totaled \$30.1 million (\$1.09 per share). Net income for 2008 included after-tax gains from three transactions, discussed in more detail below, totaling \$12.0 million (\$.43 per share).

Declines in production and increased repair and maintenance costs associated with the old cement plant that has now been replaced in California reduced pre-tax income by approximately \$12.9 million compared to the same quarter last year. At TXI's Texas cement operations, higher energy expenses and planned outage maintenance costs reduced income by \$5.2 million and \$4.2 million, respectively, while increased diesel costs for aggregate and ready-mix concrete operations reduced pre-tax income by approximately \$2.6 million.

Total selling, general and administrative expenses increased by \$2.8 million as incentive expenses declined \$3.1 million while stock-based compensation, insurance, retirement and other expenses increased. Interest expense increased by \$1.9 million as capitalized interest related to the modernization and expansion of the California cement plant was stopped during the quarter with the completion of the project.

Other income increased by \$18.8 million compared to last year's fourth quarter. During the quarter, TXI sold its sand and gravel operations in Southern Louisiana. The transaction resulted in a pretax gain of \$10.1 million. The sale consisted of five operations that had combined shipments of approximately 3 million tons in fiscal year 2008. During the same quarter, the Company sold surplus real estate associated with sand and gravel operations in the North Texas region which resulted in a pre-tax gain of \$5.1 million and also sold emissions credits related to cement operations in California that resulted in a pre-tax gain of \$3.9 million.

Fiscal Year Ended May 31, 2008

Net sales for fiscal year 2008 were up 3% compared to a year ago. Average realized prices for aggregate and ready-mix concrete products increased 6% and 7%, respectively, while cement prices declined by 2%. Ready-mix concrete shipments increased 5% and cement and aggregate shipments both declined 1%.

Net income for the year ended May 31, 2008 equaled \$87.4 million (\$3.14 per share). For the same period ended May 31, 2007 net income equaled \$100.9 million (\$3.80 per share). Net income for 2008 included after-tax gains from the aggregate and emission sale transactions mentioned previously totaling \$12.0 million (\$.43 per share). Net income for 2007 included an after-tax gain of \$12.9 million (\$.47 per share) that resulted from the settlement of the U.S. antidumping order on Mexican cement.

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Declining production and impaired efficiencies associated with the old cement plant in California reduced pre-tax income by approximately \$33.6 million during fiscal year 2008 compared to 2007. Higher energy and maintenance outage costs related to Texas cement production reduced pre-tax income by \$7.7 million and \$9.2 million, respectively, while increased diesel costs for aggregate and ready-mix concrete operations reduced pre-tax income by approximately \$6.1 million.

Total selling, general and administrative expenses declined \$11.9 million, primarily due to an \$8.8 million decline in stock-based compensation and a decline of \$11.8 million in incentive expense offset somewhat by increased retirement, insurance and other expense. Interest expense declined \$11.6 million as a result of capitalized interest related to cement plant modernization and expansion projects.

Other income declined \$5.1 million compared to last year. Fiscal year 2007 other income included \$19.8 million in income from distributions relating to the U.S. antidumping settlement on cement imports from Mexico. Fiscal year 2008 other income included gains totaling \$19.1 million from the aggregate and emissions sale transactions already mentioned. The remaining difference in other income was primarily due to lower interest income in 2008.

A teleconference will be held today, July 10, 2008 at 1:00 p.m. Central Daylight Time to further discuss year-end results. A real-time webcast of the conference is available by logging on to TXI's website at www.txi.com.

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, unexpected periods of equipment downtime, changes in costs of raw materials, fuel and energy, the impact of environmental laws, regulations and claims and risks and uncertainties described in the Company's reports on SEC Forms 10-K, 10-Q and 8-K.

TXI is the largest producer of cement in Texas and a major cement producer in California. TXI is also a major supplier of construction aggregates, ready-mix concrete and concrete products.

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CONSOLIDATED STATEMENTS OF OPERATIONS
TEXAS INDUSTRIES, INC. AND SUBSIDIARIES

In thousands except per share	Three months ended May 31,		Year ended May 31,	
	2008	2007	2008	2007
NET SALES	\$ 266,392	\$ 261,995	\$1,028,854	\$ 996,250
Cost of products sold	<u>218,331</u>	<u>191,063</u>	<u>835,019</u>	<u>760,160</u>
GROSS PROFIT	48,061	70,932	193,835	236,090
Selling, general and administrative	32,256	29,425	96,220	108,106
Interest	2,505	600	2,505	14,074
Other income	<u>(23,782)</u>	<u>(4,983)</u>	<u>(31,563)</u>	<u>(36,581)</u>
	<u>10,979</u>	<u>25,042</u>	<u>67,162</u>	<u>85,599</u>
INCOME BEFORE INCOME TAXES	37,082	45,890	126,673	150,491
Income taxes	<u>11,521</u>	<u>15,779</u>	<u>39,259</u>	<u>49,584</u>
NET INCOME	<u>\$ 25,561</u>	<u>\$ 30,111</u>	<u>\$ 87,414</u>	<u>\$ 100,907</u>
Net income per share				
Basic	\$.93	\$ 1.12	\$ 3.19	\$ 4.06
Diluted	<u>\$.92</u>	<u>\$ 1.09</u>	<u>\$ 3.14</u>	<u>\$ 3.80</u>
Average shares outstanding				
Basic	27,456	26,860	27,383	24,815
Diluted	<u>27,884</u>	<u>27,847</u>	<u>27,860</u>	<u>27,684</u>
Cash dividends per share	<u>\$.075</u>	<u>\$.075</u>	<u>\$.30</u>	<u>\$.30</u>
Major product shipments				
Cement (tons)	1,284	1,325	5,035	5,074
Stone, sand and gravel (tons)	5,427	5,553	21,851	22,114
Ready-mix concrete (cubic yards)	939	970	3,844	3,665
Major product prices				
Cement (\$/ton)	\$92.46	\$95.48	\$93.07	\$95.06
Stone, sand and gravel (\$/ton)	7.69	7.51	7.44	7.03
Ready-mix concrete (\$/cubic yard)	81.84	77.74	80.83	75.87