



November 27, 2006

FOR IMMEDIATE RELEASE

Grand Cayman, Cayman Islands

Caribbean Utilities Company, Ltd. is listed for trading in United States dollars on the Toronto Stock Exchange under the trading symbol "CUP.U".

CUC Announces Second Quarter Results for the Period Ended October 31, 2006

Grand Cayman, Cayman Islands- Caribbean Utilities Company, Ltd. ("CUC" or "the Company") announced today its unaudited results for the second quarter ended October 31, 2006 (all figures in United States dollars).

"CUC completed a strong second quarter and half-year 2007 fiscal performance due to a combination of strong organic growth and the hurricane recovery," remarked Richard Hew, CUC President and Chief Executive Officer. "Second quarter earnings on Class A Ordinary Shares were \$6.7 million, or \$0.27 per share, compared to \$6.5 million, or \$0.26 per share, for second quarter 2006. Year-to-date earnings on Class A Ordinary Shares were \$14.4 million, or \$0.57 per share, a 9% increase over \$13.2 million, or \$0.52 per share, in fiscal 2006."

Operating revenues for the second quarter were \$42.9 million, a 19% increase over \$35.9 million for the same period last year. Operating revenues for the six months ended October 31, 2006 totaled \$84.2 million, a 24% increase from \$67.7 million for the first six months of fiscal 2006.

Second quarter electricity sales increased 10% over last year to 134.6 million kiloWatt-hours ("kWh"). Year-to-date electricity sales increased 12% to 265.6 million kWh. Fiscal 2007 sales growth is forecasted at 10%. Total customers as at October 31, 2006 were 22,052, an increase of 9% over last year. Generating capacity at quarter-end was 120 MW, and CUC reached a new record peak load of 86.8 MW in October.

Reliability to customers for the second quarter, as measured by the Average Service Availability Index, was 99.92% compared to 99.82% a year ago. Year-to-date reliability was 99.93% compared to 99.81% a year ago. CUC recently completed two capital projects that will greatly improve reliability: (1) the refurbished and upgraded engine room containing four hurricane-damaged Caterpillar units, totaling 16.8 MW, that have been restored and returned to service; and (2) a newly installed 8.4 MW MAN gas turbine that is also available for service.

"Rising fuel costs in spring and summer 2006 significantly affected our customers through an increased fuel factor," noted Mr. Hew. "While we have no control over fuel price fluctuations, we are concerned about their impact on customers. Therefore, we were pleased to see fuel prices

fall in September and October, which will reduce the fuel factor and provide relief to customers beginning in December. We continue to provide information and free energy audits through our Energy Smart programme to help customers reduce their electricity consumption. CUC also continues to explore alternative energy technologies that may prove viable for Grand Cayman.”

“We are delighted to announce the promotion of Andrew Small to Vice-President Production in August and welcome him to the executive team,” said Mr. Hew. “Andrew is a CUC scholarship recipient who, like many young Caymanians, has risen through the ranks of the Company while contributing greatly to its success.”

The Board of Directors declared in early November a regular quarterly dividend of US\$0.165 per Class A Ordinary Share, or an annualized dividend of US\$0.66 per share, which will be payable December 11, 2006 to shareholders of record November 20, 2006.

CUC’s Second Quarter Report for the period ended October 31, 2006 is incorporated by reference to this release and can be accessed by clicking the link below:

<http://files.newswire.ca/520/cuc.pdf>

The release and Second Quarter Report can be accessed at www.cuc-cayman.com (Investor Relations/Press Releases) and at www.sedar.com.

CUC is the sole provider of electricity to Grand Cayman, Cayman Islands and operates under a 25-year exclusive Licence with the Government of the Cayman Islands, which expires in January 2011. Further information is available at www.cuc-cayman.com.

Caribbean Utilities Company, Ltd. (“CUC” or “the Company”), on occasion, includes forward-looking statements in its media releases, Canadian securities regulatory authorities filings, shareholder reports and other communications. Forward-looking statements are based on underlying assumptions by their very nature and are subject to certain risks and uncertainties that may cause actual results to vary from plans, targets and estimates. Such risks and uncertainties include but are not limited to general economic, market and business conditions, regulatory developments and weather conditions. CUC cautions readers that actual results may vary significantly from those expected should certain risks or uncertainties materialize or should underlying assumptions prove incorrect. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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