

Condensed Interim Financial Statements for the Nine Months Ended 30 September 2017

CHAIRMAN'S STATEMENT

I am pleased to report that for the first nine months of the year, 1 January 2017 to 30 September 2017, Trinidad and Tobago NGL Limited ("TTNGL"/"Company") has recorded Profit after Tax of \$150.7 million. This represents an approximate \$34.8 million or 30.0% improvement over the corresponding period in 2016 when \$115.9 million was recorded. Earnings per share for the period were \$0.97, compared to \$0.75 for 2016. This represents an increase of \$0.22 or 29.3% over the prior period.

The improved performance was driven by the higher share of profit from TTNGL's investment in Phoenix Park Gas Processors Limited ("PPGPL"). PPGPL continues to focus on optimising efficiencies despite the challenge of lower natural gas volumes to Point Lisas for processing. PPGPL's results were also buoyed by enhanced Mont Belvieu product prices during the reporting period. Product prices for 2017 were 29.1% higher than the corresponding period in 2016.

TTNGL continues to be a well-managed public company which has satisfied all statutory and reporting obligations of the Trinidad & Tobago Stock Exchange and the Trinidad & Tobago Securities and Exchange Commission. The Board is committed to and has met the highest standards of governance.

Since the successful Additional Public Offering in June 2017, shareholders who acquired shares at that time have earned a return of 12.2%. Shareholders, who acquired TTNGL shares at the time of the Initial Public Offering in August 2015, have been rewarded with a 32.8% return.

Additionally, the Board is pleased to advise that in 2017, an Employee Share Ownership Plan ("ESOP"/"Plan") will be introduced for employees of the participating companies within the NGC Group of Companies (NGC, National Energy Corporation, NGC CNG and PPGPL). TTNGL will act as the sponsor of the ESOP. All costs associated with the Plan will be borne by the previously mentioned participating companies. The establishment of the ESOP is an extremely innovative and progressive step for companies in the state sector.

Finally, TTNGL will continue to prudently manage its strong cash and balance sheet position and maintains a cautiously optimistic outlook for the future.


Gerry C. Brooks
 Chairman
 23 October 2017



TTNGL Board (L-R): Vivek Charran; Ashmeer Mohamed; Gerry C. Brooks (Chairman); Kenneth Allum and Professor Andrew Jupiter.

STATEMENT OF CHANGES IN EQUITY

	Share capital \$'000	Translation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Nine months ended 30 September 2017				
Balance at 1 January 2017	2,772,120	146,005	442,529	3,360,654
Profit for the year	--	--	150,670	150,670
Other comprehensive income	--	(2,127)	--	(2,127)
Dividends	--	--	(232,200)	(232,200)
Balance at 30 September 2017	2,772,120	143,878	360,999	3,276,997
Nine months ended 30 September 2016				
Balance at 1 January 2016	2,772,120	(19,194)	495,161	3,248,087
Profit for the year	--	--	115,925	115,925
Other comprehensive income	--	150,407	--	150,407
Dividends	--	--	(232,200)	(232,200)
Balance at 30 September 2016	2,772,120	131,213	378,886	3,282,219
Year ended 31 December 2016				
Balance at 1 January 2016	2,772,120	(19,194)	495,161	3,248,087
Profit for the year	--	--	179,568	179,568
Other comprehensive income	--	165,199	--	165,199
Dividends	--	--	(232,200)	(232,200)
Balance at 31 December 2016	2,772,120	146,005	442,529	3,360,654

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited		Unaudited		Audited
	Three months ended 30 Sep 2017 \$'000	Three months ended 30 Sep 2016 \$'000	Nine months ended 30 Sep 2017 \$'000	Nine months ended 30 Sep 2016 \$'000	Year ended 31 Dec 2016 \$'000
Income					
Share of profit from investment in joint venture	59,813	44,078	152,521	117,565	163,955
Interest Income	146	106	465	106	219
Total income	59,959	44,184	152,986	117,671	164,174
Expenses					
Impairment reversal	--	--	--	--	17,831
Legal and professional fees	(169)	--	(763)	(548)	(704)
Other expenses	(169)	(337)	(358)	(773)	(956)
Profit before tax	59,621	43,847	151,865	116,350	180,345
Income tax expense	(419)	(115)	(1,195)	(425)	(777)
Profit for the period	59,202	43,732	150,670	115,925	179,568
Other comprehensive income:					
Exchange translation differences, net of tax	(11,925)	32,437	(2,127)	150,407	165,199
Other comprehensive income	(11,925)	32,437	(2,127)	150,407	165,199
Total comprehensive profit	47,277	76,169	148,543	266,332	344,767
Earnings per share					
Basic (dollars per share)	0.38	0.28	0.97	0.75	1.16
Diluted (dollars per share)	0.38	0.27	0.97	0.75	1.16

STATEMENT OF FINANCIAL POSITION

	Unaudited		Audited
	30 Sep 2017 \$'000	30 Sep 2016 \$'000	31 Dec 2016 \$'000
Investment in joint venture	3,003,832	2,945,645	2,985,162
Total non-current assets	3,003,832	2,945,645	2,985,162
Due from parent company	--	182,418	--
Dividend receivable	13,147	13,091	13,155
Cash and cash equivalents	260,975	144,106	366,080
Total current assets	274,122	339,615	379,235
Total assets	3,277,954	3,285,260	3,364,397
Equity			
Share capital	2,772,120	2,772,120	2,772,120
Translation reserve	143,878	131,213	146,005
Retained earnings	360,999	378,886	442,529
Total shareholder's equity	3,276,997	3,282,219	3,360,654
Current liabilities			
Due to parent company/related party	256	3,041	3,332
Trade and other payables	701	--	175
Income tax payable	--	--	236
Total liabilities	957	3,041	3,743
Total equity and liabilities	3,277,954	3,285,260	3,364,397

STATEMENT OF CASH FLOW

	Unaudited		Audited
	30 Sep 2017 \$'000	30 Sep 2016 \$'000	31 Dec 2016 \$'000
Cash flows from operating activities			
Profit for the year before taxation	151,865	116,350	180,345
Impairment reversal	--	--	(17,831)
Interest and other investment income	(465)	(106)	(219)
Share of income from investment in joint venture	(152,521)	(117,565)	(163,955)
	(1,121)	(1,321)	(1,660)
(Decrease)/Increase in amount due to related party	(3,074)	1,937	2,172
Decrease in trade and other receivables	--	--	436,972
Increase/(Decrease) in trade and other payables	290	(58)	(20,035)
Cash flows from operating activities	(3,905)	558	417,449
Taxation paid	(1,203)	(425)	(544)
Net cash flow (used in)/provided by operating activities	(5,108)	133	416,905
Cash flows from investing activities			
Interest and other investment income	465	106	219
Dividends from joint venture	131,676	143,998	181,294
Net cash generated from investment activities	132,141	144,104	181,513
Cash flows from financing activities			
Dividends paid	(232,200)	--	(232,200)
Net cash used in financing activities	(232,200)	--	(232,200)
Net (decrease)/increase in cash and cash equivalents	(105,167)	144,237	366,218
Net foreign exchange differences	62	(131)	(138)
Cash and cash equivalents at 1 January	366,080	--	--
Cash and cash equivalents at end of period	260,975	144,106	366,080

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

1. Basis of preparation

These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements for the year ended 31 December 2016. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 23 October 2017.

2. Significant Accounting Policies

The accounting policies applied in these unaudited condensed interim statements are consistent with those applied in the audited financial statements for the year ended 31 December 2016.

3. Currency

All monetary amounts are stated in Trinidad and Tobago dollars.



Trinidad and Tobago NGL Limited