



**THE NATIONAL GAS COMPANY  
OF TRINIDAD AND TOBAGO LIMITED**

# SUMMARY OF CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2012

## CHAIRMAN'S REPORT

I am pleased to report that the financial performance of The National Gas Company of Trinidad and Tobago Limited (NGC) for 2012 shows Sales turnover of TT\$18.4 billion and after tax profits of TT\$3.9 billion.

NGC's core business of purchase, transportation and sale of natural gas as well as dividend income received from its key strategic investments in the liquefied natural gas (LNG) and natural gas liquids (NGL) business remained stable. NGC continued its infrastructure development works to expand its offshore and onshore pipeline network.

During 2012, the Company continued to work on the completion of the Tobago Pipeline, which should be completed in Quarter 2 2013, as well as the pursuit of both upstream and downstream gas-related investment opportunities which will present NGC with an attractive opportunity to diversify its asset base.

I am further pleased to advise that NGC has maintained its international reputation by having its credit rating reconfirmed by international and regional rating agencies viz: Standard & Poor's – A-, Moody's – Baa1 and CariCRIS – AAA.

**R.C. Chadeesingh**  
Chairman

## SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Expressed in Trinidad and Tobago dollars)

	2012 \$'000	2011 \$'000
<b>Assets</b>		
Non-Current Assets	17,271,173	17,918,017
Current Assets	20,817,328	17,179,545
<b>Total Assets</b>	<b>38,088,501</b>	<b>35,097,562</b>
<b>Equity and Liabilities</b>		
Stated Capital	1,855,266	1,855,266
Reserves	2,916,111	3,169,611
Retained Earnings	20,723,026	18,433,495
Equity attributable to:		
- Equity holders of the Parent	25,494,403	23,458,372
- Minority Interests	448,725	524,416
<b>Total Equity</b>	<b>25,943,128</b>	<b>23,982,788</b>
Non-Current Liabilities	6,452,738	6,324,218
Current Liabilities	5,692,635	4,790,556
<b>Total Equity and Liabilities</b>	<b>38,088,501</b>	<b>35,097,562</b>

## INDEPENDENT AUDITOR'S REPORT

The accompanying summary consolidated financial statements, which comprise the consolidated statement of financial position as at 31 December 2012 and the consolidated statement of comprehensive income, changes in equity and cash flows for the year then ended, and the related notes, are derived from the audited financial statements of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries (the "Group") for the year ended 31 December, 2012. We expressed an unmodified audit opinion on those financial statements in our report dated 30 April, 2013. Those financial statements, and the summary consolidated financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited financial statements of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries.

## Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements with the basis of criteria established by management as described in Note 1.

## Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with the International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements".

## Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries for the year ended 31 December, 2012 are consistent, in all material respects, with those financial statements, on the basis of management's established criteria described in Note 1.

**Port of Spain  
Trinidad  
30 April, 2013**



**THE NATIONAL GAS COMPANY  
OF TRINIDAD AND TOBAGO LIMITED**

# SUMMARY OF CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2012

## SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(Expressed in Trinidad and Tobago dollars)

	2012 \$'000	2011 \$'000
Sales	<b>18,354,479</b>	18,994,360
Gross profit	<b>4,766,011</b>	5,420,357
Other operating income	<b>369,563</b>	372,211
Interest and other investment income	<b>861,468</b>	712,479
Share of income from joint venture	<b>696,329</b>	1,053,778
Administrative, maintenance & general expenses	<b>(918,884)</b>	(822,245)
Finance costs	<b>(249,433)</b>	(277,715)
Other	<b>(82,788)</b>	(41,880)
Profit before tax	<b>5,442,266</b>	6,416,985
Income tax expense	<b>(1,512,034)</b>	(1,812,114)
Profit for the year	<b>3,930,232</b>	4,604,871
<b>Other comprehensive income</b>		
Net (loss)/gain on available-for-sale financial assets	<b>(98,993)</b>	473,040
Foreign currency translation	<b>(117,476)</b>	101,192
Other comprehensive (loss)/income for the year, net of tax	<b>(216,469)</b>	574,232
<b>Total comprehensive income for the year</b>	<b>3,713,763</b>	5,179,103
Attributable to:		
- Equity holders of the Parent	<b>3,536,031</b>	4,913,682
- Minority interests	<b>177,732</b>	265,421
	<b>3,713,763</b>	5,179,103

## SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed in Trinidad and Tobago Dollars)

	2012 \$'000	2011 \$'000
Cash flows from operating activities		
Profit before tax	<b>5,442,266</b>	6,416,985
Adjustment for non-cash items	<b>(701,286)</b>	(884,760)
Operating profit before working capital changes	<b>4,740,980</b>	5,532,225
Changes in working capital	<b>998,816</b>	(1,058,358)
Cash generated from operations	<b>5,739,796</b>	4,473,867
Net taxation, interest and pension contributions paid	<b>(1,460,466)</b>	(1,128,789)
Net cash generated from operating activities	<b>4,279,330</b>	3,345,078
Net cash generated from investing activities	<b>2,506,522</b>	1,628,814
Net cash used in financing activities	<b>(1,622,180)</b>	(1,228,384)
Net increase in cash and cash equivalents	<b>5,163,672</b>	3,745,508
Net foreign exchange differences	<b>(49,973)</b>	13,595
Cash and cash equivalents beginning of year	<b>7,229,754</b>	3,470,651
Cash and cash equivalents end of year	<b>12,343,453</b>	7,229,754

## NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

(Expressed in Trinidad and Tobago Dollars)

### 1. Basis of preparation

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of The National Gas Company of Trinidad & Tobago Limited and its subsidiaries for the year ended 31 December 2012 prepared in accordance with International Financial Reporting Standards.

## SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Expressed in Trinidad and Tobago dollars)

	Attributable to Equity Holders of the Parent				Total Total \$'000	Minority interests \$'000	Total equity \$'000
	Stated capital \$'000	Reserve fund \$'000	Other reserves \$'000	Retained earnings \$'000			
<b>Year ended 31 December, 2011</b>							
Balance at 1 January, 2011	1,855,266	438,192	2,199,489	14,966,743	19,459,690	440,154	19,899,844
Total comprehensive income for the year	-	-	571,473	4,342,209	4,913,682	265,421	5,179,103
Transfer of depreciation for offshore plant and equipment and pipelines	-	-	(389,543)	39,543	-	-	-
Dividends	-	-	-	(915,000)	(915,000)	(181,159)	(1,096,159)
Balance as at 31 December, 2011	<u>1,855,266</u>	<u>438,192</u>	<u>2,731,419</u>	<u>18,433,495</u>	<u>23,458,372</u>	<u>524,416</u>	<u>23,982,788</u>
<b>Year ended 31 December, 2012</b>							
Balance at 1 January, 2012	<b>1,855,266</b>	<b>438,192</b>	<b>2,731,419</b>	<b>18,433,495</b>	<b>23,458,372</b>	<b>524,416</b>	<b>23,982,788</b>
Total comprehensive income for the year	-	-	(214,084)	3,750,115	3,536,031	177,732	3,713,763
Transfer of depreciation for offshore plant and equipment and pipelines	-	-	(39,416)	39,416	-	-	-
Dividends	-	-	-	(1,500,000)	(1,500,000)	(253,423)	(1,753,423)
Balance as at 31 December, 2012	<u>1,855,266</u>	<u>438,192</u>	<u>2,477,919</u>	<u>20,723,026</u>	<u>25,494,403</u>	<u>448,725</u>	<u>25,943,128</u>