



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

SUMMARY OF CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2013

CHAIRMAN'S REPORT

I am pleased to report that the financial performance of The National Gas Company of Trinidad and Tobago Limited (NGC) for 2013 shows a Sales turnover of TT\$22.4 billion and after tax profits of TT\$6.5 billion.

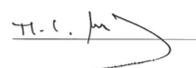
NGC's core business of purchase, transmission, distribution, processing and sale of natural gas and the aggregation, fractionation and marketing of natural gas liquids in Trinidad and Tobago, oil and gas exploration, as well as dividend income received from its key strategic investments in the liquefied 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 2013, the Group acquired new upstream investments in Block 2c and Block 3a of the Greater Angostura Field at a cost of TT\$3.537 billion (US\$549.48 million). On acquisition the Company obtained the right to economic benefits

from these investments totaling TT\$1.248 billion.

In addition, thirty-nine percent (39%) interest was acquired in Phoenix Park Gas Processors Limited (PPGPL) via the purchase of the United States Company Conoco Phillips Trinidad & Tobago Holdings Inc. at a cost of TT\$3.863 billion (US\$600 million). As a result, the Company recognized a fair value gain of TT\$1.263 billion on the previously held interest in PPGPL.

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)

	2013 \$'000	2012 \$'000
Assets		
Non-Current Assets	28,632,180	17,281,129
Current Assets	16,495,861	20,807,372
Total Assets	45,128,041	38,088,501
Equity and Liabilities		
Stated Capital	1,855,266	1,855,266
Reserves	438,192	438,192
Other Reserves	3,075,536	2,478,834
Retained Earnings	23,365,380	20,722,111
Equity attributable to:		
- Equity holders of the Parent	28,734,374	25,494,403
- Minority Interests	1,063,166	448,725
Total Equity	29,797,540	25,943,128
Non-Current Liabilities	9,459,878	6,452,738
Current Liabilities	5,870,623	5,692,635
Total Equity and Liabilities	45,128,041	38,088,501

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of
The National Gas Company of Trinidad and Tobago Limited

The accompanying Summary Consolidated Financial Statements, which comprise the Summary Consolidated Statement of Financial Position as at 31 December, 2013, the Summary Consolidated Statement of Profit or Loss and Other Comprehensive Income, Summary Consolidated Statement of Changes in Equity and Summary Consolidated Statement of Cash Flows for the year then ended, and related notes, are derived from the Audited Consolidated Financial Statements of The National Gas Company of Trinidad and Tobago Limited for the year ended 31 December, 2013. We expressed an unmodified audit opinion on those Consolidated Financial Statements in our report dated 12 August, 2014. Those consolidated financial statements, and the Summary Financial Statements, do not reflect the effects of events that occurred subsequent to the date of our report on those Consolidated Financial Statements.

The Summary Consolidated Financial Statements do not contain all the disclosures required by International Financial Reporting Standards applied in the preparation of the audited Consolidated Financial Statements of The National Gas Company of Trinidad and Tobago Limited. Reading the Summary Consolidated Financial Statements, therefore, is not a substitute for reading the Audited Consolidated Financial statements of The National Gas Company of Trinidad and Tobago Limited.

Management's Responsibility for the Summary Consolidated Financial Statements
Management is responsible for the preparation of a summary of the Audited Consolidated Financial Statements in accordance with the criteria established by management as described by Note 1.

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

Opinion
In our opinion, the Summary Consolidated Financial Statements of The National Gas Company of Trinidad and Tobago Limited for the year ended 31 December, 2013 are consistent, in all material respects, with the Audited Consolidated Financial Statements of the Group, in accordance with criteria established by management as described in Note 1.

Other matter
The Consolidated Financial Statements of the Group for the year ended 31 December 2012 were audited by another auditor who expressed an unmodified opinion on those statements on 30 April, 2013.



Deloitte & Touche
Port of Spain, Trinidad
16 September, 2014

SUMMARY OF CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2013

SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(Expressed in Trinidad and Tobago dollars)

	2013 \$'000	2012 \$'000
Sales	22,373,183	18,354,479
Gross profit	7,526,374	4,766,011
Other operating income	347,250	369,563
Interest and other investment income	1,114,687	861,468
Fair value gain on step up acquisition	1,263,086	-
Other income on asset acquisition	1,247,835	-
Share of income from joint venture	-	696,329
Administrative, maintenance & general expenses	(1,500,662)	(885,793)
Finance costs	(211,273)	(249,433)
Other expenses	(74,168)	(82,788)
Profit before tax	9,713,129	5,475,357
Income tax expense	(3,199,228)	(1,525,329)
Profit for the year after taxation	6,513,901	3,950,028
Other comprehensive income, net of taxes:		
Items that will not be reclassified subsequently to profit or loss		
Re-measurement of net defined benefit liability	(184,957)	(33,091)
Income tax relating to net defined benefit liability	77,044	13,295
Foreign currency translation	222,247	(117,476)
	114,334	(137,272)
Items that may be reclassified subsequently to profit or loss		
Net gain/(loss) on available-for-sale financial assets	422,742	(98,993)
Total other comprehensive income for the year, net of tax	537,076	(236,265)
Total comprehensive income for the year	7,050,977	3,713,763
Attributable to:		
- Equity holders of the Parent	6,789,971	3,536,031
- Minority interests	261,006	177,732
	7,050,977	3,713,763

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Expressed in Trinidad and Tobago dollars)

	Attributable to Equity Holders of the Parent					Minority interests \$'000	Total equity \$'000
	Stated capital \$'000	Reserve fund \$'000	Other reserves \$'000	Retained earnings \$'000	Total \$'000		
Year ended 31 December 2012							
Balance at 1 January 2012	1,855,266	438,192	2,731,419	18,433,495	23,458,372	524,416	23,982,788
Total comprehensive income for the year	-	-	(213,169)	3,749,200	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	1,855,266	438,192	2,478,834	20,722,111	25,494,403	448,725	25,943,128
Year ended 31 December 2013							
Balance at 1 January 2013	1,855,266	438,192	2,478,834	20,722,111	25,494,403	448,725	25,943,128
Non-controlling interest on acquisition of PPGPL	-	-	-	-	-	604,846	604,846
Total comprehensive income for the year	-	-	636,228	6,153,743	6,789,971	261,006	7,050,977
Transfer of depreciation for offshore plant and equipment and pipelines	-	-	(39,526)	39,526	-	-	-
Dividends	-	-	-	(3,550,000)	(3,550,000)	(251,411)	(3,801,411)
Balance as at 31 December 2013	1,855,266	438,192	3,075,536	23,365,380	28,734,374	1,063,166	29,797,540

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS (Expressed in Trinidad and Tobago dollars)

	2013 \$'000	2012 \$'000
Cash flows from operating activities		
Profit before tax	9,713,129	5,475,357
Adjustment for non-cash items	(2,489,285)	(734,377)
Operating profit before working capital changes	7,223,844	4,740,980
Changes in working capital	654,827	998,816
Cash generated from operations	7,878,671	5,739,796
Net taxation, interest and pension contributions paid	(2,854,059)	(1,460,466)
Net cash generated from operating activities	5,024,612	4,279,330
Net cash (used in)/ generated from investing activities	(4,965,119)	2,506,522
Net cash used in financing activities	(4,780,896)	(1,622,180)
Net (decrease)/increase in cash and cash equivalents	(4,721,403)	5,163,672
Net foreign exchange differences	(31,225)	(49,973)
Cash and cash equivalents beginning of year	12,343,453	7,229,754
Cash and cash equivalents end of year	7,590,825	12,343,453

NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 (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 Profit or Loss and Other 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 and Tobago Limited and its subsidiaries for the year ended 31 December 2013 prepared in accordance with International Financial Reporting Standards. Copies of the Audited Consolidated Financial Statements of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries for the year ended 31 December 2013 can be requested from the Information Services Department of The National Gas Company of Trinidad and Tobago Limited, Orinoco Drive, Point Lisas Industrial Estate, Couva.