



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

# Summary Consolidated Financial Statements for the Year Ended 31 December 2021

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

In 2021, The NGC Group of Companies joined the rest of the world in navigating the way forward from a tumultuous 2020. We continued to leverage our people, technology and partnerships to deliver our critical operational functions and strengthen our presence along the gas value chain, while continuing the journey towards a sustainable energy future.

The COVID-19 pandemic continued to impact our business through the year, but with far more favourable outcomes compared to 2020. The Group recorded a profit of TT\$2.6B for the financial year ended 31 December 2021, as compared to a loss of TT\$2.1B in 2020. The Group's revenues of TT\$23.6B were TT\$12.2B greater than revenues of TT\$11.4B for 2020. The rebound in commodity prices positively impacted revenues and margins. Prices of Ammonia, Methanol, Liquefied Natural Gas and Natural Gas Liquids increased by 190%, 92%, 911% and 112% respectively.

Bolstering our strong performance were several operational achievements. Parent NGC concluded gas deals with DeNovo in the upstream and Trinidad Nitrogen Company Limited (TRINGEN) and Methanol Holdings (Trinidad) Limited (MHTL) in the downstream after lengthy negotiations; increased its shareholding in Block 3(a) from 11.41% to 31.54% with the acquisition of Heritage Petroleum's Non-Operated Joint Venture (NOJV) participating interest; and is remotely delivering its first international technical services project in Ghana. Also on the international front, following the purchase of the NGL marketing assets of Twin Eagle Liquids Marketing LLC in 2020, PPGPL's North American subsidiary delivered a robust performance in its first full year of operations.

We also made significant progress in advancing our green agenda. Subsidiary National Energy completed installation of a rooftop solar array to power operations at the multi-fuelling station opened at Preysal. National Energy also joined NGC in signing Memoranda of Understanding with Kenesjay Green Limited to examine the feasibility of green hydrogen for Trinidad and Tobago, and with The Trinidad and Tobago Solid Waste Management Company Limited (SWMCOL) to explore commercialisation of landfill gas. To support public education and awareness around the green agenda, NGC launched a new website called CariGreen, to serve as a central repository for investor, academic and citizen research into clean energy in the Caribbean. NGC was appointed to the National Council for Sustainable Development, and for the first time partnered with Orbital Eye for ROW monitoring and going further on methane monitoring. NGC also sponsored the inaugural Green Award, launched in partnership with the Trinidad and Tobago Chamber of Industry and Commerce, to encourage businesses to 'green' their business plans and processes.

These achievements – a mere capsule of the work delivered in 2021 – testify to the vision, talent and dedication of our people, whose contributions I acknowledge with deep gratitude. I also thank my colleagues on the various Boards of The NGC Group as well as our teams, for their unstinting support over the past twelve months.

Looking now to the future, we have stepped into 2022 as a resilient, profitable, evolving Group of energy companies, with a new strategic direction shaped by the clean energy landscape. We are intent in our aim to continue to be a model of prosperity and a player in the new energy age as we work to ensure the Company's continued growth, success and sustainability for the future.

**Dan Russell Ethan Martineau**  
Director

**Howard A.W. Dottin**  
Director

## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

To the shareholders of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries

### Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2021, the summary consolidated statement of profit or loss, summary consolidated statement of 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 and its subsidiaries ('the Group') for the year ended 31 December 2021.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements described in Note 1.

### Summary Consolidated 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 and the auditors' report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditors' report thereon. The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

### The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 5 August 2022.

### Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements described in Note 1.

### Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

**Deloitte & Touche**  
Daryl Walcott-Grappie (ICATT #1248)  
Trinidad  
10 August, 2022



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

## Summary Consolidated Financial Statements for the Year Ended 31 December 2021

### SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

(Expressed in Trinidad and Tobago dollars)

|   | 2021<br>\$'000    | 2020<br>\$'000    |
|---|-------------------|-------------------|
| <b>Assets</b>                                     |                   |                   |
| Non-current assets                                | 27,787,362        | 27,680,891        |
| Current assets                                    | 14,173,151        | 10,452,158        |
| <b>Total assets</b>                               | <b>41,960,513</b> | <b>38,133,049</b> |
| <b>Equity and liabilities</b>                     |                   |                   |
| Share capital                                     | 1,855,266         | 1,855,266         |
| Reserve fund                                      | 438,192           | 438,192           |
| Other reserves                                    | 4,132,107         | 4,242,781         |
| Retained earnings                                 | 15,626,460        | 13,032,618        |
| Total equity attributable to owners of the parent | 22,052,025        | 19,568,857        |
| Non-controlling interest                          | 2,654,861         | 2,504,716         |
| Total equity                                      | 24,706,886        | 22,073,573        |
| Non-current liabilities                           | 11,596,832        | 12,328,346        |
| Current liabilities                               | 5,656,795         | 3,731,130         |
| <b>Total equity and liabilities</b>               | <b>41,960,513</b> | <b>38,133,049</b> |

### SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Trinidad and Tobago dollars)

|   | 2021<br>\$'000    | 2020<br>\$'000     |
|---|-------------------|--------------------|
| <b>Revenue</b>  | <b>23,608,547</b> | <b>11,413,901</b>  |
| <b>Profit before exceptional items, finance cost and share of associate</b> | <b>3,351,105</b>  | <b>1,200,665</b>   |
| Exceptional items   | 1,660,043         | (4,189,642)        |
| <b>Profit/(loss) before finance cost and share of associate</b>             | <b>5,011,148</b>  | <b>(2,988,977)</b> |
| Share of profit/ (loss) from associate                                      | 48,915            | (39,185)           |
| Finance cost  | ( 201,132)        | (161,743)          |
| <b>Profit/(loss) before taxation</b>  | <b>4,858,931</b>  | <b>(3,189,905)</b> |
| Taxation  | (2,290,300)       | 1,055,302          |
| <b>Profit/(loss) for the year after taxation</b>                            | <b>2,568,631</b>  | <b>(2,134,603)</b> |
| <b>Profit/(loss) attributable to:</b>                                       |                   |                    |
| - Owners of the parent  | 2,365,544         | (2,088,252)        |
| -Non-controlling interests  | 203,087           | (46,351)           |
|   | <b>2,568,631</b>  | <b>(2,134,603)</b> |

### SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Trinidad and Tobago dollars)

|  | 2021<br>\$'000   | 2020<br>\$'000     |
|--|------------------|--------------------|
| <b>Profit/(loss) for the year after taxation</b>                 | <b>2,568,631</b> | <b>(2,134,603)</b> |
| Total other comprehensive profit/(loss) for the year, net of tax | 447,661          | (1,239,452)        |
| <b>Total comprehensive profit/(loss) for the year</b>            | <b>3,016,292</b> | <b>(3,374,055)</b> |
| Total comprehensive profit/(loss) for the year Attributable to:  |                  |                    |
| - Owners of the parent   | 2,812,720        | (3,304,969)        |
| - Non-controlling interests                                      | 203,572          | (69,086)           |
|  | <b>3,016,292</b> | <b>(3,374,055)</b> |

### SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Trinidad and Tobago dollars)

|   | 2021<br>\$'000    | 2020<br>\$'000     |
|---|-------------------|--------------------|
| <b>Balance as at 1 January</b>                              | <b>22,073,573</b> | <b>25,606,583</b>  |
| Profit/(loss) for the year after taxation                   | 2,568,631         | (2,134,603)        |
| Revaluation reserve   | 126,200           | (204,117)          |
| Other comprehensive profit/ (loss) for the year, net of tax | 321,461           | (1,035,335)        |
| <b>Total comprehensive profit/(loss) for the year</b>       | <b>3,016,292</b>  | <b>(3,374,055)</b> |
| Dividends   | (382,979)         | (158,955)          |
| <b>Balance as at 31 December</b>                            | <b>24,706,886</b> | <b>22,073,573</b>  |
| Equity attributable to:                                     |                   |                    |
| - Owners of the parent                                      | 22,052,025        | 19,568,857         |
| - Non-controlling interests                                 | 2,654,861         | 2,504,716          |
|   | <b>24,706,886</b> | <b>22,073,573</b>  |





**THE NATIONAL GAS COMPANY  
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## Summary Consolidated Financial Statements for the Year Ended 31 December 2021

### SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Trinidad and Tobago dollars)

|   | 2021<br>\$'000   | 2020<br>\$'000   |
|---|------------------|------------------|
| <b>Cash flows from operating activities</b>                   |                  |                  |
| Profit/(loss) before tax                                      | 4,858,931        | (3,189,905)      |
| Adjustment for non-cash items                                 | (533,227)        | 4,676,815        |
| <b>Operating profit before working capital changes</b>        | <b>4,325,704</b> | <b>1,486,910</b> |
| Changes in working capital                                    | (1,511,506)      | (1,056,295)      |
| <b>Cash generated from operations</b>                         | <b>2,814,198</b> | <b>430,615</b>   |
| Taxation, interest and post retirement contributions paid     | (1,332,930)      | (544,842)        |
| <b>Net cash generated from/(used in) operating activities</b> | <b>1,481,268</b> | <b>(114,227)</b> |
| Net cash generated from investing activities                  | 735,025          | 246,528          |
| Net cash used in financing activities                         | (467,182)        | (379,453)        |
| <b>Net increase/(decrease) in cash</b>                        | <b>1,749,111</b> | <b>(247,152)</b> |
| Net foreign exchange differences                              | 61,577           | 48,909           |
| Cash at beginning of year                                     | 3,407,459        | 3,605,702        |
| <b>Cash at end of year</b>                                    | <b>5,218,147</b> | <b>3,407,459</b> |

### NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

#### 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, summary consolidated statement of 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 2021 prepared in accordance with International Financial Reporting Standards.



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



**PHOENIX PARK  
GAS PROCESSORS LIMITED**



**LA BREA INDUSTRIAL  
DEVELOPMENT COMPANY LIMITED**



**Trinidad and Tobago NGL Limited**



**NGC CNG  
Company Limited**



**National Energy**  
CORPORATION OF TRINIDAD AND TOBAGO