

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For six months ended 30 June, 2010

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

(Expressed in Trinidad and Tobago dollars)

	Attributable to Equity Holders of the Parent					Total \$'000	Minority interests \$'000	Total equity \$'000
	Stated capital \$'000	Capital subscribed \$'000	Reserve fund \$'000	Other reserves \$'000	Retained earnings \$'000			
Balance as at 1 January 2009	1,752,848	–	438,192	536,459	12,529,611	15,257,110	315,496	15,572,606
Total comprehensive income for the period	–	–	–	10,181	612,874	623,055	80,419	703,474
Transfer of depreciation for offshore plant and equipment and pipelines	–	–	–	(12,000)	12,000	–	–	–
Dividends	–	–	–	–	–	–	–	–
Balance as at 30 June 2009	<u>1,752,848</u>	<u>–</u>	<u>438,192</u>	<u>534,640</u>	<u>13,154,485</u>	<u>15,880,165</u>	<u>395,915</u>	<u>16,276,080</u>
Balance at 1 January 2010	1,752,848	102,418	438,192	942,812	13,458,830	16,695,100	333,610	17,028,710
Total comprehensive income for the period	–	–	–	149,055	1,355,987	1,505,042	117,701	1,622,743
Transfer of depreciation for offshore plant and equipment and pipelines	–	–	–	(12,133)	12,133	–	–	–
Dividends	–	–	–	–	(200,000)	(200,000)	–	(200,000)
Balance as at 30 June 2010	<u>1,752,848</u>	<u>102,418</u>	<u>438,192</u>	<u>1,079,734</u>	<u>14,626,950</u>	<u>18,000,142</u>	<u>451,311</u>	<u>18,451,453</u>

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

(Expressed in Trinidad and Tobago dollars)

	30 Jun 2010 \$'000	30 Jun 2009 \$'000
Cash flows from operating activities		
Net profit for the period	2,148,140	937,317
Adjustment for non-cash items	(221,323)	(100,493)
Operating profit before working capital	1,926,817	836,824
Changes in working capital	(535,581)	284,513
Cash generated from operations	1,391,236	1,121,337
Net taxation, interest and pension contributions paid	(562,555)	(389,236)
Net cash generated from operating activities	828,681	732,101
Net cash generated from investing activities	512,383	467,455
Net cash used in financing activities	(456,082)	(415,683)
Net increase in cash and cash equivalents	884,982	783,873
Net foreign exchange differences	79,336	4,972
Cash and cash equivalents beginning of year	2,415,650	1,428,978
Cash and cash equivalents at end of period	<u>3,379,968</u>	<u>2,217,823</u>

The Group's subsidiaries, joint venture and associate are as follows:

Name of Company	Country of Incorporation	Percentage Equity Interest
Subsidiary Companies		
National Energy Corporation of Trinidad and Tobago Limited (NEC)	Trinidad and Tobago	100%
NGC Pipeline Company Limited	Trinidad and Tobago	100%
Trinidad and Tobago LNG Limited	Trinidad and Tobago	100%
La Brea Industrial Development Company Limited (LABIDCO)	Trinidad and Tobago	83%
NGC NGL Company Limited	Trinidad and Tobago	80%
NGC Trinidad and Tobago LNG Company Limited	Trinidad and Tobago	62.16%
Associated Company		
Trinidad and Tobago Marine Petroleum Company Limited (TRINTOMAR)	Trinidad and Tobago	20%
Joint Venture		
Phoenix Park Gas Processors Limited*	Trinidad and Tobago	51%
Others		
Atlantic 1 Holdings LLC**	United States of America	10%
Atlantic LNG 4 Company of Trinidad and Tobago Unlimited***	Trinidad and Tobago	11.11%

* owned by NGC NGL Company Limited

** owned by NGC Trinidad and Tobago LNG Company Limited

*** owned by Trinidad and Tobago LNG Limited

NOTES TO THE SUMMARISED FINANCIAL STATEMENTS FOR THE YEAR PERIOD ENDED 30 JUNE, 2010

1. Incorporation and business activities

The National Gas Company of Trinidad and Tobago Limited and its subsidiaries ("the Group") is a diversified company primarily engaged in the purchase, transmission and distribution of natural gas in Trinidad and Tobago. The Company is wholly owned by the Government of Trinidad and Tobago (GORTT). The Company's registered office is located at Orinoco Drive, Point Lisas Industrial Estate, Point Lisas, Trinidad.

2. i. Basis of preparation

These condensed financial statements have been prepared under the historical cost basis, except for the revaluation of the Group's offshore plant and equipment, pipelines and available-for-sale investments, which have been measured at fair value. The financial statements are presented in Trinidad and Tobago dollars (TT\$).

ii. Statement of compliance

The condensed interim financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRS). They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2009.