

Condensed Interim Financial Statements

For the Three Months Ended 31 March 2018

CHAIRMAN'S STATEMENT

The NGC Group of Companies ('Group'), which Trinidad and Tobago NGL Limited ('TTNGL' and 'Company') is a part of, continues to make positive strides in pursuing its strategic plan which is centered on transforming the Group into a high-performing, agile group of companies. The objective of each company in the Group is to deliver exceptional results to our shareholders thereby enhancing shareholder value. I am pleased to report continuing success in our transformation initiatives which are again reflected in another quarter of strong financial performance by TTNGL. The Company recorded after tax profit of \$61.8 million which represents an 8.6% improvement over the comparative first quarter of 2017. Additionally, earnings per share for Quarter 1 were \$0.40, compared to \$0.37 for the same period in 2017—an improvement of 8.1%.

Improved Company profitability for the first quarter was derived from a higher share of profit from our investment in Phoenix Park Gas Processors Limited ('PPGPL'). This enhanced performance at PPGPL was a result of higher product prices (16.5% above 2017 period), increased Natural Gas Liquids ('NGLs') production from gas processing, the increase in revenue derived from the sale of condensate and continued robust and sustained cost management initiatives.

PPGPL, continues to focus on strategic value creation initiatives and I am pleased to report the

successful implementation of our Condensate Project and the near completion of our Product Trading Project upgrade, scheduled for implementation in May 2018. Both projects were implemented within budget and will add two new sources of income to PPGPL, consistent with the transformation agenda across the Group. This is a positive development for the long-term creation of shareholder value.

NGL production from gas processing improved by 2% above the corresponding 2017 period. These increases were primarily driven by a 3.6% increase in gas supplied to PPGPL by The National Gas Company of Trinidad and Tobago Limited ('NGC'). PPGPL continues to have high operating availability and reliability and has maintained its focus on prudent cost and cash management.

Outlook:

The strategic plan of the NGC Group of Companies is focused on creating value for all stakeholders. The Boards of Directors of TTNGL and PPGPL remain cautiously optimistic in the progress of PPGPL and continue to have confidence in management's ability to produce sustained financial and operating results to all our shareholders.



Gerry C. Brooks
Chairman

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(Amounts expressed in TT\$)

| | Unaudited | | Audited |
|--|--------------------------------|--------------------------------|------------------------|
| | Three months ended 31 Mar 2018 | Three months ended 31 Mar 2017 | Year ended 31 Dec 2017 |
| | \$'000 | \$'000 | \$'000 |
| Income | | | |
| Share of profit from investment in joint venture | 61,422 | 57,227 | 216,560 |
| Interest Income | 140 | 186 | 608 |
| Foreign exchange gain | 1,169 | - | - |
| Total income | 62,731 | 57,413 | 217,168 |
| Expenses | | | |
| Impairment reversal | - | - | 19,499 |
| Legal and professional fees | (431) | (129) | (979) |
| Other expenses | - | - | (290) |
| Profit/(loss) before tax | 62,300 | 57,284 | 235,398 |
| Income tax expense | (476) | (358) | (1,655) |
| Profit for the period | 61,824 | 56,926 | 233,743 |
| Other comprehensive income: | | | |
| Exchange translation differences, net of tax | (14,317) | 211 | 8,459 |
| Other comprehensive loss | (14,317) | 211 | 8,459 |
| Total comprehensive profit/(loss) | 47,507 | 57,137 | 242,202 |
| Earnings per share | | | |
| Basic (dollars per share) | 0.40 | 0.37 | 1.51 |
| Diluted (dollars per share) | 0.40 | 0.37 | 1.51 |

SUMMARY STATEMENT OF FINANCIAL POSITION

(Amounts expressed in TT\$)

| | Unaudited | | Audited |
|-------------------------------------|------------------|------------------|------------------|
| | 31 Mar 2018 | 31 Mar 2017 | 31 Dec 2017 |
| | \$'000 | \$'000 | \$'000 |
| Non-current assets | | | |
| Investment in joint venture | 3,039,675 | 3,003,103 | 3,040,436 |
| Total non-current assets | 3,039,675 | 3,003,103 | 3,040,436 |
| Current assets | | | |
| Dividends receivable | 16,415 | 13,155 | 19,781 |
| Cash and cash equivalents | 362,485 | 403,583 | 310,913 |
| Total current assets | 378,900 | 416,738 | 330,694 |
| Total assets | 3,418,575 | 3,419,841 | 3,371,130 |
| Equity | | | |
| Share capital | 2,772,120 | 2,772,120 | 2,772,120 |
| Translation reserve | 140,147 | 146,216 | 154,464 |
| Retained earnings | 351,096 | 344,655 | 444,072 |
| Total shareholders' equity | 3,263,363 | 3,262,991 | 3,370,656 |
| Current liabilities | | | |
| Due to parent company/related party | 385 | 1,983 | 325 |
| Dividends payable | 154,800 | 154,800 | - |
| Trade and other payables | 27 | 67 | 149 |
| Total liabilities | 155,212 | 156,850 | 474 |
| Total equity and liabilities | 3,418,575 | 3,419,841 | 3,371,130 |



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

SUMMARY STATEMENT OF CHANGES IN EQUITY

(Amounts expressed in TT\$)

| | Share capital | Translation reserve | Retained earnings | Total equity |
|---|------------------|---------------------|-------------------|------------------|
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Three months ended 31 March 2018 | | | | |
| Balance at 1 January 2018 | 2,772,120 | 154,464 | 444,072 | 3,370,656 |
| Profit for the year | - | - | 61,824 | 61,824 |
| Other comprehensive income | - | (14,317) | - | (14,317) |
| Dividends | - | - | (154,800) | (154,800) |
| Balance at 31 March 2018 | 2,772,120 | 140,147 | 351,096 | 3,263,363 |
| Three months ended 31 March 2017 | | | | |
| Balance at 1 January 2017 | 2,772,120 | 146,005 | 442,529 | 3,360,654 |
| Profit for the year | - | - | 56,926 | 56,926 |
| Other comprehensive income | - | 211 | - | 211 |
| Dividends | - | - | (154,800) | (154,800) |
| Balance at 31 March 2017 | 2,772,120 | 146,216 | 344,655 | 3,262,991 |
| Year ended 31 December 2017 | | | | |
| Balance at 1 January 2017 | 2,772,120 | 146,005 | 442,529 | 3,360,654 |
| Profit for the year | - | - | 233,743 | 233,743 |
| Other comprehensive income | - | 8,459 | - | 8,459 |
| Dividends | - | - | (232,200) | (232,200) |
| Balance at 31 December 2017 | 2,772,120 | 154,464 | 444,072 | 3,370,656 |

SUMMARY STATEMENT OF CASH FLOWS

(Amounts expressed in TT\$)

| | Unaudited | | Audited |
|--|----------------|----------------|------------------|
| | 31 Mar 2018 | 31 Mar 2017 | 31 Dec 2017 |
| | \$'000 | \$'000 | \$'000 |
| Cash flows from operating activities | | | |
| Profit for the year before taxation | 62,300 | 57,284 | 235,398 |
| Impairment reversal | - | - | (19,499) |
| Interest and other investment income | (140) | (189) | (608) |
| Dividends from joint venture | 52,533 | 39,493 | 181,750 |
| Share of income from investment in joint venture | (61,422) | (57,227) | (216,560) |
| | 53,271 | 39,361 | 180,481 |
| Increase in amount due to related party | 60 | (1,349) | (3,016) |
| (Decrease)/increase in trade and other payables | (122) | (344) | (264) |
| Cash flows from operating activities | 53,209 | 37,668 | 177,201 |
| Taxation paid | (476) | (359) | (1,655) |
| Net cash flow generated from operating activities | 52,733 | 37,309 | 175,546 |
| Cash flows from financing activities | | | |
| Dividends paid | - | - | (232,200) |
| Net cash used in financing activities | - | - | (232,200) |
| Cash flows from investing activities | | | |
| Interest and other investment income | 140 | 189 | 608 |
| Net cash generated from investing activities | 140 | 189 | 608 |
| Net increase in cash and cash equivalents | 52,873 | 37,498 | (56,046) |
| Net foreign exchange differences | (1,301) | 5 | 879 |
| Cash and cash equivalents at 1 January | 310,913 | 366,080 | 366,080 |
| Cash and cash equivalents at 31 December | 362,485 | 403,583 | 310,913 |

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2018

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 2017.

These condensed interim financial statements have not been audited and were approved by the Board of Directors on 7 May 2018.

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 2017.

3. Currency

All monetary amounts are stated in Trinidad and Tobago dollars.



Trinidad and Tobago NGL Limited