

Chairman's Statement

On behalf of the Board of Directors ('Board'), I am pleased to provide the results of Trinidad and Tobago NGL Limited ('TTNGL' and 'Company') for the six months ended 30 June 2019. The Company recorded an after-tax profit of TT\$73.4 million. Earnings per share for the period was TT\$0.47.

The natural gas industry continues to adjust to the growing volumes of NGL production arising from the shale industry in the United States. This growth in supply has not been matched by a commensurate growth in demand resulting in a continued decline in Mont Belvieu product prices since Q4 2018. As a consequence, the performance of the Company's underlying asset, Phoenix Park Gas Processors Limited ('PPGPL') has also been impacted by lower product prices coupled with lower natural gas volumes to Point Lisas for processing.

PPGPL has successfully implemented strategies which have reduced the negative impacts of lower NGL prices and NGL volumes and has increased its revenues derived from its product

trading and condensate processing operations. PPGPL also continued to focus on the following:

1. High operating availability and reliability of its facilities;
2. Sustained focus on prudent cost and cash management; and
3. Its deliberate internationalization thrust for additional value creation and diversification through exploring and exploiting organic and inorganic growth opportunities.

The Board of Directors of TTNGL is pleased to declare an interim dividend for 2019 of \$0.50 per share payable on 10 September 2019 to shareholders on the Register as at 23 August 2019. This distribution translates to a payment of TT\$77.4 million for the six months ended 30 June 2019, and propels the Company to a milestone of TT\$1 billion dividend payout to its 13,000 Shareholders, since going public in 2015. The Board would like to thank all employees of the NGC Group for their continued support in achieving these results.



Conrad Enill
Chairman

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

TTS'000

	Unaudited		Unaudited		Audited
	Three months ended 30 Jun 2019	Three months ended 30 Jun 2018	Six months ended 30 Jun 2019	Six months ended 30 Jun 2018	Year ended 31 Dec 2018
	\$'000	\$'000	\$'000	\$'000	\$'000
Income					
Share of profit from investment in joint venture	28,163	67,098	73,788	128,520	242,644
Interest Income	97	113	221	253	493
Foreign exchange gain	140	1	737	1,170	1,585
Total income	28,400	67,212	74,746	129,943	244,722
Expenses					
Impairment reversal	-	-	-	-	10,568
Legal and professional fees	(271)	(352)	(635)	(783)	(983)
Other expenses	(320)	(12)	(366)	(12)	(725)
Profit/(loss) before tax	27,809	66,848	73,745	129,148	253,582
Income tax expense	(139)	(148)	(300)	(624)	(607)
Profit for the period	27,670	66,700	73,445	128,524	252,975
Other comprehensive income:					
Exchange translation differences, net of tax	(4,658)	8,422	(16,421)	(5,895)	8,216
Other comprehensive loss	(4,658)	8,422	(16,421)	(5,895)	8,216
Total comprehensive profit/(loss)	23,012	75,122	57,024	122,629	261,191
Earnings per share					
Basic (dollars per share)	0.18	0.43	0.47	0.83	1.63
Diluted (dollars per share)	0.18	0.43	0.47	0.83	1.63

SUMMARY STATEMENT OF FINANCIAL POSITION

TTS'000

	Unaudited		Audited
	30 Jun 2019	30 Jun 2018	31 Dec 2018
	\$'000	\$'000	\$'000
Non-current assets			
Investment in joint venture	3,088,492	3,065,219	3,097,751
Total non-current assets	3,088,492	3,065,219	3,097,751
Current assets			
Dividends receivable	-	16,458	16,527
Tax recoverable	315	-	315
Cash and cash equivalents	207,554	257,435	278,886
Total current assets	207,869	273,893	295,728
Total assets	3,296,361	3,339,112	3,393,479
Equity			
Share capital	2,772,120	2,772,120	2,772,120
Translation reserve	146,259	148,569	162,680
Retained earnings	377,062	417,796	458,417
Total shareholders' equity	3,295,441	3,338,485	3,393,217
Current liabilities			
Due to parent company/related party	366	462	237
Trade and other payables	554	165	25
Total liabilities	920	627	262
Total equity and liabilities	2,296,361	3,339,112	3,393,479

SUMMARY STATEMENT OF CHANGES IN EQUITY

TTS'000

	Share capital \$'000	Translation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Three months ended 30 June 2019				
Balance at 1 January 2019	2,772,120	162,680	458,417	3,393,217
Profit for the period	-	-	73,445	73,445
Other comprehensive income	-	(16,421)	-	(16,421)
Dividends	-	-	(154,800)	(154,800)
Balance at 30 June 2019	2,772,120	146,259	377,062	3,295,441
Three months ended 30 June 2018				
Balance at 1 January 2018	2,772,120	154,464	444,072	3,370,656
Profit for the period	-	-	128,524	128,524
Other comprehensive income	-	(5,895)	-	(5,895)
Dividends	-	-	(154,800)	(154,800)
Balance at 30 June 2018	2,772,120	148,569	417,796	3,338,485
Year ended 31 December 2018				
Balance at 31 December 2017	2,772,120	154,464	444,072	3,370,656
Net impact of adopting IFRS 9 in joint venture	-	-	(6,430)	(6,430)
Balance at 01 January 2018	2,772,120	154,464	437,642	3,364,226
Profit for the year	-	-	252,975	252,975
Other comprehensive income	-	8,216	-	8,216
Dividends	-	-	(232,200)	(232,200)
Balance at 31 December 2018	2,772,120	162,680	458,417	3,393,217

SUMMARY STATEMENT OF CASH FLOWS

TTS'000

	Unaudited		Audited
	30 Jun 2019	30 Jun 2018	31 Dec 2018
	\$'000	\$'000	\$'000
Cash flows from operating activities			
Profit for the year before taxation	73,745	129,148	253,582
Impairment reversal	-	-	(10,568)
Interest and other investment income	(221)	(253)	(493)
Dividends from joint venture	84,505	101,861	200,643
Share of income from investment in joint venture	(73,788)	(128,520)	(242,644)
	84,241	102,236	200,520
(Decrease)/increase in amount due to related party	128	137	(88)
Increase/(decrease) in trade and other payables	529	16	(124)
Cash flows from operating activities	84,898	102,389	200,308
Taxation paid	(300)	(624)	(921)
Net cash flow generated from operating activities	84,598	101,765	199,387
Cash flows from financing activities			
Dividends paid	(154,800)	(154,800)	(232,200)
Net cash used in financing activities	(154,800)	(154,800)	(232,200)
Cash flows from investing activities			
Interest and other investment income	221	253	493
Net cash generated from investing activities	221	253	493
Net increase in cash and cash equivalents	(69,981)	(52,782)	(32,320)
Net foreign exchange differences	(1,351)	(696)	293
Cash and cash equivalents at 1 January	278,886	310,913	310,913
Cash and cash equivalents at end of period	207,554	257,435	278,886



Chairman



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2019

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 2018. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 12 August 2019.

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 2018.

3. Currency

All monetary amounts are stated in Trinidad and Tobago dollars.



Trinidad and Tobago NGL Limited