



Trinidad and Tobago NGL Limited

# Summary Financial Statements for the Year Ended 31 December 2016

## CHAIRMAN'S STATEMENT

I am pleased to report that Trinidad and Tobago NGL Limited ("TTNGL" and "Company") recorded after-tax earnings of TT\$344.8 million for 2016. Earnings per share for 2016 was \$1.16.

The share of profit from TTNGL's investment in Phoenix Park Gas Processors Limited ("PPGPL") improved by 20.3% to TT\$164.0 million in 2016 compared to TT\$136.3 million in 2015. The improved performance at PPGPL was directly linked to the deliberate efforts of the Company to rationalise expenses in the face of lowered Natural Gas Liquids ("NGLs") production caused by continued gas supply challenges and lowered NGL product prices. Prices stabilised in 2016 but were 2% lower in 2016 than in 2015 - the lowest prices in a decade. As promised, PPGPL has embarked on several value-creating initiatives including Product Trading which will diversify and enhance future revenue and profitability.

For 2016, TTNGL recorded a further but modest reversal (improvement) of TT\$17.8 million of

an earlier 2014 impairment of TT\$1.1 billion. In 2015, TT\$235.1 million of impairment reversal was recognised by TTNGL which positively impacted after-tax earnings of \$402.8 million. This yielded Earnings per share of \$2.40 in 2015. Both impairment reversals are directly related to PPGPL's strategic determination to accelerate value-creation initiatives to counter gas supply and price challenges in the shortest possible period.

Based on the Company's results for the year ended 31 December, 2016, the Board of Directors is pleased to announce a final dividend of \$1.00 per share. Cumulatively, shareholders will have received a total dividend of \$1.50 per share for 2016. Consequently the Company's dividend yield at the end of 2016 is 7.14%. The dividend will be paid on 12 April, 2017 to shareholders on the Register of Members as of 28 March, 2017.

**Gerry C. Brooks**  
Chairman

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

TT\$'000	Unaudited		Audited	
	Three months ended 31 Dec 2016	Three months ended 31 Dec 2015	Year ended 31 Dec 2016	Year ended 31 Dec 2015
<b>Income</b>				
Share of profit from investment in joint venture	46,390	2,294	163,955	136,279
Interest Income	113	--	219	--
<b>Total income</b>	<b>46,503</b>	<b>2,294</b>	<b>164,174</b>	<b>136,279</b>
<b>Expenses</b>				
Impairment reversal	17,831	235,195	17,831	235,195
Legal and professional fees	(156)	(55)	(704)	(55)
Other expenses	(183)	2,579	(956)	(282)
Profit/(loss) before tax	63,995	240,013	180,345	371,137
Income tax expense	(352)	(51)	(777)	(305)
<b>Profit for the period</b>	<b>63,643</b>	<b>239,962</b>	<b>179,568</b>	<b>370,832</b>
<b>Other comprehensive income:</b>				
Exchange translation differences, net of tax	14,792	37,911	165,199	31,931
<b>Other comprehensive loss</b>	<b>14,792</b>	<b>37,911</b>	<b>165,199</b>	<b>31,931</b>
<b>Total comprehensive profit/(loss)</b>	<b>78,435</b>	<b>277,873</b>	<b>344,767</b>	<b>402,763</b>
<b>Earnings per share</b>				
Basic (dollars per share)	<b>0.41</b>	<b>1.55</b>	<b>1.16</b>	<b>2.40</b>
Diluted (dollars per share)	<b>0.41</b>	<b>1.55</b>	<b>1.16</b>	<b>2.40</b>

## SUMMARY STATEMENT OF FINANCIAL POSITION

TT\$'000	Audited	
	31 Dec 2016 \$'000	31 Dec 2015 \$'000
Investment in joint venture	2,985,162	2,827,778
<b>Total non-current assets</b>	<b>2,985,162</b>	<b>2,827,778</b>
Due from parent company	--	415,836
Dividends receivable	13,155	25,036
Cash and cash equivalents	366,080	--
<b>Total current assets</b>	<b>379,235</b>	<b>440,872</b>
<b>Total assets</b>	<b>3,364,397</b>	<b>3,268,650</b>
<b>Equity</b>		
Share capital	2,772,120	2,772,120
Translation reserve	146,005	(19,194)
Retained earnings	442,529	495,161
<b>Total shareholder's equity</b>	<b>3,360,654</b>	<b>3,248,087</b>
<b>Current liabilities</b>		
Due to parent company/related party	3,332	1,104
Dividends payable	--	19,350
Trade and other payables	175	58
Income tax payable	236	51
<b>Total liabilities</b>	<b>3,743</b>	<b>20,563</b>
<b>Total equity and liabilities</b>	<b>3,364,397</b>	<b>3,268,650</b>

## SUMMARY STATEMENT OF CHANGES IN EQUITY

TT\$'000	Share capital \$'000	Translation reserve \$'000	Retained earnings \$'000	Total equity \$'000
<b>Year ended 31 December 2016</b>				
Balance at 1 January 2016	2,772,120	(19,194)	495,161	3,248,087
Profit for the year	--	--	179,568	179,568
Other comprehensive income	--	165,199	--	165,199
Dividends	--	--	(232,200)	(232,200)
<b>Balance at 31 December 2016</b>	<b>2,772,120</b>	<b>146,005</b>	<b>442,529</b>	<b>3,360,654</b>
<b>Year ended 31 December 2015</b>				
Balance at 1 January 2015	3,870,000	(51,125)	(896,149)	2,922,726
Capital reduction	(1,097,880)	--	1,097,880	--
Profit for the year	--	--	370,832	370,832
Other comprehensive income	--	31,931	--	31,931
Dividends	--	--	(77,402)	(77,402)
<b>Balance at 31 December 2015</b>	<b>2,772,120</b>	<b>(19,194)</b>	<b>495,161</b>	<b>3,248,087</b>

## SUMMARY STATEMENT OF CASH FLOWS

TT\$'000	Audited	
	31 Dec 2016 \$'000	31 Dec 2015 \$'000
<b>Cash flows from operating activities</b>		
Profit for the year before taxation	180,345	371,137
Impairment reversal	(17,831)	(235,195)
Interest and other investment income	(219)	--
Share of income from investment in joint venture	(163,955)	(136,279)
	(1,660)	(337)
Increase in amount due to related party	2,172	602
Decrease in trade and other receivables	436,972	--
(Decrease)/increase in trade and other payables	(20,035)	23
Cash flows from operating activities	417,449	288
Taxation paid	(544)	(276)
<b>Net cash flow generated from operating activities</b>	<b>416,905</b>	<b>12</b>
<b>Cash flows from investing activities</b>		
Interest and other investment income	219	--
Dividends from joint venture	181,294	--
<b>Net cash generated from investment activities</b>	<b>181,513</b>	<b>--</b>
<b>Cash flows from financing activities</b>		
Dividends paid	(232,200)	--
<b>Net cash used in financing activities</b>	<b>(232,200)</b>	<b>--</b>
<b>Net increase in cash and cash equivalents</b>	<b>366,218</b>	<b>12</b>
Net foreign exchange differences	(138)	(12)
Cash and cash equivalents at 1 January	--	--
<b>Cash and cash equivalents at 31 December</b>	<b>366,080</b>	<b>--</b>

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

### 1. Basis of preparation

These summary financial statements are prepared in accordance with established criteria developed by management and disclose the summary statement of financial position, summary statement of profit or loss and other comprehensive income, summary statement of changes in equity and summary statement of cash flows. These summary financial statements are derived from the audited financial statements of Trinidad and Tobago NGL Limited for the year ended 31 December, 2016 which are prepared in accordance with International Financial Reporting Standards. A full version of the audited financial statements will be available in the Company's Annual Report.

### 2. Significant accounting policies

These summary financial statements have been prepared with the accounting policies set out in Note 2 of the 31 December, 2016 audited financial statements consistently applied from period to period. The Company has adopted all the relevant new and revised accounting standards that are mandatory for annual accounting period on or after 1 January, 2016.

### 3. Currency

All monetary amounts are stated in Trinidad and Tobago dollars.



Trinidad and Tobago NGL Limited

# Summary Financial Statements for the Year Ended 31 December 2016 (continued)

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

To the shareholders of Trinidad and Tobago NGL Limited

### Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December, 2016, the summary statement of profit and loss and other comprehensive income, summary statement of changes in equity and summary cash flow statement for the year then ended, and related notes, are derived from the audited financial statements of Trinidad and Tobago NGL Limited for the year ended 31 December, 2016.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the basis of management's established criteria described in Note 1.

### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 6 March, 2017. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the financial statements of the current year.

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

Management is responsible for the preparation of the summary financial statements in accordance with the basis of management's established criteria described in Note 1.

### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited 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  
Derek Mohammed (ICATT# 864)  
Port of Spain  
Trinidad  
6 March 2017

A subsidiary of  THE NATIONAL GAS COMPANY  
OF TRINIDAD AND TOBAGO LIMITED



Trinidad and Tobago NGL Limited

## Dividend Announcement

Trinidad and Tobago NGL Limited is pleased to advise that based on the financial results for the year ending 31 December, 2016 the Directors have declared a final dividend of **\$1.00 per share** to Shareholders on the Register of Members as of 28 March, 2017.

The dividend will be paid to Shareholders on 12 April, 2017.

By order of the Board.

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