THE NATIONAL GAS COMPANY OF TRINIDAD AND TOBAGO LIMITED

Summary Consolidated Financial Statements for the Three Months Ended 31 March 2021

CHAIRMAN'S REPORT FOR THE THREE MONTHS ENDED 31 MARCH 2021

The NGC Group ('The Group') recorded an unaudited after-tax profit of TT$191M for Q1 2021 as compared with TT$31M for Q1 of the prior year. Group revenues of TT$4.5B were TT$1.3B greater than revenues of TT$3.2B for the comparative period 2020. The rebound in commodity prices positively impacted revenues and profit. Operationally, parent NGC executed a new gas supply contract with Tringen whilst negotiations continued with Methanol Holdings (Trinidad) Limited towards execution of a long-term Gas Sales Contract. The Ruby field, of which NGC holds a 31.5% interest, will commence production in May 2021, six months ahead of schedule and which would certainly support stabilisation of supply over the next few years.

In 2021, The Group continued its focus on the core objective of ensuring sustainability over the long term. The sustainability plan is anchored in the following key deliverables: securing our current business; transforming the organisation for the changing future; growing the business locally and internationally; and strengthening our national contribution. Over the years 2016 to 2020, a solid foundation has been built in the areas of safety, governance, project management and people development with a strategic focus on value leakage and value creation, supported with strategies in technology, growth, human resources, and sustainable development. We have strengthened our core business and this work has streamlined structures, processes and capabilities and created a platform for our entry into the new phase of energy transition to an emerging green agenda, where the world is not only demanding an increase in energy but an increasing mix of clean energy.

NGC and its subsidiaries are implementing projects that support this. These include green hydrogen production; use of solar power and electric car charging stations at the flagship Preysal CNG fuel station; a solar PV project; monitoring of methane emissions through satellite, drone and infra-red technology; carbon sequestration studies and signings with academic institutions such as the University of Trinidad and Tobago and The University of the West Indies. Most recently, the Group also agreed to 'green' terms with its Non-Operated Joint Venture (NOJV) partners.

NGC has also been accepted to the Oil and Gas Methane Partnership (OGMP), a comprehensive, measurement-based methane reporting framework that standardises rigorous and transparent emissions accounting practices. Technology has also been introduced to operations as an important component of future success. Through this partnership, we are repositioning to reduce carbon emissions and participate in the global move from fossil fuels as the primary energy source to a world where gas will continue as a bridging fuel but also one where renewables and energy efficiency will need to play a more significant role. NGC is therefore positioned as an integrated energy company seeking to derive value along the gas value chain while seeking synergies within The Group, and forging strategic partnerships in the local, regional and international arena.

We have successfully transitioned to Work from Home in accordance with the public health guidelines issued by the Government of Trinidad and Tobago, with most employees working from home, while Operations employees continue to adapt to new conditions with changes in shift crews. We have witnessed the resilience and adaptability of our employees in not only keeping the business running but working innovatively and virtually under unusual circumstances, for which we are most grateful.

I wish to thank my Board colleagues, the management and staff across The Group for their dedication to duty and national service despite the challenging circumstances.

Conrad Enill
Chairman

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 March 2021
(Expressed in Trinidad and Tobago dollars)

	UNAUDITED		AUDITED
	31-Mar-2021 $'000	**31-Mar-2020 $'000**	**31-Dec-2020 $'000**
Assets			
Non-current assets	27,529,710	30,355,278	27,680,891
Current assets	11,186,762	11,090,920	10,452,158
Total assets	**38,716,472**	**41,446,198**	**38,133,049**
Equity and liabilities			
Share capital	1,855,266	1,855,266	1,855,266
Reserve fund	438,192	438,192	438,192
Other reserves	4,243,653	5,226,334	4,242,781
Retained earnings	13,089,694	15,190,804	13,032,618
Total equity attributable to owners of the parent	19,626,805	22,710,596	19,568,857
Non-controlling interest	2,548,655	2,616,023	2,504,716
Total equity	22,175,460	25,326,619	22,073,573
Non-current liabilities	12,296,356	12,142,975	12,328,346
Current liabilities	4,244,656	3,976,604	3,731,130
Total equity and liabilities	**38,716,472**	**41,446,198**	**38,133,049**

SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the Three Months Ended 31 March 2021
(Expressed in Trinidad and Tobago dollars)

	UNAUDITED		AUDITED
	31-Mar-2021 $'000	**31-Mar-2020 $'000**	**31-Dec-2020 $'000**
Revenue	**4,492,666**	**3,221,704**	**11,413,901**
Profit before exceptional items, finance cost and share of associate	**481,028**	**141,229**	**1,200,665**
Exceptional items	-	-	(4,189,642)
Profit/(loss) before finance cost and share of associate	**481,028**	**141,229**	**(2,988,977)**
Share of profit/(loss) from associate	24,160	(19,769)	(39,185)
Finance cost	(47,447)	(55,258)	(161,743)
Profit/(loss) before taxation	**457,741**	**66,202**	**(3,189,905)**
Taxation	(267,160)	(35,375)	1,055,302
Profit/(loss) for the period after taxation	**190,581**	**30,827**	**(2,134,603)**
Profit/(loss) attributable to:			
- Owners of the parent	143,158	32,537	(2,088,252)
-Non-controlling interests	47,423	(1,710)	(46,351)
	190,581	**30,827**	**(2,134,603)**

THE NATIONAL GAS COMPANY OF TRINIDAD AND TOBAGO LIMITED

Summary Consolidated Financial Statements for the Three Months Ended 31 March 2021

SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
For the Three Months Ended 31 March 2021
(Expressed in Trinidad and Tobago dollars)

	UNAUDITED		AUDITED
	31-Mar-2021 $'000	31-Mar-2020 $'000	31-Dec-2020 $'000
Profit/(loss) for the period after taxation	**190,581**	**30,827**	**(2,134,603)**
Total other comprehensive profit/(loss) for the period, net of tax	24,392	(310,791)	(1,239,452)
Total comprehensive profit/ (loss) for the period	**214,973**	**(279,964)**	**(3,374,055)**
Total comprehensive profit/(loss) for the period Attributable to:			
- Owners of the parent	167,654	(273,160)	(3,304,969)
- Non-controlling interests	47,319	(6,804)	(69,086)
	214,973	**(279,964)**	**(3,374,055)**

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS
For the Three Months Ended 31 March 2021
(Expressed in Trinidad and Tobago dollars)

	UNAUDITED		AUDITED
	31-Mar-2021 $'000	31-Mar-2020 $'000	31-Dec-2020 $'000
Cash flows from operating activities			
Profit/(loss) before tax	457,741	66,202	(3,189,905)
Adjustment for non-cash items	213,616	183,264	4,683,076
Operating profit before working capital changes	**671,357**	**249,466**	**1,493,171**
Changes in working capital	(206,904)	(62,955)	(1,056,295)
Cash generated from operations	**464,453**	**186,511**	**436,876**
Taxation, interest and post-retirement contributions paid	(240,242)	(233,275)	(544,842)
Net cash generated from/(used in) operating activities	**224,211**	**(46,764)**	**(107,966)**
Net cash generated from investing activities	1,457,690	1,756,052	240,267
Net cash used in financing activities	(167,304)	(37,263)	(379,453)
Net increase/(decrease) in cash and cash equivalents	**1,514,597**	**1,672,025**	**(247,152)**
Net foreign exchange differences	9,689	(35,677)	48,909
Cash and cash equivalents beginning of period	3,407,459	3,605,702	3,605,702
Cash and cash equivalents end of period	**4,931,745**	**5,242,050**	**3,407,459**

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Three Months Ended 31 March 2021
(Expressed in Trinidad and Tobago dollars)

	UNAUDITED		AUDITED
	31-Mar-2021 $'000	31-Mar-2020 $'000	31-Dec-2020 $'000
Balance as at 1 January	**22,073,573**	**25,606,583**	**25,606,583**
Profit/(loss) for the period after taxation	190,581	30,827	(2,134,603)
Revaluation reserve	(78)	(4,126)	(204,117)
Other comprehensive profit/(loss) for the period, net of tax	24,470	(306,665)	(1,035,335)
Total comprehensive profit/ (loss) for the period	**214,973**	**(279,964)**	**(3,374,055)**
Dividends	(113,086)	-	(158,955)
Balance as at 31 December	**22,175,460**	**25,326,619**	**22,073,573**
Equity attributable to:			
- Owners of the parent	19,626,805	22,710,596	19,568,857
- Non-controlling interests	2,548,655	2,616,023	2,504,716
	22,175,460	**25,326,619**	**22,073,573**

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2021

1. **Basis of preparation**
   The summary interim consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the interim summary consolidated statement of financial position, interim summary consolidated statement of profit or loss, interim summary statement of other comprehensive income, interim summary consolidated statement of changes in equity and interim summary consolidated statement of cash flows. These interim summary consolidated financial statements are derived from the unaudited consolidated financial statements of The National Gas Company of Trinidad and Tobago Limited and its subsidiaries for the period ended 31 March 2021 prepared in accordance with International Financial Reporting Standards.