CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2022

Trinidad and Tobago NGL Limited

DIRECTORS' STATEMENT

It is with pleasure that the Board of Trinidad and Tobago NGL Limited ('TTNGL'/'Company') reports that for the six months ended 30 June 2022, the Company recorded an after-tax profit of TT$117.5 million. This represents a TT$33.9 million or 40.6% improvement over the comparable period in 2021, when a profit after tax of TT$83.6 million was recorded. Earnings per share for the half-year were TT$0.76 (2021 - TT$0.54) and represents a year-on-year increase of 40.7%.

TTNGL's improved performance for the period was derived from its share of higher profit from its investment in Phoenix Park Gas Processors Limited ('PPGPL'). This enhanced performance at PPGPL, was driven by higher recognised Mont Belvieu natural gas liquids ('NGLs') prices, which were 66.7% above those of the corresponding period of 2021 and continued the trend of increasing energy commodity prices which commenced in 2021. Crude oil prices, which are closely aligned to NGL prices, have seen dramatic changes in its supply throughout the pandemic. The reduction in crude oil production from major oil-producing companies has been slow to rebound after cutting of staff and decommissioning production facilities during the pandemic slump. Russia, which accounts for approximately 10% of the world's oil supply, is being sanctioned due to its invasion of Ukraine and this has compounded price pressures on an already tight global supply market.

For the half-year, NGL production from gas processing was lower by 5.0% compared to 2021 because of lower gas volumes received at PPGPL for processing (2022: 1,060 million standard cubic feet per day ('mmscfd'); 2021: 1,080 mmscfd). This reduction was attributed to downtime by downstream petrochemicals plants for maintenance activities during the period. NGL sales volumes for the six months were 23.3% higher than in 2021 due to a draw on inventory because of higher customer demand. These higher sales volumes benefitted from the robust NGL product prices during the period.

In January 2022, PPGPL completed the acquisition of the Hull NGL Terminal in Texas, United States. This new facility is now fully integrated with expansion planned to fully maximise its potential. This acquisition fully aligns to the company's NGL business growth strategy and further establishes its North American-based subsidiary, Phoenix Park Trinidad and Tobago Energy Holdings Limited ('PPTTEHL'), as a key supplier of NGLs to customers in the markets it serves. The footprint of this facility allows for significant further asset expansion in the future. Performance from this business segment is expected to positively contribute to PPGPL's future earnings potential.

Based on the Company's results for the six months ended 30 June 2022 and its current cash flow position, the Board of TTNGL is pleased to declare an interim dividend of TT$0.35 per share for 2022. This dividend is to be paid on 14 September 2022 to shareholders on the Register of Members as at 26 August 2022.

Outlook

PPGPL continues to focus on operating efficiencies and optimisation of commercial agreements despite challenges of low natural gas volumes to Point Lisas for processing. This focus, together with continued favourable NGL prices, its robust efforts to satisfy its customers and grow and retain its markets, will underpin the development of sustainable long-term shareholder value.

Director : _____ *Director :* _____

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

TT$'000	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
	Three months ended 2021 30 June 2022 $'000	Three months ended 30 June 2021 $'000	Six months ended 30 June 2022 $'000	Six months ended 30 June 2021 $'000	Year ended 31 December 2021 $'000
Income					
Share of profit from investment in joint venture	53,320	34,028	118,432	84,500	212,603
Interest income	20	28	53	55	100
Foreign exchange gain	248	26	248	26	135
Total income	**53,588**	**34,082**	**118,733**	**84,581**	**212,838**
Expenses					
Impairment reversal	-	-	-	-	302,067
Legal and professional fees	(259)	(191)	(617)	(532)	(1,168)
Other expenses	(281)	(285)	(400)	(348)	(709)
Profit before tax	53,048	33,606	117,716	83,701	513,028
Income tax (expense)/credit	(119)	38	(198)	(80)	(218)
Profit after taxation	**52,929**	**33,644**	**117,518**	**83,621**	**512,810**
Other comprehensive income:					
Exchange translation differences, net of tax	(779)	(6,403)	(5,188)	(6,743)	1,018
Other comprehensive (loss)/ income	(779)	(6,403)	(5,188)	(6,743)	1,018
Total comprehensive income	**52,150**	**27,241**	**112,330**	**76,878**	**513,828**
Earnings per share					
Basic (dollars per share)	**0.34**	**0.22**	**0.76**	**0.54**	**3.31**

SUMMARY STATEMENT OF FINANCIAL POSITION

TT$'000	UNAUDITED	UNAUDITED	AUDITED
	30 June 2022 $'000	30 June 2021 $'000	31 Dec 2021 $'000
Non-current assets			
Investment in joint venture	3,632,167	3,193,107	3,584,648
Total non-current assets	**3,632,167**	**3,193,107**	**3,584,648**
Current assets			
Tax recoverable	341	341	341
Dividend receivable	-	13,157	-
Cash at bank and on hand	120,912	111,979	132,261
Total current assets	**121,253**	**125,477**	**132,602**
Total assets	**3,753,420**	**3,318,584**	**3,717,250**
Equity			
Share capital	2,772,120	2,772,120	2,772,120
Translation reserve	148,672	146,099	153,860
Retained earnings	829,773	399,166	789,655
Total shareholders' equity	**3,750,565**	**3,317,385**	**3,715,635**
Current liabilities			
Due to parent company/related party	110	283	20
Trade and other payables	2,705	896	1,516
Tax payable	40	20	79
Total liabilities	**2,855**	**1,199**	**1,615**
Total equity and liabilities	**3,753,420**	**3,318,584**	**3,717,250**

SUMMARY STATEMENT OF CHANGES IN EQUITY

TT$'000	Share capital $'000	Translation reserve $'000	Retained earnings $'000	Total equity $'000
Unaudited six months ended 30 June 2022				
Balance at 1 January 2022	2,772,120	153,860	789,655	3,715,635
Profit for the period	-	-	117,518	117,518
Other comprehensive loss	-	(5,188)	-	(5,188)
Total comprehensive income	-	(5,188)	117,518	112,330
Dividends	-	-	(77,400)	(77,400)
Balance at 30 June 2022	**2,772,120**	**148,672**	**829,773**	**3,750,565**
Unaudited six months ended 30 June 2021				
Balance at 1 January 2021	2,772,120	152,842	323,285	3,248,247
Profit for the period	-	-	83,621	83,621
Other comprehensive loss	-	(6,743)	-	(6,743)
Total comprehensive income	-	(6,743)	83,621	76,878
Dividends	-	-	(7,740)	(7,740)
Balance at 30 June 2021	**2,772,120**	**146,099**	**399,166**	**3,317,385**
Audited year ended 31 December 2021				
Balance at 1 January 2021	2,772,120	152,842	323,285	3,248,247
Profit for the year	-	-	512,810	512,810
Other comprehensive income	-	1,018	-	1,018
Total comprehensive income	-	1,018	512,810	513,828
Dividends	-	-	(46,440)	(46,440)
Balance at 31 December 2021	**2,772,120**	**153,860**	**789,655**	**3,715,635**

SUMMARY STATEMENT OF CASH FLOWS

TT$'000	UNAUDITED	UNAUDITED	AUDITED
	Six months ended 30 June 2022 $'000	Six months ended 30 June 2021 $'000	Year ended 31 Dec 2021 $'000
Cash flows from operating activities			
Profit for the period/year before taxation	117,716	83,701	513,028
Impairment reversal	-	-	(302,067)
Dividends from joint venture	65,848	26,340	72,317
Interest income	(53)	(55)	(100)
Share of income from investment in joint venture	(118,432)	(84,500)	(212,603)
	65,079	25,486	70,575
Increase in dividend receivable	-	(13,157)	-
Increase/(decrease) in amount due to related party	90	208	(55)
Increase in trade and other payables	1,110	143	763
Cash flows generated from operating activities	66,279	12,680	71,283
Taxation paid	(158)	(60)	(139)
Net cash flow generated from operating activities	**66,121**	**12,620**	**71,144**
Cash flows from financing activities			
Dividends paid	(77,400)	(7,740)	(46,440)
Net cash used in financing activities	**(77,400)**	**(7,740)**	**(46,440)**
Cash flows from investing activities			
Interest and other investment income	53	55	100
Net cash generated from investing activities	**53**	**55**	**100**
Net (decrease)/increase in cash at bank and on hand	**(11,226)**	**4,935**	**24,804**
Net foreign exchange differences	(123)	(231)	182
Cash at bank and on hand at 1 January	132,261	107,275	107,275
Cash at bank and on hand at end of period/year	**120,912**	**111,979**	**132,261**

Director : _____ *Director :* _____

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2022

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 2021. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 11 August 2022.
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 2021.
3. **Currency**
   All monetary amounts are stated in Trinidad and Tobago dollars.