

**QATAR GAS TRANSPORT COMPANY LIMITED
(NAKILAT) Q.S.C.
DOHA - QATAR**

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2010**

**QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR**

**UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2010**

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QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2010
(Amounts expressed in thousands of Qatari Riyals)

	September 30, 2010 (Unaudited)	December 31, 2009 (Audited)
<u>ASSETS</u>		
Current Assets:		
Cash and bank balances	2,522,917	1,778,939
Trade and other receivables	164,867	101,642
Due from joint venture companies	6,228	1,704
Total Current Assets	2,694,012	1,882,285
Non-Current Assets:		
Loans to joint venture companies	1,126,820	1,108,006
Investment in joint venture companies	1,845,430	2,076,984
Available-for-sale investments	103,391	107,108
Construction in progress	110,841	3,624,184
Property and equipment	26,216,631	22,204,496
Other assets	239,996	245,531
Total Non-Current Assets	29,643,109	29,366,309
Total Assets	32,337,121	31,248,594
<u>LIABILITIES AND EQUITY</u>		
Current Liabilities:		
Borrowings	819,998	458,140
Accounts payable and accruals	557,900	186,989
Due to related parties	5,626	607
Total Current Liabilities	1,383,524	645,736
Non-Current Liabilities:		
Borrowings	25,001,067	24,556,405
Fair value of interest rate swaps	4,431,673	2,130,977
Provision for employees' end of service benefits	8,069	6,195
Total Non-Current Liabilities	29,440,809	26,693,577
Capital and Reserves:		
Share capital	5,537,904	5,537,812
Legal reserve	105,280	105,280
Fair value reserve	56,923	60,640
Translation reserve	28,626	28,626
Proposed cash dividend	-	277,013
Retained earnings	1,006,655	504,796
Total equity before hedge reserve and non-controlling interests	6,735,388	6,514,167
Hedging reserve	(5,227,214)	(2,609,248)
Non-controlling interests	4,614	4,362
Total Liabilities and Equity	32,337,121	31,248,594

These interim condensed consolidated financial statements were approved on **October 13, 2010** by:


Abdullah Bin Hamad Al Attiyah
Chairman


Muhammad Ghannam
Managing Director

QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR

CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2010
(Amounts expressed in thousands of Qatari Riyals)

	Nine Month Period Ended Sept. 30, 2010 (Unaudited)	Nine Month Period Ended Sept. 30, 2009 (Unaudited)
Income:		
Revenue from wholly owned vessels	1,987,975	951,899
Share of operating profits from joint ventures	179,874	119,682
Income from marine and agency services	21,371	20,989
Profit from Islamic banks	23,618	52,098
Interest and dividend income	34,443	28,430
Other income	12,200	5,119
Total Income	2,259,481	1,178,217
Expenses:		
Operating costs of wholly owned vessels	(315,030)	(114,413)
General and administrative	(56,425)	(42,333)
Depreciation of property and equipment	(400,365)	(194,207)
Amortization of other assets	(5,535)	(5,535)
Finance charges	(963,552)	(490,028)
Total Expenses	(1,740,907)	(846,516)
Profit for the period from operations	518,574	331,701
(Loss) / Gain on derivative instruments from joint ventures	(16,463)	16,532
Total profit for the period	502,111	348,233
Total profit for the period attributable to:		
Owners of the parent	501,859	347,886
Non-controlling interests	252	347
Total	502,111	348,233
Basic and diluted earnings per share (expressed in QR per share)	0.91	0.63

QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2010
(Amounts expressed in thousands of Qatari Riyals)

	Nine Month Period Ended Sept. 30, 2010 (Unaudited)	Nine Month Period Ended Sept. 30, 2009 (Unaudited)
Total profit for the period	502,111	348,233
<u>Other comprehensive income / (loss)</u>		
Available-for-sale investments	(3,717)	11,642
Cash flow hedging reserves	(2,300,696)	1,768,244
Group share of joint ventures' changes in fair value of cash flow hedging derivatives	(317,270)	361,987
Total comprehensive income / (loss) for the period	<u>(2,119,572)</u>	<u>2,490,106</u>
Total comprehensive income / (loss) for the period attributable to:		
Owners of the parent	(2,119,824)	2,489,759
Non-controlling interests	252	347
Total	<u>(2,119,572)</u>	<u>2,490,106</u>

QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2010

(Amounts expressed in thousands of Qatari Riyals)

	Share Capital	Legal Reserve	Fair Value Reserve	Translation Reserve	Proposed Cash Dividend	Retained Earnings	Total Equity Before Hedge Reserve & Non- Controlling Interests	Hedging Reserve	Non- Controlling Interests
Balance as at January 01, 2009 (Audited)	5,537,655	46,438	50,040	24,042	-	251,930	5,910,105	(5,915,253)	4,464
Total profit for the period	-	-	-	-	-	347,886	347,886	-	347
Other comprehensive income / (loss)									
-Changes in fair value of investments	-	-	11,642	-	-	-	11,642	-	-
-Adjustment due to liquidation of a subsidiary	-	-	-	-	-	293	293	-	(617)
-Movements in fair value of cash flow hedging derivatives	-	-	-	-	-	-	-	1,768,244	-
-Group share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	-	361,987	-
Capital contribution	99	-	-	-	-	-	99	-	-
Balance as at September 30, 2009 (Unaudited)	5,537,754	46,438	61,682	24,042	-	600,109	6,270,025	(3,785,022)	4,194
Balance as at January 01, 2010 (Audited)	5,537,812	105,280	60,640	28,626	277,013	504,796	6,514,167	(2,609,248)	4,362
Total profit for the period	-	-	-	-	-	501,859	501,859	-	252
Other comprehensive income / (loss)									
-Changes in fair value of investments	-	-	(3,717)	-	-	-	(3,717)	-	-
-Movements in fair value of cash flow hedging derivatives	-	-	-	-	-	-	-	(2,300,696)	-
-Group share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	-	(317,270)	-
Dividend paid to shareholders for 2009	-	-	-	-	(277,013)	-	(277,013)	-	-
Capital contribution	92	-	-	-	-	-	92	-	-
Balance as at September 30, 2010 (Unaudited)	5,537,904	105,280	56,923	28,626	-	1,006,655	6,735,388	(5,227,214)	4,614

QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2010
(Amounts expressed in thousands of Qatari Riyals)

	Nine Month Period Ended September 30, 2010 (Unaudited)	Nine Month Period Ended September 30, 2009 (Unaudited)
Cash Flows from Operating Activities:		
Total profit for the period	502,111	348,233
Adjustments for:		
Depreciation of property and equipment	400,365	194,207
Amortization of other assets	5,535	5,535
Finance charges	963,552	490,028
Share of profit from joint ventures	(163,411)	(136,214)
Profit from Islamic banks	(23,618)	(52,098)
Interest, dividend and other income	(46,643)	(33,549)
	<u>1,637,891</u>	<u>816,142</u>
Working Capital Changes:		
Trade and other receivables	(69,072)	(34,477)
Accounts payable and accruals	14,792	(34,024)
Due from joint venture companies	(4,524)	2,176
Due to related parties	5,019	9,524
Inventory	-	7
	<u>1,584,106</u>	<u>759,348</u>
Cash generated from Operating Activities	1,584,106	759,348
Finance charges paid	(698,481)	(587,502)
Net Cash From Operating Activities	<u>885,625</u>	<u>171,846</u>
Cash Flows from Investing Activities:		
Loans to joint venture companies	(9,170)	(476,189)
Investment in joint venture companies	(510)	(6,642)
Dividend received from joint venture companies	68,561	70,648
Acquisition of property and equipment	(817)	(1,234)
Investment income received	78,401	98,926
Time deposits maturing after ninety days	-	(6,296)
Construction in progress	(818,896)	(5,027,732)
Net Cash Used in Investing Activities	<u>(682,431)</u>	<u>(5,348,519)</u>
Cash Flows from Financing Activities:		
Proceeds on second cash call against capital	92	99
Dividend paid to shareholders	(264,927)	-
Unpaid dividend transferred to separate account	(12,086)	-
Proceeds from borrowings	994,137	4,949,621
Repayment of borrowings	(187,618)	-
Net Cash From Financing Activities	<u>529,598</u>	<u>4,949,720</u>
Net Increase / (Decrease) in Cash and Cash Equivalents	732,792	(226,953)
Cash and Cash Equivalents at Beginning of Period	1,752,991	1,953,215
Cash and Cash Equivalents at End of Period	<u>2,485,783</u>	<u>1,726,262</u>