

**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, 2013**

**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, 2013**

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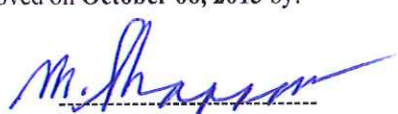
QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)

| | September 30, 2013 (Unaudited) | December 31, 2012 (Audited) |
|--|--------------------------------------|-----------------------------------|
| <u>ASSETS</u> | | |
| Non-Current Assets: | | |
| Property and equipment | 24,844,350 | 25,192,056 |
| Investment in joint venture companies | 2,479,089 | 2,018,819 |
| Loans to joint venture companies | 796,181 | 1,084,733 |
| Available-for-sale investments | 159,918 | 145,036 |
| Total Non-Current Assets | 28,279,538 | 28,440,644 |
| Current Assets: | | |
| Inventories | 28,341 | 25,052 |
| Trade and other receivables | 385,672 | 321,716 |
| Due from joint venture companies | 23,056 | 9,506 |
| Cash and bank balances | 2,480,545 | 2,095,928 |
| Total Current Assets | 2,917,614 | 2,452,202 |
| Total Assets | 31,197,152 | 30,892,846 |
| <u>EQUITY AND LIABILITIES</u> | | |
| Equity: | | |
| Share capital | 5,538,458 | 5,538,456 |
| Legal reserve | 331,554 | 331,554 |
| Fair value reserve | 113,450 | 98,568 |
| Translation reserve | 28,626 | 28,626 |
| Proposed cash dividend | - | 554,026 |
| Retained earnings | 1,596,712 | 1,044,219 |
| Equity before hedging reserve and non-controlling interests | 7,608,800 | 7,595,449 |
| Hedging reserve | (4,116,770) | (5,836,454) |
| Equity after hedging reserve and before non-controlling interests | 3,492,030 | 1,758,995 |
| Non-controlling interests | 6,494 | 5,836 |
| Non-Current Liabilities: | | |
| Borrowings | 22,639,574 | 23,117,905 |
| Fair value of interest rate swaps | 3,360,963 | 4,814,759 |
| Provision for employees' end of service benefits | 17,596 | 14,665 |
| Total Non-Current Liabilities | 26,018,133 | 27,947,329 |
| Current Liabilities: | | |
| Borrowings | 833,017 | 822,213 |
| Accounts payable and accruals | 842,648 | 356,783 |
| Due to joint venture companies | 4,830 | 1,690 |
| Total Current Liabilities | 1,680,495 | 1,180,686 |
| Total Equity and Liabilities | 31,197,152 | 30,892,846 |

These interim condensed consolidated financial statements were approved on **October 06, 2013** by:


HE Dr. Mohammed Bin Saleh Al-Sada
Chairman


Muhammad Ghannam
Managing Director

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)**

| | Nine Month Period Ended September 30, 2013 (Unaudited) | Nine Month Period Ended September 30, 2012 (Unaudited) |
|---|---|---|
| <u>Income:</u> | | |
| Revenue from wholly owned vessels | 2,252,358 | 2,244,721 |
| Share of profits from joint ventures | 228,973 | 200,530 |
| Income from marine and agency services | 33,119 | 27,239 |
| Interest income on loans to joint ventures | 15,087 | 18,166 |
| Interest, dividend and profit from Islamic banks | 15,374 | 20,689 |
| Vessels sub-chartering and other income | 17,873 | 42,109 |
| Total Income | 2,562,784 | 2,553,454 |
| <u>Expenses:</u> | | |
| Operating costs | (482,251) | (449,198) |
| General and administrative | (74,086) | (47,980) |
| Depreciation of property and equipment | (449,840) | (444,006) |
| Finance charges | (984,141) | (1,050,628) |
| Total Expenses | (1,990,318) | (1,991,812) |
| Profit for the period from operations | 572,466 | 561,642 |
| (Loss)/Gain on derivative instruments from a joint venture | (19,315) | 795 |
| Profit for the period | 553,151 | 562,437 |
| Profit for the period attributable to: | | |
| Owners of the Company | 552,493 | 562,198 |
| Non-controlling interests | 658 | 239 |
| Total | 553,151 | 562,437 |
| Basic and diluted earnings per share (expressed in QR per share) | 1.00 | 1.02 |

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)

| | Nine Month Period Ended September 30, 2013 (Unaudited) | Nine Month Period Ended September 30, 2012 (Unaudited) |
|---|---|---|
| Profit for the period | 553,151 | 562,437 |
| <u>Other comprehensive income</u> | | |
| Changes in fair value of available-for-sale investments | 14,882 | 6,331 |
| Changes in fair value of cash flow hedging derivatives | 1,414,862 | (395,779) |
| Group's share of joint ventures' changes in fair value of cash flow hedging derivatives | 304,822 | (7,385) |
| Total comprehensive income for the period | <u>2,287,717</u> | <u>165,604</u> |
| Total comprehensive income for the period attributable to: | | |
| Owners of the Company | 2,287,059 | 165,365 |
| Non-controlling interests | 658 | 239 |
| Total | <u>2,287,717</u> | <u>165,604</u> |

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)

| | Share Capital | Legal Reserve | Fair Value Reserve | Translation Reserve | Proposed Cash Dividend | Retained Earnings | Equity Before Hedging Reserve & Non-Controlling Interests | Hedging Reserve | Non-Controlling Interests |
|--|---------------|---------------|--------------------|---------------------|------------------------|-------------------|---|-----------------|---------------------------|
| Balance as of January 01, 2012 (Audited) | 5,538,449 | 255,004 | 80,207 | 28,626 | 470,922 | 928,433 | 7,301,641 | (5,843,176) | 5,303 |
| Profit for the period | - | - | - | - | - | 562,198 | 562,198 | - | 239 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - | - |
| -Changes in fair value of available-for-sale investments | - | - | 6,331 | - | - | - | 6,331 | - | - |
| -Changes in fair value of cash flow hedging derivatives | - | - | - | - | - | - | - | (395,779) | - |
| -Group's share of joint ventures' changes in fair value of cash flow hedging derivatives | - | - | - | - | - | - | - | (7,385) | - |
| Total comprehensive income for the period | - | - | 6,331 | - | - | 562,198 | 568,529 | (403,164) | 239 |
| Dividend paid for 2011 | - | - | - | - | (470,922) | - | (470,922) | - | - |
| Capital contribution | 7 | - | - | - | - | - | 7 | - | - |
| Balance as of September 30, 2012 (Unaudited) | 5,538,456 | 255,004 | 86,538 | 28,626 | - | 1,490,631 | 7,399,255 | (6,246,340) | 5,542 |
| Balance as of January 01, 2013 (Audited) | 5,538,456 | 331,554 | 98,568 | 28,626 | 554,026 | 1,044,219 | 7,595,449 | (5,836,454) | 5,836 |
| Profit for the period | - | - | - | - | - | 552,493 | 552,493 | - | 658 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - | - |
| -Changes in fair value of available-for-sale investments | - | - | 14,882 | - | - | - | 14,882 | - | - |
| -Changes in fair value of cash flow hedging derivatives | - | - | - | - | - | - | - | 1,414,862 | - |
| -Group's share of joint ventures' changes in fair value of cash flow hedging derivatives | - | - | - | - | - | - | - | 304,822 | - |
| Total comprehensive income for the period | - | - | 14,882 | - | - | 552,493 | 567,375 | 1,719,684 | 658 |
| Dividend paid for 2012 | - | - | - | - | (554,026) | - | (554,026) | - | - |
| Capital contribution | 2 | - | - | - | - | - | 2 | - | - |
| Balance as of September 30, 2013 (Unaudited) | 5,538,458 | 331,554 | 113,450 | 28,626 | - | 1,596,712 | 7,608,800 | (4,116,770) | 6,494 |

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)

| | Nine Month Period Ended September 30, 2013 (Unaudited) | Nine Month Period Ended September 30, 2012 (Unaudited) |
|--|--|--|
| Cash Flows from Operating Activities: | | |
| Profit for the period | 553,151 | 562,437 |
| Adjustments for: | | |
| Depreciation of property and equipments | 449,840 | 444,006 |
| Finance charges | 984,141 | 1,050,628 |
| Share of profits from joint ventures | (228,973) | (200,530) |
| Loss / (gain) on derivative instruments from a joint venture | 19,315 | (795) |
| Interest income on loans to joint ventures | (15,087) | (18,166) |
| Interest, dividend and profit from Islamic banks | (15,374) | (20,689) |
| Other income | (4,825) | - |
| Provision for doubtful receivables | 100 | - |
| Provision for employees' end of service benefits | 3,802 | 3,211 |
| | <u>1,746,090</u> | <u>1,820,102</u> |
| Working Capital Changes: | | |
| Inventories | (3,289) | 675 |
| Trade and other receivables | (63,464) | 20,530 |
| Accounts payable and accruals | 167,721 | (4,970) |
| Due from joint venture companies | (7,525) | 7,441 |
| Due to joint venture companies | 3,140 | 1,563 |
| | <u>1,842,673</u> | <u>1,845,341</u> |
| Finance charges paid | (671,546) | (718,737) |
| Employees' end of service benefits paid | (871) | (631) |
| Net Cash From Operating Activities | <u>1,170,256</u> | <u>1,125,973</u> |
| Cash Flows from Investing Activities: | | |
| Loans to joint venture companies-net | 296,192 | (51,175) |
| (Investment) / Refund of investment in a joint venture company | (153,073) | 15,964 |
| Dividend income received from joint ventures | 160,709 | 48,550 |
| Acquisition of property and equipments | (102,134) | (6,960) |
| Investment income received | 28,669 | 36,277 |
| | <u>230,363</u> | <u>42,656</u> |
| Net Cash From Investing Activities | | |
| Cash Flows from Financing Activities: | | |
| Proceeds from issue of share capital | 2 | 7 |
| Dividend paid to shareholders | (529,690) | (430,187) |
| Unpaid dividend transferred to separate bank account | (39,604) | (45,937) |
| Transaction costs of refinancing | (29,168) | - |
| Proceeds from borrowings | 3,339,540 | 1,383,781 |
| Repayment of borrowings | (3,780,860) | (1,869,977) |
| Net Cash Used in Financing Activities | <u>(1,039,780)</u> | <u>(962,313)</u> |
| Net Increase in Cash and Cash Equivalents | 360,839 | 206,316 |
| Cash and Cash Equivalents at Beginning of the Period | <u>2,009,036</u> | <u>2,186,672</u> |
| Cash and Cash Equivalents at End of the Period | <u>2,369,875</u> | <u>2,392,988</u> |

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

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2013
(Amounts expressed in thousands of Qatari Riyals)**

- (1) The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2012.
- (2) Certain comparative numbers have been reclassified to conform to the presentation adopted in the current period. However such reclassifications did not have any effect on the consolidated profit and consolidated equity for the comparative period.