

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

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED
MARCH 31, 2016**

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

**UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2016**

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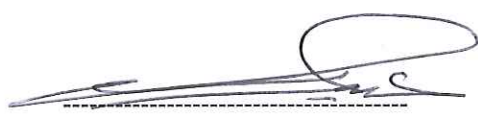
QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.S.C.
DOHA – QATAR

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2016
(Amounts expressed in thousands of Qatari Riyals)

	March 31, 2016 (Unaudited)	December 31, 2015 (Audited)
<u>ASSETS</u>		
Non-Current Assets:		
Property and equipment	23,726,244	23,882,255
Investment in joint venture companies	3,457,686	3,422,374
Loans to joint venture companies	213,534	266,313
Available-for-sale investments	123,232	126,520
Total Non-Current Assets	27,520,696	27,697,462
Current Assets:		
Inventories	23,613	23,157
Trade and other receivables	252,168	265,081
Due from joint venture companies	29,974	18,900
Cash and bank balances	2,626,622	2,735,838
Total Current Assets	2,932,377	3,042,976
Total Assets	30,453,073	30,740,438
<u>EQUITY AND LIABILITIES</u>		
EQUITY:		
Share capital	5,538,490	5,538,490
Legal reserve	592,045	592,045
Fair value reserve	76,764	80,052
Proposed cash dividend	-	692,533
Retained earnings	1,596,696	1,356,725
Equity before hedging reserve and non-controlling interests	7,803,995	8,259,845
Hedging reserve	(4,508,569)	(3,816,518)
Equity after hedging reserve and before non-controlling interests	3,295,426	4,443,327
Non-controlling interests	3,240	4,427
Non-Current Liabilities:		
Borrowings	21,416,236	21,414,953
Fair value of interest rate swaps	3,987,619	3,363,099
Provision for employees' end of service benefits	22,403	22,044
Other liabilities	189,810	197,574
Total Non-Current Liabilities	25,616,068	24,997,670
Current Liabilities:		
Borrowings	778,119	778,119
Accounts payable and accruals	759,887	513,999
Due to joint venture companies	333	2,896
Total Current Liabilities	1,538,339	1,295,014
Total Equity and Liabilities	30,453,073	30,740,438

These interim condensed consolidated financial statements were approved on April 19, 2016 by:


HE Dr. Mohammed Bin Saleh Al-Sada
Chairman


Abdullah Fadhalah Al-Sulaiti
Managing Director

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

CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2016
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2016 (Unaudited)	Three Month Period Ended March 31, 2015 (Unaudited)
<u>Income:</u>		
Revenue from wholly owned vessels	759,936	745,379
Share of profits from joint ventures	106,152	91,298
Income from marine and agency services	13,962	14,045
Interest income on loans to joint ventures	2,552	2,755
Interest, dividend and profit from Islamic banks	14,811	13,206
Other income	8,119	6,535
Total Income	905,532	873,218
<u>Expenses:</u>		
Operating costs	(163,410)	(153,720)
General and administrative	(31,962)	(30,899)
Depreciation of property and equipment	(173,081)	(167,981)
Finance charges	(296,795)	(297,899)
Total Expenses	(665,248)	(650,499)
 Profit for the period	 240,284	 222,719
 Profit for the period attributable to:		
Owners of the Company	239,971	222,438
Non-controlling interests	313	281
Total	240,284	222,719
 Basic and diluted earnings per share (expressed in QR per share)	 0.43	 0.40

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2016
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2016 (Unaudited)	Three Month Period Ended March 31, 2015 (Unaudited)
Profit for the period	240,284	222,719
<u>Other comprehensive income / (loss)</u>		
Changes in fair value of available-for-sale investments	(3,288)	(26,549)
Changes in fair value of cash flow hedging derivatives	(617,116)	(401,253)
Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	(74,935)	(14,818)
Total comprehensive loss for the period	<u>(455,055)</u>	<u>(219,901)</u>
Total comprehensive income / (loss) for the period attributable to:		
Owners of the Company	(455,368)	(220,182)
Non-controlling interests	313	281
Total	<u>(455,055)</u>	<u>(219,901)</u>

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2016
(Amounts expressed in thousands of Qatari Riyals)**

	Share Capital	Legal Reserve	Fair Value Reserve	Proposed Cash Dividend	Retained Earnings	Equity Before Hedging Reserve & Non- Controlling Interests	Hedging Reserve	Non- Controlling Interests
Balance as of January 01, 2015 (Audited)	5,538,483	493,815	130,825	664,832	1,189,744	8,017,699	(4,225,498)	8,254
Profit for the period	-	-	-	-	222,438	222,438	-	281
Other comprehensive income for the period	-	-	-	-	-	-	-	-
-Changes in fair value of available-for-sale investments	-	-	(26,549)	-	-	(26,549)	-	-
-Changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	(401,253)	-
-Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	(14,818)	-
Total comprehensive income for the period	-	-	(26,549)	-	222,438	195,889	(416,071)	281
Dividend declared for 2014	-	-	-	(664,832)	-	(664,832)	-	-
Balance as of March 31, 2015 (Unaudited)	5,538,483	493,815	104,276	-	1,412,182	7,548,756	(4,641,569)	8,535
Balance as of January 01, 2016 (Audited)	5,538,490	592,045	80,052	692,533	1,356,725	8,259,845	(3,816,518)	4,427
Profit for the period	-	-	-	-	239,971	239,971	-	313
Other comprehensive income for the period	-	-	-	-	-	-	-	-
-Changes in fair value of available-for-sale investments	-	-	(3,288)	-	-	(3,288)	-	-
-Changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	(617,116)	-
-Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	(74,935)	-
Total comprehensive income for the period	-	-	(3,288)	-	239,971	236,683	(692,051)	313
Dividend declared for 2015	-	-	-	(692,533)	-	(692,533)	-	(1,500)
Balance as of March 31, 2016 (Unaudited)	5,538,490	592,045	76,764	-	1,596,696	7,803,995	(4,508,569)	3,240

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2016
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2016 (Unaudited)	Three Month Period Ended March 31, 2015 (Unaudited)
Cash Flows from Operating Activities:		
Profit for the period	240,284	222,719
Adjustments for:		
Depreciation of property and equipment	173,081	167,981
Finance charges	296,795	297,899
Share of profits from joint ventures	(106,152)	(91,298)
Interest income on loans to joint ventures	(2,552)	(2,755)
Interest, dividend and profit from Islamic banks	(14,811)	(13,206)
Other income	(8,119)	(6,535)
Provision for employees' end of service benefits	2,360	1,907
	<u>580,886</u>	<u>576,712</u>
Working Capital Changes:		
Inventories	(456)	296
Trade and other receivables	5,278	695
Accounts payable and accruals	(83,982)	(95,426)
Other liabilities	(7,764)	11,161
Due from joint venture companies	(10,390)	(1,771)
Due to joint venture companies	(2,563)	5,888
Cash generated from operations	<u>481,009</u>	<u>497,555</u>
Finance charges paid	(9,016)	(7,922)
Employees' end of service benefits paid	(2,001)	(1,919)
Net Cash From Operating Activities	<u>469,992</u>	<u>487,714</u>
Cash Flows from Investing Activities:		
Loans to joint venture companies-net	26,811	22,506
Dividend income received from joint ventures	20,554	20,554
Acquisition of property and equipment	(17,070)	(25,860)
Investment income received	32,433	28,102
Time deposits maturing after 90 days	(974,318)	(879,822)
Net Cash Used in Investing Activities	<u>(911,590)</u>	<u>(834,520)</u>
Cash Flows from Financing Activities:		
Dividend paid to shareholders	(634,547)	(581,117)
Unpaid dividend transferred to separate bank account	(63,516)	(88,279)
Dividend paid against non-controlling interests	(1,500)	-
Net Cash Used in Financing Activities	<u>(699,563)</u>	<u>(669,396)</u>
Net Decrease in Cash and Cash Equivalents	<u>(1,141,161)</u>	<u>(1,016,202)</u>
Cash and Cash Equivalents at Beginning of the Period	<u>1,488,752</u>	<u>2,095,576</u>
Cash and Cash Equivalents at End of the Period	<u>347,591</u>	<u>1,079,374</u>