

**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, 2017**

**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, 2017**

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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, 2017
(Amounts expressed in thousands of Qatari Riyals)

	March 31, 2017 (Unaudited)	December 31, 2016 (Audited)
<u>ASSETS</u>		
Non-Current Assets:		
Property and equipment	22,972,099	23,161,476
Investment in joint venture companies	3,903,824	4,017,934
Loans to joint venture companies	139,789	135,458
Available-for-sale investments	126,015	133,596
Total Non-Current Assets	27,141,727	27,448,464
Current Assets:		
Inventories	23,406	22,742
Trade and other receivables	272,992	326,677
Due from joint venture companies	29,874	30,537
Cash and bank balances	2,760,218	2,492,560
Total Current Assets	3,086,490	2,872,516
Total Assets	30,228,217	30,320,980
<u>EQUITY AND LIABILITIES</u>		
EQUITY:		
Share capital	5,538,717	5,538,717
Legal reserve	687,463	687,463
Fair value reserve	79,547	87,128
Proposed cash dividend	-	554,026
Retained earnings	1,828,667	1,637,605
Equity before hedging reserve and non-controlling interests	8,134,394	8,504,939
Hedging reserve	(3,234,371)	(3,245,278)
Equity after hedging reserve and before non-controlling interests	4,900,023	5,259,661
Non-controlling interests	3,313	4,146
Non-Current Liabilities:		
Borrowings	20,617,738	20,616,455
Fair value of interest rate swaps	2,832,638	2,819,165
Provision for employees' end of service benefits	25,046	23,064
Other liabilities	153,195	165,216
Total Non-Current Liabilities	23,628,617	23,623,900
Current Liabilities:		
Borrowings	803,631	803,631
Accounts payable and accruals	872,957	628,345
Due to joint venture companies	19,676	1,297
Total Current Liabilities	1,696,264	1,433,273
Total Equity and Liabilities	30,228,217	30,320,980



These interim condensed consolidated financial statements were approved on April 23, 2017 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, 2017
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2017 (Unaudited)	Three Month Period Ended March 31, 2016 (Unaudited)
<u>Income:</u>		
Revenue from wholly owned vessels	752,597	759,936
Share of results from joint ventures	83,828	106,152
Income from marine and agency services	13,317	13,962
Interest income on loans to joint ventures	2,337	2,552
Interest, dividend and profit from Islamic banks	16,605	14,811
Other income	8,857	8,119
Total Income	877,541	905,532
<u>Expenses:</u>		
Operating costs	(170,825)	(163,410)
General and administrative	(32,713)	(31,962)
Depreciation of property and equipment	(189,571)	(173,081)
Finance charges	(293,078)	(296,795)
Total Expenses	(686,187)	(665,248)
 Profit for the period	 191,354	 240,284
 Profit for the period attributable to:		
Owners of the Company	191,062	239,971
Non-controlling interests	292	313
Total	191,354	240,284
 Basic and diluted earnings per share (expressed in QR per share)	 0.34	 0.43

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, 2017
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2017 (Unaudited)	Three Month Period Ended March 31, 2016 (Unaudited)
Profit for the period	191,354	240,284
<u>Other comprehensive income / (loss)</u>		
<i>Items that may be reclassified subsequently to statement of income</i>		
Changes in fair value of available-for-sale investments	(7,581)	(3,288)
Changes in fair value of cash flow hedging derivatives	(13,474)	(617,116)
Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	24,381	(74,935)
Total comprehensive income /(loss) for the period	<u>194,680</u>	<u>(455,055)</u>
Total comprehensive income / (loss) for the period attributable to:		
Owners of the Company	194,388	(455,368)
Non-controlling interests	292	313
Total	<u>194,680</u>	<u>(455,055)</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, 2017
(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, 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
Balance as of January 01, 2017 (Audited)	5,538,717	687,463	87,128	554,026	1,637,605	8,504,939	(3,245,278)	4,146
Profit for the period	-	-	-	-	191,062	191,062	-	292
Other comprehensive income for the period	-	-	-	-	-	-	-	-
-Changes in fair value of available-for-sale investments	-	-	(7,581)	-	-	(7,581)	-	-
-Changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	(13,474)	-
-Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	24,381	-
Total comprehensive income for the period	-	-	(7,581)	-	191,062	183,481	10,907	292
Dividend declared for 2016	-	-	-	(554,026)	-	(554,026)	-	(1,125)
Balance as of March 31, 2017 (Unaudited)	5,538,717	687,463	79,547	-	1,828,667	8,134,394	(3,234,371)	3,313

**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, 2017
(Amounts expressed in thousands of Qatari Riyals)**

	Three Month Period Ended March 31, 2017 (Unaudited)	Three Month Period Ended March 31, 2016 (Unaudited)
Cash Flows from Operating Activities:		
Profit for the period	191,354	240,284
Adjustments for:		
Depreciation of property and equipment	189,571	173,081
Finance charges	293,078	296,795
Share of results from joint ventures	(83,828)	(106,152)
Interest income on loans to joint ventures	(2,337)	(2,552)
Interest, dividend and profit from Islamic banks	(16,605)	(14,811)
Other income	(8,857)	(8,119)
Provision for employees' end of service benefits	2,384	2,360
	<u>564,760</u>	<u>580,886</u>
Working Capital Changes:		
Inventories	(664)	(456)
Trade and other receivables	58,033	5,278
Accounts payable and accruals	(91,825)	(83,982)
Other liabilities	(12,021)	(7,764)
Due from joint venture companies	1,484	(10,390)
Due to joint venture companies	<u>18,379</u>	<u>(2,563)</u>
Cash generated from operations	538,146	481,009
Finance charges paid	(10,962)	(9,016)
Employees' end of service benefits paid	(402)	(2,001)
Net Cash From Operating Activities	<u>526,782</u>	<u>469,992</u>
Cash Flows from Investing Activities:		
Return of investment from joint venture	220,240	-
Loans to joint venture companies-net	67	26,811
Dividend income received from joint ventures	16,429	20,554
Acquisition of property and equipment	(194)	(17,070)
Investment income received	22,630	32,433
Time deposits maturing after 90 days	(1,193,326)	(974,318)
Net Cash Used in Investing Activities	<u>(934,154)</u>	<u>(911,590)</u>
Cash Flows from Financing Activities:		
Dividend paid to shareholders	(512,641)	(634,547)
Unpaid dividend transferred to separate bank account	(45,865)	(63,516)
Dividend paid against non-controlling interests	(1,125)	(1,500)
Net Cash Used in Financing Activities	<u>(559,631)</u>	<u>(699,563)</u>
Net Decrease in Cash and Cash Equivalents	<u>(967,003)</u>	<u>(1,141,161)</u>
Cash and Cash Equivalents at Beginning of the Period	<u>1,614,207</u>	<u>1,488,752</u>
Cash and Cash Equivalents at End of the Period	<u>647,204</u>	<u>347,591</u>