

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

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2018**

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

**UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018**

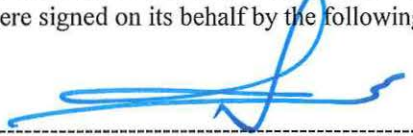
<u>Contents</u>	<u>Page</u>
Interim Condensed Consolidated Statement of Financial Position	1
Interim Condensed Consolidated Statement of Income	2
Interim Condensed Consolidated Statement of Comprehensive Income	3
Interim Condensed Consolidated Statement of Changes in Equity	4
Interim Condensed Consolidated Statement of Cash Flows	5
Notes to the Interim Condensed Consolidated Financial Statements	6

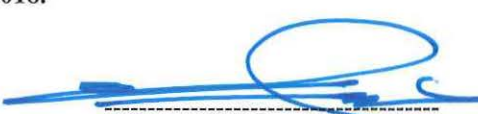
QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.P.S.C.
DOHA – QATAR

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2018
(Amounts expressed in thousands of Qatari Riyals)

	September 30, 2018 (Unaudited)	December 31, 2017 (Audited)
<u>ASSETS</u>		
Non-Current Assets:		
Property and equipment	21,900,412	22,392,337
Investment in joint venture companies	4,513,912	4,143,938
Loans to joint venture companies	81,660	98,774
Equity investments	139,105	109,230
Total Non-Current Assets	26,635,089	26,744,279
Current Assets:		
Inventories	23,950	23,805
Trade and other receivables	462,833	340,311
Due from joint venture companies	56,664	35,665
Cash and bank balances	2,877,762	2,775,377
Total Current Assets	3,421,209	3,175,158
Total Assets	30,056,298	29,919,437
<u>EQUITY AND LIABILITIES</u>		
Equity:		
Share capital	5,538,717	5,538,717
Legal reserve	772,082	772,082
Fair value reserve	27,692	(2,183)
Proposed cash dividend	-	554,026
Retained earnings	2,476,082	1,823,992
Equity before hedging reserve and non-controlling interests	8,814,573	8,686,634
Hedging reserve	(1,928,895)	(2,765,048)
Equity after hedging reserve and before non-controlling interests	6,885,678	5,921,586
Non-controlling interests	5,032	4,216
Non-Current Liabilities:		
Borrowings	19,328,736	19,789,344
Fair value of interest rate swaps	1,795,156	2,478,222
Provision for employees' end of service benefits	28,206	28,743
Other liabilities	92,989	119,287
Total Non-Current Liabilities	21,245,087	22,415,596
Current Liabilities:		
Borrowings	884,617	832,243
Accounts payable and accruals	1,016,383	699,078
Due to joint venture companies	19,501	46,718
Total Current Liabilities	1,920,501	1,578,039
Total Equity and Liabilities	30,056,298	29,919,437

These interim condensed consolidated financial statements were approved by the Board of Directors and were signed on its behalf by the following on **October 28, 2018**.


HE Dr. Mohammed Bin Saleh Al-Sada
Chairman


Abdullah Fadhalah Al-Sulaiti
Chief Executive Officer

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018
(Amounts expressed in thousands of Qatari Riyals)**

	Nine Month Period Ended September 30, 2018 (Unaudited)	Nine Month Period Ended September 30, 2017 (Unaudited)
<u>Income:</u>		
Revenue from wholly owned vessels	2,300,787	2,287,808
Share of results from joint ventures	293,080	276,995
Income from marine and agency services	41,330	40,963
Interest income on loans to joint venture companies	8,237	7,299
Interest, dividend and profit from Islamic banks	55,209	40,120
Other income	26,841	28,540
Total Income	2,725,484	2,681,725
<u>Expenses:</u>		
Operating costs	(517,165)	(516,970)
General and administrative expenses	(96,709)	(104,184)
Depreciation of property and equipment	(566,726)	(575,398)
Finance charges	(885,855)	(878,030)
Total Expenses	(2,066,455)	(2,074,582)
Profit for the period	659,029	607,143
Profit for the period attributable to:		
Owners of the Company	658,206	606,361
Non-controlling interests	823	782
Total	659,029	607,143
Basic and diluted earnings per share (expressed in QR per share)	1.19	1.09

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018
(Amounts expressed in thousands of Qatari Riyals)

	Nine Month Period Ended September 30, 2018 (Unaudited)	Nine Month Period Ended September 30, 2017 (Unaudited)
Profit for the period	659,029	607,143
<u>Other comprehensive income / (loss)</u>		
<i>Items that will not be reclassified to statement of income:</i>		
Changes in fair value of equity investments	29,875	(29,686)
<i>Items that may be reclassified subsequently to statement of income:</i>		
Changes in fair value of cash flow hedges	683,066	26,359
Group's share of joint ventures' changes in fair value of cash flow hedges	153,087	50,129
Total comprehensive income for the period	<u>1,525,057</u>	<u>653,945</u>
Total comprehensive income for the period attributable to:		
Owners of the Company	1,524,234	653,163
Non-controlling interests	823	782
Total	<u>1,525,057</u>	<u>653,945</u>

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018
(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, 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	-	-	-	-	606,361	606,361	-	782
Other comprehensive income /(loss) for the period								
-Changes in fair value of equity investments	-	-	(29,686)	-	-	(29,686)	-	-
-Changes in fair value of cash flow hedges	-	-	-	-	-	-	26,359	-
-Group's share of joint ventures' changes in fair value of cash flow hedges	-	-	-	-	-	-	50,129	-
Total comprehensive income /(loss) for the period	-	-	(29,686)	-	606,361	576,675	76,488	782
Dividend declared for 2016	-	-	-	(554,026)	-	(554,026)	-	(1,125)
Balance as of September 30, 2017 (Unaudited)	<u>5,538,717</u>	<u>687,463</u>	<u>57,442</u>	<u>-</u>	<u>2,243,966</u>	<u>8,527,588</u>	<u>(3,168,790)</u>	<u>3,803</u>
Balance as of January 01, 2018 (Audited)	5,538,717	772,082	(2,183)	554,026	1,823,992	8,686,634	(2,765,048)	4,216
Adjustment on initial application of new IFRS	-	-	-	-	(6,116)	(6,116)	-	(7)
Adjusted balance as of January 01, 2018	<u>5,538,717</u>	<u>772,082</u>	<u>(2,183)</u>	<u>554,026</u>	<u>1,817,876</u>	<u>8,680,518</u>	<u>(2,765,048)</u>	<u>4,209</u>
Profit for the period	-	-	-	-	658,206	658,206	-	823
Other comprehensive income /(loss) for the period								
-Changes in fair value of equity investments	-	-	29,875	-	-	29,875	-	-
-Changes in fair value of cash flow hedges	-	-	-	-	-	-	683,066	-
-Group's share of joint ventures' changes in fair value of cash flow hedges	-	-	-	-	-	-	153,087	-
Total comprehensive income /(loss) for the period	-	-	29,875	-	658,206	688,081	836,153	823
Dividend declared for 2017	-	-	-	(554,026)	-	(554,026)	-	-
Balance as of September 30, 2018 (Unaudited)	<u>5,538,717</u>	<u>772,082</u>	<u>27,692</u>	<u>-</u>	<u>2,476,082</u>	<u>8,814,573</u>	<u>(1,928,895)</u>	<u>5,032</u>

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018
(Amounts expressed in thousands of Qatari Riyals)

	Nine Month Period Ended September 30, 2018 (Unaudited)	Nine Month Period Ended September 30, 2017 (Unaudited)
Cash Flows from Operating Activities:		
Profit for the period	659,029	607,143
Adjustments for:		
Depreciation of property and equipment	566,726	575,398
Finance charges	885,855	878,030
Share of results from joint ventures	(293,080)	(276,995)
Interest income on loans to joint venture companies	(8,237)	(7,299)
Interest, dividend and profit from Islamic banks	(55,209)	(40,120)
Other income	(26,841)	(28,540)
Provision for employees' end of service benefits	5,301	7,574
	<u>1,733,544</u>	<u>1,715,191</u>
Working Capital Changes:		
Inventories	(145)	(1,403)
Trade and other receivables	(115,706)	(46,892)
Accounts payable and accruals	69,018	40,584
Other liabilities	(26,298)	(34,975)
Due from joint venture companies	(19,327)	(14,344)
Due to joint venture companies	(27,217)	22,326
Cash generated from operations	<u>1,613,869</u>	<u>1,680,487</u>
Finance charges paid	(597,474)	(588,373)
Employees' end of service benefits paid	(5,838)	(2,701)
Net Cash from Operating Activities	<u>1,010,557</u>	<u>1,089,413</u>
Cash Flows from Investing Activities:		
Investment in new joint venture	(67,397)	-
Return of investment from joint venture	-	220,240
Loans to joint venture companies-net	1,624	13,997
Dividend income received from joint ventures	109,930	132,163
(Acquisition of) / adjustment in property and equipment	(74,801)	2,813
Time deposits maturing after ninety days	(1,013,815)	(1,113,209)
Investment income received	81,799	67,581
Net Cash Used in Investing Activities	<u>(962,660)</u>	<u>(676,415)</u>
Cash Flows from Financing Activities:		
Dividend paid to shareholders	(538,212)	(547,530)
Dividend paid against non-controlling interests	-	(1,125)
Unpaid dividend transferred to separate bank account	(24,825)	(20,763)
Repayment of borrowings	(412,084)	(398,396)
Net Cash Used in Financing Activities	<u>(975,121)</u>	<u>(967,814)</u>
Net Decrease in Cash and Cash Equivalents	<u>(927,224)</u>	<u>(554,816)</u>
Cash and Cash Equivalents at Beginning of the Period	<u>1,542,211</u>	<u>1,614,207</u>
Cash and Cash Equivalents at End of the Period	<u>614,987</u>	<u>1,059,391</u>

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2018

- (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 2017 and for the half yearly consolidated financial statements of 2018.