

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

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED
MARCH 31, 2018**

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

**UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018**

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

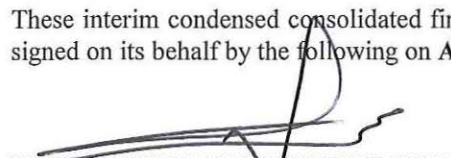
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION


AS OF MARCH 31, 2018

(Amounts expressed in thousands of Qatari Riyals)

	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
<u>ASSETS</u>		
Non-Current Assets:		
Property and equipment	22,219,986	22,392,337
Investment in joint venture companies	4,303,502	4,143,938
Loans to joint venture companies	93,075	98,774
Available-for-sale investments	117,848	109,230
Total Non-Current Assets	26,734,411	26,744,279
Current Assets:		
Inventories	23,721	23,805
Trade and other receivables	403,788	340,311
Due from joint venture companies	23,933	35,665
Cash and bank balances	2,749,895	2,775,377
Total Current Assets	3,201,337	3,175,158
Total Assets	29,935,748	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	6,435	(2,183)
Proposed cash dividend	-	554,026
Retained earnings	2,040,368	1,823,992
Equity before hedging reserve and non-controlling interests	8,357,602	8,686,634
Hedging reserve	(2,383,468)	(2,765,048)
Equity after hedging reserve and before non-controlling interests	5,974,134	5,921,586
Non-controlling interests	4,551	4,216
Non-Current Liabilities:		
Borrowings	19,790,628	19,789,344
Fair value of interest rate swaps	2,167,577	2,478,222
Provision for employees' end of service benefits	29,536	28,743
Other liabilities	109,177	119,287
Total Non-Current Liabilities	22,096,918	22,415,596
Current Liabilities:		
Borrowings	832,243	832,243
Accounts payable and accruals	1,001,282	699,078
Due to joint venture companies	26,620	46,718
Total Current Liabilities	1,860,145	1,578,039
Total Equity and Liabilities	29,935,748	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 **April 24, 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**

**CONDENSED CONSOLIDATED STATEMENT OF INCOME
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018
(Amounts expressed in thousands of Qatari Riyals)**

	Three Month Period Ended March 31, 2018 (Unaudited)	Three Month Period Ended March 31, 2017 (Unaudited)
<u>Income:</u>		
Revenue from wholly owned vessels	757,589	752,597
Share of results from joint ventures	84,917	83,828
Income from marine and agency services	14,927	13,317
Interest income on loans to joint ventures	2,556	2,337
Interest, dividend and profit from Islamic banks	21,079	16,605
Other income	9,232	8,857
Total Income	890,300	877,541
<u>Expenses:</u>		
Operating costs	(164,626)	(170,825)
General and administrative	(32,041)	(32,713)
Depreciation of property and equipment	(188,628)	(189,571)
Finance charges	(288,294)	(293,078)
Total Expenses	(673,589)	(686,187)
Profit for the period	216,711	191,354
Profit for the period attributable to:		
Owners of the Company	216,376	191,062
Non-controlling interests	335	292
Total	216,711	191,354
 Basic and diluted earnings per share (expressed in QR per share)	 0.39	 0.34

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2018 (Unaudited)	Three Month Period Ended March 31, 2017 (Unaudited)
Profit for the period	216,711	191,354
<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	8,618	(7,581)
Changes in fair value of cash flow hedging derivatives	310,645	(13,474)
Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	70,935	24,381
Total comprehensive income for the period	606,909	194,680
Total comprehensive income for the period attributable to:		
Owners of the Company	606,574	194,388
Non-controlling interests	335	292
Total	606,909	194,680

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 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	-	-	-	-	191,062	191,062	-	292
<u>Other comprehensive income for the period</u>								
-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)	<u>5,538,717</u>	<u>687,463</u>	<u>79,547</u>	<u>-</u>	<u>1,828,667</u>	<u>8,134,394</u>	<u>(3,234,371)</u>	<u>3,313</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
Profit for the period	-	-	-	-	216,376	216,376	-	335
<u>Other comprehensive income for the period</u>								
-Changes in fair value of available-for-sale investments	-	-	8,618	-	-	8,618	-	-
-Changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	310,645	-
-Group's share of joint ventures' changes in fair value of cash flow hedging derivatives	-	-	-	-	-	-	70,935	-
Total comprehensive income for the period	-	-	8,618	-	216,376	224,994	381,580	335
Dividend declared for 2017	-	-	-	(554,026)	-	(554,026)	-	-
Balance as of March 31, 2018 (Unaudited)	<u>5,538,717</u>	<u>772,082</u>	<u>6,435</u>	<u>-</u>	<u>2,040,368</u>	<u>8,357,602</u>	<u>(2,383,468)</u>	<u>4,551</u>

QATAR GAS TRANSPORT COMPANY LIMITED (NAKILAT) Q.P.S.C.
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018
(Amounts expressed in thousands of Qatari Riyals)

	Three Month Period Ended March 31, 2018 (Unaudited)	Three Month Period Ended March 31, 2017 (Unaudited)
Cash Flows from Operating Activities:		
Profit for the period	216,711	191,354
Adjustments for:		
Depreciation of property and equipment	188,628	189,571
Finance charges	288,294	293,078
Share of results from joint ventures	(84,917)	(83,828)
Interest income on loans to joint ventures	(2,556)	(2,337)
Interest, dividend and profit from Islamic banks	(21,079)	(16,605)
Other income	(9,232)	(8,857)
Provision for employees' end of service benefits	1,385	2,384
	<u>577,234</u>	<u>564,760</u>
Working Capital Changes:		
Inventories	84	(664)
Trade and other receivables	(59,848)	58,033
Accounts payable and accruals	(33,260)	(91,825)
Other liabilities	(10,110)	(12,021)
Due from joint venture companies	13,284	1,484
Due to joint venture companies	(20,098)	18,379
Cash generated from operations	467,286	538,146
Finance charges paid	(14,689)	(10,962)
Employees' end of service benefits paid	(592)	(402)
Net Cash from Operating Activities	<u>452,005</u>	<u>526,782</u>
Cash Flows from Investing Activities:		
Return of investment from joint venture	-	220,240
Loans to joint venture companies-net	-	67
Dividend income received from joint ventures	19,086	16,429
Acquisition of property and equipment	(16,277)	(194)
Investment income received	27,686	22,630
Time deposits maturing after 90 days	(505,543)	(1,193,326)
Net Cash Used in Investing Activities	<u>(475,048)</u>	<u>(934,154)</u>
Cash Flows from Financing Activities:		
Dividend paid to shareholders	(504,743)	(512,641)
Unpaid dividend transferred to separate bank account	(52,522)	(45,865)
Dividend paid against non-controlling interests	-	(1,125)
Net Cash Used in Financing Activities	<u>(557,265)</u>	<u>(559,631)</u>
Net Decrease in Cash and Cash Equivalents	<u>(580,308)</u>	<u>(967,003)</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>961,903</u>	<u>647,204</u>