



**TRINIDAD
GENERATION
UNLIMITED**
Redefining Energy

Third Floor, Colfire Building
128 Mulchan Seuchan Road
Chaguana, 501342
Trinidad and Tobago, W.I.
Tel: 1 (868) 665-9740
Fax: 1 (868) 665-9729

Exhibit A

**Unaudited Financial Statements of the Company
for the fiscal quarter ending March 31, 2018**

TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR
FIRST QUARTER
JANUARY 2018 – MARCH 2018



**RESULTS OF OPERATIONS FOR
FIRST QUARTER
JANUARY 2018 – MARCH 2018**

Operations Report:

The first quarter's performance measured on key industry metrics relating to Health, Safety and Environment and weighted Equivalent Availability (EA) are on target as per plan. The EA achieved for the quarter was in line with planned EA, which resulted in revenue figures being on par with the Company's budget and projections. In addition, EBITDA for the period was 8% higher than projected due to Operating and Administrative Expenses being lower for the quarter than projected primarily due to the rescheduling of the Company's planned Steam Turbine Outage from March to July 2018. Total TGU headcount at the end of March 2018 was 68. There were no "Lost Time Incidents" (LTIs) for the quarter. Three (3) machine trips were recorded. The Root Causes were all identified and corrective actions implemented.

Statutory and annual inspection were completed for GT 13, GT 21, GT 12 and GT 23. In addition, from January 1, 2018 the off taker has requested the plant operate in a 6GT x 6HRSG x 2ST configuration with an output of 600 MW. This was continued until March 20 when they requested a reduced output in a 5GT x 5HRSG x 2ST configuration. The off taker has since indicated that loads will be increased to 600MW in July 2018.



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FIRST QUARTER
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Summary

| Performance Measure | Jan Actual | Feb Actual | Mar Actual | Q1 Actual | Q1 Projected | Q2 2018 Projected | 2018 YTD | 2018 Goal |
|-------------------------------|------------|------------|------------|-----------|--------------|-------------------|----------|-----------|
| Equivalent Availability (%) | 96.02 | 91.92 | 94.21 | 94.12 | 92.20 | 95.18 | 94.12 | >93% |
| Forced outage Factor (%) | 0.02 | 1.37 | 0.27 | 0.52 | 2.00 | 2.0 | 0.52 | <2% |
| Maintenance Outage factor (%) | 0.00 | 0.00 | 0.00 | 0.00 | 1.50 | 1.5 | 0.00 | <1.5% |
| Planned Outage Factor (%) | 3.96 | 6.71 | 5.52 | 5.36 | 4.30 | 1.32 | 5.36 | <3.5% |
| Trips | 0 | 3 | 0 | 3 | 0 | 0 | 3 | <16 |
| Heat Rate (BTU/kWhr) | 8050 | 8200 | 8049 | 8099 | * | * | 8099 | * |
| Mis Declarations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Requested Starts | 0 | 0 | 0 | 2 | 2 | 0 | 2 | <120 |

* Depends on plant configuration as guided by Off Taker.

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FIRST QUARTER
JANUARY 2018 – MARCH 2018

Statement of Comprehensive Income for the Quarter ended March 31, 2018

| TRINIDAD GENERATION UNLIMITED | | | | | |
|--|-----------------------|----------------------|-------|--------------------|--|
| STATEMENT OF COMPREHENSIVE INCOME | | | | | |
| US\$'000 | 2018 | 2018 | | 2017 | |
| | For the Quarter Ended | For the Period Ended | Notes | For the Year Ended | |
| | March 31 | March 31 | | December 31 | |
| | Unaudited | Unaudited | | Audited | |
| REVENUE | | | | | |
| Total Billings | 27,335 | 27,335 | 1 | 108,028 | |
| Less: Lease Capital Transfer & Other Revenue | (912) | (912) | 2 | (4,728) | |
| | <u>26,423</u> | <u>26,423</u> | | <u>103,300</u> | |
| EXPENSES: OPERATING AND ADMIN | (3,973) | (3,973) | 3 | (20,002) | |
| EBITDA | 22,450 | 22,450 | | 83,298 | |
| DEPRECIATION | (2,040) | (2,040) | 4 | (6,706) | |
| FINANCE EXPENSES | (9,624) | (9,624) | 5 | (38,733) | |
| FINANCE INCOME | 300 | 300 | 6 | 1,685 | |
| PROFIT BEFORE TAXES | <u>11,086</u> | <u>11,086</u> | | <u>39,544</u> | |

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RESULTS OF OPERATIONS FOR
FIRST QUARTER
JANUARY 2018 – MARCH 2018

Statement of Financial Position as at March 31, 2018

| TRINIDAD GENERATION UNLIMITED STATEMENT OF FINANCIAL POSITION US\$'000 | | |
|--|--|---|
| | 2018 For the Period Ended March 31, Unaudited | 2017 For the Year Ended December 31, Audited |
| Non-current assets | | |
| Property, plant and equipment | 54,320 | 55,904 |
| Net investment in leased assets | 717,981 | 719,045 |
| Deferred tax assets | 69,025 | 74,318 |
| | <u>841,326</u> | <u>849,267</u> |
| Current assets | | |
| Cash and short-term deposits | 130,887 | 121,687 |
| Net investment in leased assets | 5,447 | 5,296 |
| Trade and other receivables | 50,918 | 38,256 |
| Due from related parties | 254 | 254 |
| Tax recoverable | 81 | 81 |
| Inventories | 13,766 | 13,087 |
| | <u>201,353</u> | <u>178,661</u> |
| TOTAL ASSETS | <u>1,042,679</u> | <u>1,027,928</u> |
| EQUITY AND LIABILITIES | | |
| Stated capital | 189,400 | 189,400 |
| Retained earnings | 22,602 | 16,092 |
| | <u>212,002</u> | <u>205,492</u> |
| Non-current liabilities | | |
| Deferred tax liabilities | 224,322 | 225,204 |
| Long term bond | 582,191 | 581,864 |
| | <u>806,513</u> | <u>807,068</u> |
| Current liabilities | | |
| Trade and other payables | 11,039 | 10,118 |
| Bond Interest Payable | 13,125 | 5,250 |
| Dividends payable | - | - |
| Due to related parties | - | - |
| | <u>24,164</u> | <u>15,368</u> |
| Total liabilities | <u>830,677</u> | <u>822,436</u> |
| TOTAL EQUITY AND LIABILITIES | <u>1,042,679</u> | <u>1,027,928</u> |

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RESULTS OF OPERATIONS FOR FIRST QUARTER JANUARY 2018 – MARCH 2018

Statement of Cash Flow

| TRINIDAD GENERATION UNLIMITED STATEMENT OF CASH FLOW | | | |
|---|--|---|--|
| US\$'000 | 2018 For the Quarter Ended March 31 Unaudited | 2018 For the Period Ended March 31 Unaudited | 2017 For the Year Ended December 31 Audited |
| Profit before tax | 11,086 | 11,086 | 39,544 |
| Depreciation | 2,040 | 2,040 | 6,706 |
| Foreign exchange gains | 2 | 2 | (276) |
| Unamortized discount and transaction costs | 327 | 327 | 1,253 |
| Other movements | - | - | 617 |
| Interest expense/(income) net | 9,061 | 9,061 | 36,253 |
| Operating profit before changes in working capital | 22,516 | 22,516 | 84,097 |
| Decrease/(increase) in trade and other receivables | (12,596) | (12,596) | (17,824) |
| Decrease/(increase) in amounts due from related parties | - | - | - |
| Decrease/(increase) in inventories | (679) | (679) | (2,341) |
| Decrease/(increase) in trade and other payables | (468) | (468) | 2,898 |
| | 8,773 | 8,773 | 66,830 |
| Net interest and taxes | 882 | 882 | (31,171) |
| Net cash generated from operations | 9,655 | 9,655 | 35,659 |
| Net cash used in investing activities | (455) | (455) | 32,059 |
| Net cash from financing activities | - | - | (60,000) |
| Net increase/(decrease) in cash and cash equivalents | 9,200 | 9,200 | 7,718 |
| Opening cash balance | 105,802 | 105,802 | 98,084 |
| Closing cash balance | 115,002 | 115,002 | 105,802 |
| Cash and short term deposit | \$'000 | \$'000 | \$'000 |
| Cash at Bank | 115,002 | 115,002 | 105,802 |
| Short term Deposits | 15,885 | 15,885 | 15,885 |
| | 130,887 | 130,887 | 121,687 |



**RESULTS OF OPERATIONS FOR
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Notes to the Financial Statement

1. Total billings for Quarter 1 of 2018 represent capacity and energy delivered billed according to the power purchase agreement (PPA). The revenue as stated in the audited financials represents billings less lease obligations.
2. Other revenue for Quarter 1 of 2018 represent energy delivered to the Company's off taker as well as other miscellaneous income adjusted for lease obligations.
3. Total expenses for the period totaled approximately US\$ 4.0 million which predominantly comprised normal recurrent expenses.
4. Depreciation in Quarter 1 of 2018 is significantly greater than prior year due to major maintenance costs being capitalized as per IAS 16 which now attracts depreciation.
5. Finance expenses of US\$ 9.6 million were primarily made up of TGU's monthly bond interest accrual of US\$ 7.9 million and the associated withholding tax of approximately US\$ 1.4 million.
6. Finance income of US\$ 0.3 million relates primarily to interest income on fixed deposits (of up to one-year maturity).