



**TRINIDAD
GENERATION
UNLIMITED**
Redefining Energy

Third Floor, Colfire Building
128 Mulchan Seuchan Road
Chaguanas, 501342
Trinidad and Tobago, W.I.
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Exhibit A

**Unaudited Financial Statements of the Company
for the fiscal quarter ending September 30, 2018**



TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR
THIRD QUARTER
JULY 2018 – SEPTEMBER 2018

TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR

JULY 2018 – SEPTEMBER 2018



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Operations Report:

The third quarter's performance measured on key industry metrics relating to Health, Safety and Environment are on target. The weighted Equivalent Availability (EA) achieved for the quarter was 88.36 % which was below the projected EA of 89.65 %, which resulted in revenue figures being slightly below the Company's budget projections. Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA) for the period was 13% lower than projected due to reduced revenues as well as operating and administrative expenses being higher for the period than projected. This was primarily due to an extended outage period for the Steam Turbine minor inspection performed in July/August. Total TGU headcount at the end of September 2018 was 68. There were no "Lost Time Incidents" (LTIs) for the quarter. There was one turbine trip during the quarter for which the root cause was identified and corrective actions implemented.

TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR

JULY 2018 – SEPTEMBER 2018



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Summary

Performance Measure	July Actual	Aug Actual	Sept Actual	Q3 Actual	Q3 Projected	Q4 2018 Projected	2018 YTD	2018 Goal
Equivalent Availability (%)	67.73	98.47	99.24	88.36	89.65	96.65	91.93	>93%
Forced outage Factor (%)	0.00	0.93	0.33	0.43	2.00	0.80	1.35	<2%
Maintenance Outage factor (%)	0.44	0.60	0.43	0.49	1.50	2.55	0.24	<1.5%
Planned Outage Factor (%)	31.83	0.00	0.00	10.72	6.85	0.00	6.48	<3.5%
Trips	0	1	0	1	0	0	9	<16
*Heat Rate (BTU/kWhr)	12350	8059	8103	9504	*	*	8574	*
Mis Declarations	0	0	0	0	0	0	0	0
Requested Starts	2	2	3	7	4	2	10	120

* Depends on plant configuration as guided by Off Taker, Trinidad and Tobago Electricity Commission ("T&TEC")

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RESULTS OF OPERATIONS FOR

JULY 2018 – SEPTEMBER 2018



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Statement of Comprehensive Income for the Quarter ended September 30, 2018 and the Year to date as at September 30, 2018 with full year 2017 Audited comparative

TRINIDAD GENERATION UNLIMITED STATEMENT OF COMPREHENSIVE INCOME US\$'000			
	2018	2018	2017
	For the Quarter Ended	For the Period Ended	For the Year Ended
	September 30	September 30	December 31
	Unaudited	Unaudited	Audited
REVENUE			
Total Billings	26,688	81,753	108,028
Less: Lease Capital Transfer & Other Revenue	(1,557)	(3,691)	(4,728)
	<u>25,131</u>	<u>78,062</u>	<u>103,300</u>
EXPENSES: OPERATING AND ADMIN			
	(5,612)	(15,639)	(20,002)
EBITDA	19,519	62,423	83,298
DEPRECIATION	(2,034)	(6,045)	(6,706)
FINANCE EXPENSES	(9,641)	(28,879)	(38,733)
FINANCE INCOME	121	1,551	1,685
PROFIT BEFORE TAXES	<u>7,965</u>	<u>29,050</u>	<u>39,544</u>

TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR

JULY 2018 – SEPTEMBER 2018



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Statement of Financial Position as at September 30, 2018 with full year 2017 Audited comparative

TRINIDAD GENERATION UNLIMITED STATEMENT OF FINANCIAL POSITION US\$'000	2018 For the Period Ended September 30 Unaudited	2017 For the Year Ended December 31, Audited
Non-current assets		
Property, plant and equipment	50,470	55,904
Net investment in leased assets	714,881	719,045
Deferred tax assets	66,466	74,318
	<u>831,817</u>	<u>849,267</u>
Current assets		
Cash and short-term deposits	130,091	121,687
Net investment in leased assets	5,763	5,296
Trade and other receivables	66,567	38,256
Due from related parties	-	254
Tax recoverable	81	81
Inventories	14,398	13,087
	<u>216,900</u>	<u>178,661</u>
TOTAL ASSETS	<u>1,048,717</u>	<u>1,027,928</u>
EQUITY AND LIABILITIES		
Stated capital	189,400	189,400
Retained earnings	27,862	16,092
	<u>217,262</u>	<u>205,492</u>
Non-current liabilities		
Deferred tax liabilities	224,141	225,204
Long term bond	582,860	581,864
	<u>807,001</u>	<u>807,068</u>
Current liabilities		
Trade and other payables	9,013	10,118
Bond Interest Payable	15,441	5,250
Dividends payable	-	-
Due to related parties	-	-
	<u>24,454</u>	<u>15,368</u>
Total liabilities	<u>831,455</u>	<u>822,436</u>
TOTAL EQUITY AND LIABILITIES	<u>1,048,717</u>	<u>1,027,928</u>

TRINIDAD GENERATION UNLIMITED

RESULTS OF OPERATIONS FOR

JULY 2018 – SEPTEMBER 2018



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Statement of Cash Flow for the Quarter ended September 30, 2018 and the Year to date as at September 30, 2018 with full year 2017 Audited comparative

TRINIDAD GENERATION UNLIMITED			
STATEMENT OF CASH FLOW			
US\$'000	2018	2018	2017
	For the Quarter Ended	For the Period Ended	For the Year Ended
	September 30	September 30	December 31
	Unaudited	Unaudited	Audited
Profit before tax	7,966	29,050	39,544
Depreciation	2,034	6,045	6,706
Foreign exchange gains	(17)	(208)	(276)
Unamortized discount and transaction costs	337	996	1,253
Other movements	(211)	-	617
Interest expense/(income) net	8,923	26,263	36,253
Operating profit before changes in working capital	19,032	62,146	84,097
Decrease/(increase) in trade and other receivables	(4,309)	(28,895)	(17,824)
Decrease/(increase) in amounts due from related parties	-	-	-
Decrease/(increase) in inventories	(124)	(1,310)	(2,341)
Decrease/(increase) in trade and other payables	(1,174)	391	2,898
	13,425	32,332	66,830
Net interest and taxes	2,418	(13,775)	(31,171)
Net cash generated from operations	15,843	18,557	35,659
Net cash used in investing activities	296	316	32,059
Net cash from financing activities	-	(10,000)	(60,000)
Net increase/(decrease) in cash and cash equivalents	16,139	8,873	7,718
Opening cash balance	98,536	105,802	98,084
Closing cash balance	114,675	114,675	105,802
<u>Cash and short term deposit</u>	\$'000	\$'000	\$'000
Cash at Bank	114,675	114,675	105,802
Short term Deposits	15,000	15,000	15,885
	129,675	129,675	121,687

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Notes to the Financial Statement

1. Total billings for Quarter 3 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 3 of 2018 represent energy delivered to the Company's off taker (T&TEC) as well as other miscellaneous income adjusted for lease obligations.
3. Total expenses in Quarter 3 totaled approximately US\$ 5.6 million which predominantly comprised normal recurrent expenses, as well as expenses from the planned Steam Turbine minor inspection in July/August.
4. Depreciation for the period ended September 30, 2018 is similar to the 2017 full year figure due to major maintenance costs being capitalized as per IAS 16 and the associated depreciation impact.
5. Finance expenses of US\$ 9.6 million for Quarter 3 were primarily made up of TGU's monthly bond interest of US\$ 7.9 million and the associated withholding tax of approximately US\$ 1.4 million.
6. Finance income of US\$ 0.1 million for Quarter 3 relates primarily to interest income on fixed deposits.