



Consolidated Financial Statements

For the Year Ended 31 March 2018.

Chairman's Statement

The profits of National Enterprises Limited (NEL) attributable to shareholders increased from \$177.9 million in fiscal year ended March 31, 2017 to \$187.1 million this year, an increase of \$9.2 million or 5.2%. While net profits for the year at \$194.8 million were a modest decrease from \$197.1 million in 2017, earnings per share increased to \$0.31 cents per share as compared to \$0.30 in 2017 due to increases in unrealised gains.

The investments in companies associated with Phoenix Park Gas Processors Limited contributed significantly to the performance of the share of profit of equity accounted investments. These companies include NGC NGL Limited, Pan West Engineers and Constructors LLC and Trinidad and Tobago NGL Limited. Other investee companies that continue to perform well include Trinidad Nitrogen Company Limited and National Flour Mills Limited, the latter of which has shown steady improvement in its operations. Telecommunications Services of Trinidad and Tobago Limited continues to work to create a long-term viable entity, and dividends from the Power Generation Company of Trinidad and Tobago Limited remain consistent and strong.

The improvement in our US dollar returns and dividend receipts lends to active consideration of payment of at least a portion of our own dividends in US dollars. We will work assiduously to put a framework in place to allow for this development in implementing our strategic plan.

The Board of Directors has approved a second interim dividend of \$0.11 per share. This coupled with the first interim dividend of \$0.11 paid on December 18 2017 will provide a total dividend for the fiscal year 2018 of \$0.22 per share. The dividend will be paid on August 29 2018 to shareholders on record as at August 9, 2018. The register will close on August 7-8, 2018 to facilitate the payment.

Ingrid L-A Lashley
Chairman

Summary Consolidated Financial Statements National Enterprises Limited and its Subsidiaries

	31-Mar		
	2018 (\$ '000)	2017 (\$ '000)	2016 (\$ '000)
Core profit after taxation	200,589	199,598	106,209
Profit attributable to equity holders of the parent	187,082	177,860	90,419
Total Assets	3,603,451	3,669,234	3,585,373
Total Liabilities	373,592	425,409	397,479
Total Equity	3,229,859	3,243,825	3,187,894
Earnings per share	\$0.31	\$0.30	\$0.15
Return on average assets	5.14%	4.90%	2.39%
Return on average equity	5.78%	5.53%	2.72%

These summary consolidated financial statements were approved by the Board of Directors and authorised for issue on 13 July 2018 and signed on their behalf by:

Director
Ingrid L-A Lashley

Director
Navin Rajkumar

Re-statement:

Comparative information has been adjusted to take into account the restatements and reclassifications made to prior year balances of Telecommunication Services of Trinidad and Tobago (TSTT), a joint venture.

The comparative information has been restated to reflect fees paid for the rental of premises and commission expenses related to the prior period which was included in error in the corresponding expenses in 2018. These charges were reversed from March 2018 expenses and included in the Other Comprehensive Income for the year ended March 2017.

The fixed assets were also restated to reflect the transfer of closed capital projects to the company's asset management module for periods prior to March 2017.

In accordance with IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors' these prior period errors have been applied retrospectively.

INDEPENDENT AUDITORS' REPORT ON SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

The Shareholders

National Enterprises Limited

Opinion

The accompanying summary consolidated financial statements of National Enterprises Limited and its subsidiaries (the Group), which comprise financial highlights are extracted and derived from the audited consolidated statement of financial position of the Group as at 31 March 2018 and from the consolidated statement of comprehensive income of the Group for the year ended 31 March 2018.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, on the basis of management's established criteria as described below.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards applied in the preparation of the consolidated financial statements of the Group. Reading the summary consolidated financial statements is not a substitute for reading the audited consolidated financial statements of the Group.

The Audited Consolidated Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 13 July 2018. The audited consolidated financial statements and the summary consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

Responsibilities of Management for the Summary Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the summary consolidated financial statements in accordance with the basis of criteria established by management.

Under management's established criteria, management prepares the summary consolidated financial statements in accordance with International Financial Reporting Standards but summaries it by disclosing the financial highlights extracted and derived from the consolidated statement of financial position of the Group as at 31 March 2018 and from the consolidated statement of comprehensive income of the Group for the year ended 31 March 2018.

Auditors' Responsibilities for the Audit of the Summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing 810 (Revised) – Engagements to Report on Summary Financial Statements.

PKF

Port-of-Spain
TRINIDAD
13 July 2018

Telephone: (868) 235-5063
Address: 111 Eleventh Street, Barataria, Trinidad, West Indies
Mailing Address: PO Box 10205, Eastern Main Road, San Juan
Partners: Renée-Lisa Philip Mark K. Superville