

Unaudited Condensed Consolidated Interim
Financial Statements

**PETROLEUM COMPANY OF TRINIDAD
AND TOBAGO LIMITED**

Six Months Ended 2017 March 31

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Six Months ended 2017 March 31

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PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

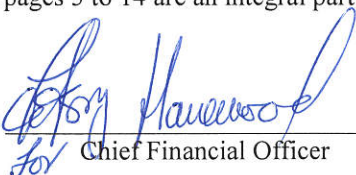
Unaudited Condensed Consolidated Statement of Financial Position

(Presented in Thousands of Trinidad and Tobago dollars)

	Note	March 31, 2017	December 31, 2016	Unaudited September 30, 2016
ASSETS:		\$	\$	\$
Non-current assets				
Property, plant and equipment	7	20,012,752	20,175,174	20,220,128
Intangible assets and goodwill	7	6,225,136	6,302,978	6,374,088
Available-for-sale financial instruments		2,840	2,841	2,217
Investment in associate		38,212	37,603	36,968
Net deferred income tax assets		5,686,361	5,507,966	5,521,149
Income taxes recoverable		530,683	530,683	530,683
Cash in escrow-shareholder		197,789	191,600	184,561
		<u>32,693,773</u>	<u>32,748,845</u>	<u>32,869,794</u>
Current assets				
Inventories		2,555,917	2,357,746	2,285,177
Receivables and prepayments	8	2,498,287	2,482,937	2,270,813
Cash and cash equivalents		572,496	826,377	827,678
		<u>5,626,700</u>	<u>5,667,060</u>	<u>5,383,668</u>
Assets classified as held for sale		<u>27,692</u>	<u>27,692</u>	<u>27,692</u>
Total assets		<u>38,348,165</u>	<u>38,443,597</u>	<u>38,281,154</u>
EQUITY AND LIABILITIES:				
Capital and reserves attributable to equity holders of the Company				
Share capital		2,272,274	2,272,274	2,272,274
Retained earnings		8,509,924	8,665,659	8,646,290
Currency translation differences		552,679	574,615	550,868
		<u>11,334,877</u>	<u>11,512,548</u>	<u>11,469,432</u>
Non-controlling interests		(55,600)	(54,446)	(54,840)
Total equity		<u>11,279,277</u>	<u>11,458,102</u>	<u>11,414,592</u>
Liabilities				
Non-current liabilities				
Borrowings	9	7,592,035	7,587,671	7,756,889
Retirement benefit obligation – pension benefits		287,188	253,590	220,500
Retirement benefit obligation – medical benefits		2,672,806	2,634,176	2,587,900
Provisions		4,757,689	4,686,784	4,596,941
		<u>15,309,718</u>	<u>15,162,221</u>	<u>15,162,230</u>
Current liabilities				
Trade and other payables	10	4,799,645	4,925,660	4,754,878
Current tax liabilities		2,123,417	2,127,111	2,123,021
Current portion of long-term borrowings	9	481,950	481,741	479,385
Short-terms loans		4,346,477	4,281,081	4,339,367
Provisions		7,681	7,681	7,681
		<u>11,759,170</u>	<u>11,823,274</u>	<u>11,704,332</u>
Total liabilities		<u>27,068,888</u>	<u>26,985,495</u>	<u>26,866,562</u>
Total equity and liabilities		<u>38,348,165</u>	<u>38,443,597</u>	<u>38,281,154</u>

The notes on pages 5 to 14 are an integral part of these unaudited condensed consolidated interim financial statements.

Certified By:


for Chief Financial Officer

2017 June 02
Date

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED
Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
(Presented in Thousands of Trinidad and Tobago dollars)

For the Quarter Ended			For the Six Months Ended			
March 2016	December 2016	March 2017		Note	March 2017	March 2016
\$	\$	\$			\$	\$
3,751,484	5,524,848	4,828,545	Revenue	11	10,353,393	7,166,358
(3,946,182)	(4,987,849)	(4,659,840)	Cost of sales	13	(9,647,689)	(7,776,637)
(194,698)	536,999	168,705	Gross (loss)/profit		705,704	(610,279)
(269,839)	(283,564)	(290,075)	Administrative expenses	13	(573,639)	(574,480)
(31,165)	(29,936)	(35,491)	Marketing expenses	13	(65,427)	(63,094)
2,882	2,429	(13,470)	Other operating (expenses)/income	13	(11,041)	(6,091)
1,134	(477)	1,380	Impairment (losses)/income	14	903	(66)
82,174	31,900	38,636	Other operating income	12	70,536	135,229
(409,512)	257,351	(130,315)	Operating (loss)/profit		127,036	(1,118,781)
404	325	734	Finance income		1,059	1,084
(158,206)	(146,271)	(149,142)	Finance cost-bank borrowings		(295,413)	(309,898)
(67,260)	(67,260)	(65,992)	Finance cost-dismantlement		(133,252)	(134,520)
(225,062)	(213,206)	(214,400)	Net finance costs		(427,606)	(443,334)
(613)	386	(1,377)	Share of (loss)/profit of equity-accounted investees, net of tax		(991)	(626)
(635,187)	44,531	(346,092)	Profit (loss) before tax		(301,561)	(1,562,741)
349,353	(24,492)	190,351	Income tax benefit/(expense)	15	165,859	859,508
(285,834)	20,039	(155,741)	Profit (loss) for the period		(135,702)	(703,233)
			Other comprehensive income: Items that will never be reclassified to profit or loss:			
179,716	23,471	(23,084)	Currency translation differences		387	270,973
179,716	23,471	(23,084)	Other comprehensive income /(loss) for the period net of income tax		387	270,973
(106,118)	43,510	(178,825)	Total comprehensive loss for the period		(135,315)	(432,260)
			(Loss)/ Profit attributable to:			
(288,636)	19,369	(155,735)	Equity holders of the Company		(136,366)	(706,521)
2,802	670	(6)	Non-controlling interests		664	3,288
(285,834)	20,039	(155,741)			(135,702)	(703,233)
			Total comprehensive (loss)/income attributable to:			
(109,502)	43,116	(179,095)	Equity holders of the Company		(135,979)	(435,548)
3,384	394	270	Non-controlling interests		664	3,288
(106,118)	43,510	(178,825)			(135,315)	(432,260)

The notes on pages 5 to 14 are an integral part of these unaudited condensed consolidated interim financial statements.

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Unaudited Condensed Consolidated Statement of Changes in Equity (Presented in Thousands of Trinidad and Tobago dollars)

	Attributable to equity holders of the Company				Non- controlling interests	Total equity
	Share capital	Currency translation differences	Retained earnings	Total		
	\$	\$	\$	\$	\$	\$
Balance at 2016 September 30	2,272,274	550,868	8,646,290	11,469,432	(54,840)	11,414,592
(Loss)/Profit for the period	--	--	(136,366)	(136,366)	664	(135,702)
Other comprehensive income:						
Currency translation differences	--	1,811	--	1,811	(1,424)	387
Total comprehensive income for the period	--	1,811	(136,366)	(134,555)	(760)	(135,315)
Balance at 2017 March 31	2,272,274	552,679	8,509,924	11,334,877	(55,600)	11,279,277
Balance at 2015 September 30	2,272,274	138,165	8,777,931	11,188,370	(55,411)	11,132,959
Loss for the period	--	--	(706,521)	(706,521)	3,288	(703,233)
Other comprehensive income:						
Currency translation differences	--	272,761	--	272,761	(1,788)	270,973
Total comprehensive income for the period	--	272,761	(706,521)	(433,760)	1,500	(432,260)
Balance at 2016 March 31	2,272,274	410,926	8,071,410	10,754,610	(53,911)	10,700,699

The notes on pages 5 to 14 are an integral part of these unaudited condensed consolidated interim financial statements.

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Unaudited Condensed Consolidated Statement of Cash flows

(Presented in Thousands of Trinidad and Tobago dollars)

For the Quarter Ended			For the Six Months Ended	
March 2016	December 2016	March 2017	March 2017	March 2016
\$	\$	\$	\$	\$
Cash flows from operating activities:				
(635,187)	44,531	(346,092)	(301,561)	(1,562,741)
166,212	136,292	160,249	296,541	347,761
311,344	251,234	268,995	520,229	607,492
(49,605)	11,734	(681)	(11,053)	(69,936)
219,755	213,602	214,704	428,306	438,528
(404)	(305)	(696)	(1,001)	(1,084)
(5)	--	--	--	(33)
(639)	(386)	954	1,431	2,400
(2,334)	--	--	--	(2,334)
1,200	477	(605)	(991)	(626)
70,425	74,475	74,475	148,950	140,850
55,250	57,925	57,925	115,850	110,500
(1,243)	(7,219)	--	--	--
1,254,807	(79,880)	(152,116)	(209,890)	1,890,937
(71,899)	(53,449)	(59,757)	(113,206)	(133,727)
(10)	--	7,151	(68)	(10)
<u>1,317,667</u>	<u>649,031</u>	<u>224,506</u>	<u>873,537</u>	<u>1,767,977</u>
Cash flows from investing activities:				
(217,874)	(202,695)	(90,798)	(293,493)	(502,935)
5	--	--	--	33
--	--	--	--	--
--	(25,769)	25,770	25,770	--
(1,200)	(477)	(954)	(1,431)	(2,400)
96	303	680	983	946
<u>(218,973)</u>	<u>(228,638)</u>	<u>(116,842)</u>	<u>(319,711)</u>	<u>(504,356)</u>
Cash flows from financing activities:				
--	(195,641)	--	(195,641)	(195,641)
1,432,573	2,388,253	2,397,116	4,785,369	3,330,501
(2,343,523)	(2,431,569)	(2,323,468)	(4,755,037)	(4,811,528)
(340,294)	(121,407)	(448,735)	(570,142)	(462,339)
<u>(1,251,244)</u>	<u>(360,364)</u>	<u>(375,087)</u>	<u>(735,451)</u>	<u>(2,139,007)</u>
(98,265)	(61,330)	(12,227)	(73,557)	(124,883)
(250,815)	(1,301)	(241,654)	(181,625)	(875,385)
<u>982,465</u>	<u>827,678</u>	<u>826,377</u>	<u>827,678</u>	<u>1,731,918</u>
<u>731,650</u>	<u>826,377</u>	<u>572,496</u>	<u>572,496</u>	<u>731,650</u>

The notes on pages 5 to 14 are an integral part of these unaudited condensed consolidated interim financial statements.

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

(Presented in Thousands of Trinidad and Tobago dollars)

1. Reporting entity

Petroleum Company of Trinidad and Tobago Limited (Petrotrin) is incorporated in the Republic of Trinidad and Tobago. The Group is primarily engaged in integrated petroleum operations which include the exploration for, development and production of hydrocarbons and the manufacturing and marketing of petroleum products. The sole shareholder is the Government of the Republic of Trinidad and Tobago (GORTT). The registered office is the Administration Building, Pointe-a-Pierre, Trinidad, West Indies.

The condensed consolidated interim financial statements of the Group as at and for the six months ended 2017 March 31 comprise the Company and its subsidiaries (together referred to as the 'Group') and the Group's interest in jointly controlled entities.

2. Basis of presentation

The accompanying condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations issued by the International Accounting Standards Board (IASB). The accompanying consolidated statement of financial position as at 2017 March 31, the consolidated statements of comprehensive income, changes in equity and cash flows for the six months ended 2017 March 31, and the explanatory notes thereto are unaudited and have been prepared for quarterly and interim financial information. These consolidated interim financial statements are condensed and prepared in compliance with International Accounting Standard (IAS) 34, *Interim Financial Reporting*, and should be read in conjunction with the audited consolidated financial statements of the Group as at and for the year ended 2016 September 30, which have been prepared in accordance with IFRS.

The interim financial statements apply the same accounting principles and practices as those used in the 2016 annual financial statements.

In the opinion of management, these unaudited condensed consolidated interim financial statements include all adjustments of a normal and recurring nature necessary for a fair presentation of results. Results for the six months ended 2017 March 31 are not necessarily indicative of future results.

3. Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Group operates ("the functional currency"). The United States dollar is the Group's functional currency. The condensed consolidated interim financial statements are presented in Trinidad and Tobago dollars, rounded to the nearest thousand, which is the Group's presentation currency. This is because its main stakeholders are the Government of the Republic of Trinidad and Tobago, the Ministry of Finance, and its employees.

The following exchange rates were used in translating United States dollars to Trinidad and Tobago dollars:

	March 31 2017	December 31 2016	September 30 2016	March 31 2016
At end of the period	6.74640	6.74585	6.74315	6.56610
Average rate during the period	6.74551	6.74084	6.55020	6.43465

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

(Presented in Thousands of Trinidad and Tobago dollars)

4. Use of judgements and estimates

In preparing these condensed financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 2016 September 30.

Measurement of fair values

The carrying amount of the following assets and liabilities: cash, investments, trade receivables and payables, other receivables and payables and short-term borrowings approximate to their fair values. During the period, there were no changes in the classification of financial assets, neither were there transfers between levels of the fair value hierarchy.

5. Income tax expense

Tax expense or benefit is recognised based on management's best estimate of the weighted-average annual income tax rate expected for the full financial year multiplied by the pre-tax income of the interim reporting period.

6. Accounting standards and interpretations

(a) New standards, amendments and interpretation adopted

- No new accounting standards, amendments or interpretations were adopted for the six months ended 2017 March 31.

(b) New standards, amendments and interpretation issued but not early adopted

- IFRS 9 'Financial Instruments' was issued on 2014 July 24 and is effective for annual periods beginning on or after 2018 January 1.
- Annual Improvements to IFRS Standards 2014–2016 Cycle' was issued on 2016 December 8. The amendments to IFRS 1 and IAS 28 are effective for annual periods beginning on or after 2018 January 1.
- Transfers of Investment Property (Amendments to IAS 40)' was issued on 2016 December 8. The amendments are effective for periods beginning on or after 2018 January 1. Earlier application is permitted.
- IFRIC 22 'Foreign Currency Transactions and Advance Consideration' was issued on 2016 December 8. The standard is effective for annual reporting periods beginning on or after 2018 January 1. Earlier application is permitted.

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

(Presented in Thousands of Trinidad and Tobago dollars)

7. Property, plant and equipment and Intangible assets and goodwill

	Property, plant and equipment	Intangible assets
	\$	\$
Six months ended 2017 March 31		
Opening net book amount as at 2016 October 01	20,220,128	6,374,088
Exchange differences	49,444	54,509
Additions	263,409	93,080
Depreciation and amortisation	(520,229)	(296,541)
Closing net book amount as at 2017 March 31	<u>20,012,752</u>	<u>6,225,136</u>
Six months ended 2016 March 31		
Opening net book amount as at 2015 October 01	19,676,440	6,095,250
Exchange differences	670,875	211,001
Additions	253,351	333,102
Depreciation and amortisation	(607,492)	(347,761)
Closing net book amount as at 2016 March 31	<u>19,993,174</u>	<u>6,291,592</u>

During the six months ended 2017 March 31, the Group acquired assets with costs totalling \$356,489 (2016: \$586,453). Significant capital expenditure in property, plant and equipment and intangible assets comprised mainly \$144,925 (2016: \$152,970) for Refining and Marketing, \$96,260 (2016: \$382,950) for Land, North East Coast and for Trinmar. Expenditure on Ultra-Low Sulphur Diesel Plant (ULSD) was \$8,902 (2016: \$9,442) and on major inspection and overhaul work to the refinery plants was \$51,023 (2016: 28,502).

The carrying value of the ULSD still under construction at 2017 March 31 was \$2,423,595 (2016: \$2,361,383). This amount is included within Property, plant and equipment.

8. Receivables and Prepayments

	Six months ended March 31	
	2017	2016
	\$	\$
Trade receivables	1,087,737	828,163
Less: Provision for impairment of trade receivables	(13,521)	(213,621)
	<u>1,074,216</u>	<u>614,542</u>
Related Parties	910,622	651,733
Less: Provision for impairment of receivables	(33,093)	(10,845)
	<u>877,529</u>	<u>640,888</u>
Other receivables	443,366	927,718
Less: Provision for impairment of other receivables	(237,106)	(61,027)
	<u>206,260</u>	<u>866,691</u>
Trade and other receivables excluding prepayments and taxes	2,158,005	2,122,121
Taxes recoverable	75,331	58,872
Prepayments	264,951	274,883
Trade and other receivables including prepayments and taxes	<u>2,498,287</u>	<u>2,455,876</u>

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

*(Presented in Thousands of Trinidad and Tobago dollars)***9. Borrowings**

	Six months ended March 31	
	2017	2016
	\$	\$
Balance at start of six months period	8,236,274	8,168,845
Repayment of borrowings	(195,641)	(195,641)
Borrowing costs amortised	7,378	7,270
Currency translation	<u>25,974</u>	<u>273,709</u>
Balance at March 31	<u><u>8,073,985</u></u>	<u><u>8,254,183</u></u>
Non-current portion	7,592,035	7,784,951
Current portion	<u>481,950</u>	<u>469,232</u>
Balance at March 31	<u><u>8,073,985</u></u>	<u><u>8,254,183</u></u>

10. Trade and Other Payables

	Six months ended March 31	
	2017	2016
	\$	\$
Trade payables	1,375,982	1,008,303
Due to related parties	87,506	136,705
Benefits due to employees	809,728	736,320
Accrued expenses	783,310	1,432,084
Accrued interest	166,501	149,625
Other payables	<u>328,354</u>	<u>275,501</u>
Trade and other payables excluding statutory liabilities	<u>3,551,381</u>	<u>3,738,538</u>
Due to government of Trinidad and Tobago		
Royalties	904,266	997,550
Taxes other than income tax	<u>343,998</u>	<u>209,998</u>
Trade and other payables including statutory liabilities	<u><u>4,799,645</u></u>	<u><u>4,946,086</u></u>

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED
Notes to the Unaudited Condensed Consolidated Interim Financial Statements
2017 March 31
(Presented in Thousands of Trinidad and Tobago dollars)

11. Revenue

	Six months ended March 31	
	2017	2016
	\$	\$
Sale of refined products	9,886,304	6,846,462
Natural gas sales	170,240	79,639
Crude oil sales	110,600	92,819
Royalty income	177,961	139,669
Natural gas liquids sales	8,288	7,722
Other revenue	--	47
	<u>10,353,393</u>	<u>7,166,358</u>

12. Other operating income

	Six months ended March 31	
	2017	2016
	\$	\$
Marine income	23,849	22,721
Gain on foreign currency exchange	11,053	69,936
Interest on receivables	12,637	14,173
Sale of sulphuric acid	4,151	3,242
Pipeline rental income	3,952	5,367
Filling, handling & rack filling fees	3,427	--
Access and storage fee	5,849	14,032
Income from utilities	2,989	2,945
Land and building rental income	1,212	--
Other income	<u>1,417</u>	<u>2,813</u>
	<u>70,536</u>	<u>135,229</u>

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED
Notes to the Unaudited Condensed Consolidated Interim Financial Statements
2017 March 31
(Presented in Thousands of Trinidad and Tobago dollars)

13. Operating costs by nature

- (a) The following items are included in cost of sales; administrative expenses; marketing expenses and other operating expenses from continuing operations:

	Six months ended 2017 March 31				
	Cost of sales	Administrative expenses	Marketing expenses	Other operating expenses	Total
	\$	\$	\$	\$	\$
Purchases	7,073,255	--	--	--	7,073,255
Production taxes	309,978	--	--	--	309,978
Employee benefits expense (excluding retirement benefits)	689,738	347,088	30,459	--	1,067,285
Production and refining expenses	778,172	--	--	--	778,172
Movement in inventories	(247,949)	--	--	--	(247,949)
Amortisation of intangible assets (Note7)	296,541	--	--	--	296,541
Depreciation (Note 7)	501,658	--	7,285	11,286	520,229
Operating lease rental	164,330	3,137	885	--	168,352
Net medical benefit cost	--	115,850	--	--	115,850
Charge for bad and doubtful debts	35,616	(2,018)	--	--	33,598
Directors and key management remuneration (Note 17)	--	8,191	--	--	8,191
Net pension cost	--	148,950	--	--	148,950
Other expenses (income)	46,350	(47,559)	26,798	(245)	25,344
Total	<u>9,647,689</u>	<u>573,639</u>	<u>65,427</u>	<u>11,041</u>	<u>10,297,796</u>

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED
Notes to the Unaudited Condensed Consolidated Interim Financial Statements
2017 March 31
(Presented in Thousands of Trinidad and Tobago dollars)

13. Operating costs by nature (continued)

	Six months ended 2016 March 31				Total
	Cost of sales	Administrative expenses	Marketing expenses	Other operating expenses	
	\$	\$	\$	\$	\$
Purchases	4,619,507	--	--	--	4,619,507
Production taxes	272,075	--	--	--	272,075
Employee benefits expense (excluding retirement benefits)	681,902	365,387	27,741	--	1,075,030
Production and refining expenses	785,064	--	--	--	785,064
Movement in inventories	277,055	--	--	--	277,055
Amortisation of intangible assets (Note 7)	347,761	--	--	--	347,761
Depreciation (Note 7)	588,807	--	7,337	11,348	607,492
Operating lease rental	169,626	4,669	291	--	174,586
Net medical benefit cost	--	110,500	--	--	110,500
Loss on foreign currency exchange	39,008	5	--	--	39,013
Directors and key management remuneration (Note 17)	--	6,970	--	--	6,970
Net pension cost	--	140,850	--	--	140,850
Other expenses (income)	(4,168)	(53,901)	27,725	(5,257)	(35,601)
Total	<u>7,776,637</u>	<u>574,480</u>	<u>63,094</u>	<u>6,091</u>	<u>8,420,302</u>

14. Impairment losses

	Six months ended March 31	
	2017 \$	2016 \$
Impairment loss related to loans receivable:		
-World GTL (Trinidad) Limited in receivership	(1,431)	(2,400)
Reversal of previous impairment Losses:		
-Lake Asphalt of Trinidad and Tobago (1975) Limited (LATT)	2,334	2,334
Net impairment losses/ income	<u>903</u>	<u>(66)</u>

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

(Presented in Thousands of Trinidad and Tobago dollars)

15. Tax

	Six months ended March 31	
	2017	2016
Tax (benefit)/expense:	\$	\$
Current tax	1,065	10,489
Deferred tax	(166,924)	(869,997)
	(165,859)	(859,508)

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the basic tax rate applicable to profits of the consolidated companies as follows:

Profit/Loss before tax from continuing operations	301,561	1,562,741
Tax calculated at a rate of 55%	(165,859)	(859,508)

16. Capital commitments

Capital expenditure contracted for but not yet incurred at 2017 March 31 amounted to \$591,450 (2016: \$837,700).

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

*(Presented in Thousands of Trinidad and Tobago dollars)***17. Related parties**

In the ordinary course of its business Petrotrin enters into transactions concerning the exchange of goods, provision of services and financing with affiliated companies and subsidiaries as well as with entities directly and indirectly owned or controlled by the Government of the Republic of Trinidad and Tobago.

Most significant transactions concern:

- Sale of refined products to Trinidad and Tobago National Petroleum Marketing Company Limited.
- Purchase of natural gas from The National Gas Company of Trinidad and Tobago Limited.
- The exploration for and production of crude oil and natural gas through joint arrangements.

The following is a description of trade and financing transactions with related parties:

<u>Name of Company/Equity</u>	Six months ended 2017 March 31			
	Cost		Revenue	
	Goods	Services	Goods	Services
	\$	\$	\$	\$
The Government of the Republic of Trinidad and Tobago (GORTT)				
- Taxes	-	3,913,184	-	-
- Other	-	81,776	-	-
<u>Entities under common control</u>				
Trinidad and Tobago National Petroleum Marketing Company Limited	5,997	-	1,826,735	737
The National Gas Company of Trinidad and Tobago Limited	240,116	-	-	-

<u>Name of Company/Equity</u>	Six months ended 2016 March 31			
	Cost		Revenue	
	Goods	Services	Goods	Services
	\$	\$	\$	\$
The Government of the Republic of Trinidad and Tobago (GORTT)				
- Taxes	-	401,504	-	-
- Other	-	82,438	-	-
<u>Entities under common control</u>				
Trinidad and Tobago National Petroleum Marketing Company Limited	5,482	-	1,499,954	815
The National Gas Company of Trinidad and Tobago Limited	164,411	-	-	-
<u>Joint venture</u>				
World GTL (Trinidad) Limited	260,777	-	-	-

PETROLEUM COMPANY OF TRINIDAD AND TOBAGO LIMITED

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

2017 March 31

*(Presented in Thousands of Trinidad and Tobago dollars)***17. Related parties (continued)****Compensation of directors and key management personnel:**

Compensation of persons with responsibility for key positions in planning, direction and control functions of Petrotrin Group companies, including executive officers (key management personnel) consist of the following:

	Six months ended March 31	
	2017	2016
	\$	\$
Short-term employee benefits	7,520	6,591
Long-term employee benefits	<u>671</u>	<u>379</u>
	<u><u>8,191</u></u>	<u><u>6,970</u></u>

18. Interest in Joint operations

The Company has a shared control in a number of joint operations which are all based in Trinidad and Tobago.

These joint operations are involved in the exploration for and production of crude oil and natural gas. They represent unincorporated, jointly controlled operations. The Company's interest in the assets, liabilities and expenditures of these ventures are included in the relevant components of the Company's financial statements.

The following table sets out summarized financial data of the Company's share of the assets and liabilities and material revenue and expenses of these jointly controlled operations. These amounts are included in the Company's statement of financial position and profit or loss and other comprehensive income:

	Joint operations					
	Block 9 – Offshore	Teak, Samaan , Poui (TSP)	Central Block	South East Coast Consortium	Other	Total
	Six months ended 2017 March 31					
Revenue	150,985	104,414	27,509	75,095	7,097	365,100
Cost of Sales	(82,242)	(64,924)	(40,414)	(32,438)	(2,929)	(222,947)
Income tax benefit/(expense)	(27,747)	(22,309)	11,722	(30,305)	(4,389)	(73,028)
	Six months ended 2016 March 31					
Revenue	50,875	85,797	33,190	78,240	4,844	252,946
Cost of Sales	(63,255)	(94,726)	(43,049)	(55,917)	(4,028)	(260,975)
Income tax expense	20,266	5,655	4,503	(15,572)	(1,426)	13,426