

**QATAR GAS TRANSPORT COMPANY (NAKILAT) Q.S.C.**  
**DOHA – QATAR**  
**UNAUDITED INTERIM CONSOLIDATED BALANCE SHEET**  
**AS OF MARCH 31, 2008**  
**(Amounts Expressed in Thousands of Qatari Riyals)**

<b><u>ASSETS</u></b>	<b><u>March 31,</u></b> <b><u>2008</u></b> <b>(Unaudited)</b>	<b><u>December 31,</u></b> <b><u>2007</u></b> <b>(Audited)</b>
<b>Current Assets:</b>		
Cash and bank balances	1,872,323	2,474,944
Trade and other receivables	181,322	96,091
Due from joint venture companies	106	53
Inventory	8	10
<b>Total Current Assets</b>	<b>2,053,759</b>	<b>2,571,098</b>
<b>Non-Current Assets:</b>		
Loan to joint venture companies	1,571,203	1,547,241
Investment in joint venture companies	2,420,350	2,457,184
Available -for -sale investments	122,444	130,045
Construction in progress	11,741,335	9,381,699
Property and equipment	1,292	1,336
<b>Total Non-Current Assets</b>	<b>15,856,624</b>	<b>13,517,505</b>
<b>Total Assets</b>	<b>17,910,383</b>	<b>16,088,603</b>
<b><u>LIABILITIES AND EQUITY</u></b>		
<b>Current Liabilities:</b>		
Accounts payable and accruals	308,452	191,133
Due to related party	22	32
<b>Total Current Liabilities</b>	<b>308,474</b>	<b>191,165</b>
<b>Non-Current Liabilities:</b>		
Borrowings	11,815,158	10,077,421
Fair value of interest rate swaps	1,813,525	1,021,993
Provision for end of service benefits	2,059	1,642
<b>Total Non-Current Liabilities</b>	<b>13,630,742</b>	<b>11,101,056</b>
<b>Capital and Reserves:</b>		
Share capital	5,536,798	5,536,666
Legal reserve	33,532	33,554
Fair value reserve	75,976	83,577
Hedging reserve	(1,939,739)	(1,082,411)
Translation reserve	20,173	20,173
Retained earnings	240,646	201,167
<b>Equity Attributable to Equity Holders of the Parent</b>	<b>3,967,386</b>	<b>4,792,726</b>
Minority interest	3,781	3,656
<b>Total Equity</b>	<b>3,971,167</b>	<b>4,796,382</b>
<b>Total Liabilities and Equity</b>	<b>17,910,383</b>	<b>16,088,603</b>

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**MUHAMMAD GHANNAM**  
**MANAGING DIRECTOR**

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

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF INCOME  
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2008  
(Amounts Expressed in Thousands of Qatari Riyals)**

	<u>Three Months</u> <u>Period Ended</u> <u>March 31,</u> <u>2008</u>	<u>Three Months</u> <u>Period Ended</u> <u>March 31,</u> <u>2007</u>
<b>Income:</b>		
Income from marine and agency services	6,779	4,403
Profits from Islamic banks	23,052	8,542
Interest income	2,993	3,493
Dividend income	40	-
Share of profits from Joint Ventures	14,913	11,764
Other income	1,417	819
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<b>Total Income</b>	<b>49,194</b>	<b>29,021</b>
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<b>Expenses:</b>		
General and administrative	(9,494)	(5,836)
Depreciation	(96)	(41)
Impairment on available for sale investments	-	49
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<b>Total Expenses</b>	<b>(9,590)</b>	<b>(5,828)</b>
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Net Profit for the Period	<b>39,604</b>	<b>23,193</b>
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<b>Attributable to:</b>		
Equity holders of the parent	39,479	23,024
Minority interest	125	169
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<b>Total</b>	<b>39,604</b>	<b>23,193</b>
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Basic and diluted earnings per share (expressed in QR. per share)	<b>0.07</b>	<b>0.04</b>
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QATAR GAS TRANSPORT COMPANY (NAKILAT) Q.S.C.  
DOHA – QATAR

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2008  
(Amounts Expressed in Thousands of Qatari Riyals)

	Share Capital	Legal Reserve	Fair value Reserve	Retained Earnings	Translation Reserve	Hedging Reserve	Attributable to equity holders of parent	Minority Interest	Total
Balance as of January 01, 2007	2,770,131	23,012	26,200	85,237	17,283	(476,973)	2,444,890	2,733	2,447,623
Capital contribution	2,700,655	-	-	-	-	-	2,700,655	-	2,700,655
Changes in fair value of investments	-	-	(1,571)	-	-	-	(1,571)	-	(1,571)
Decrease in fair value of cash flow hedging derivatives	-	-	-	-	-	(5,007)	(5,007)	-	(5,007)
Net profit for the period	-	-	-	23,024	-	-	23,024	169	23,193
Excess of issuance fees	-	-	-	-	-	-	-	-	-
Impairment recognized directly in the statement of income	-	-	(49)	-	-	-	(49)	-	(49)
<b>Balance as of March 31, 2007</b>	<b>5,470,786</b>	<b>23,012</b>	<b>24,580</b>	<b>108,261</b>	<b>17,283</b>	<b>(481,980)</b>	<b>5,161,942</b>	<b>2,902</b>	<b>5,164,844</b>
Balance as of January 01, 2008	5,536,666	33,554	83,577	201,167	20,173	(1,082,411)	4,792,726	3,656	4,796,382
Capital contribution	132	-	-	-	-	-	132	-	132
Changes in fair value of investments	-	-	(7,601)	-	-	-	(7,601)	-	(7,601)
Decrease in fair value of cash flow hedging derivatives	-	-	-	-	-	(857,328)	(857,328)	-	(857,328)
Expenses incurred on 2nd cash call	-	(22)	-	-	-	-	(22)	-	(22)
Net profit for the period	-	-	-	39,479	-	-	39,479	125	39,604
<b>Balance as of March 31, 2008</b>	<b>5,536,798</b>	<b>33,532</b>	<b>75,976</b>	<b>240,646</b>	<b>20,173</b>	<b>(1,939,739)</b>	<b>3,967,386</b>	<b>3,781</b>	<b>3,971,167</b>

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

**UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2008**  
**(Amounts Expressed in Thousands of Qatari Riyals)**

	<u>Three Months</u> <u>Period Ended</u> <u>March 31,</u> <u>2008</u>	<u>Three Months</u> <u>Period Ended</u> <u>March 31,</u> <u>2007</u>
<b>Cash Flows from Operating Activities</b>		
Net profit for the period	39,604	23,193
Adjustments for:		
Depreciation	96	41
Share of profits from Joint Ventures	(14,913)	(11,764)
Profits from Islamic banks	(23,052)	(8,542)
Interest income	(2,993)	(3,493)
Provision for end of service benefits	417	164
Fixed assets written-off	-	27
Impairment on Available for sale investments	-	(49)
	<u>(841)</u>	<u>(423)</u>
Working capital changes:		
Trade and other receivables	(84,272)	(35,208)
Accounts payable and accruals	34,134	134,253
Due from joint venture companies	(53)	13,523
Due to related parties	(10)	-
Inventory	2	(5)
	<u>(51,040)</u>	<u>112,140</u>
<b>Cash (used in) / from Operations</b>	<b>(51,040)</b>	<b>112,140</b>
Less: Interest paid	(54,293)	-
	<u>(105,333)</u>	<u>112,140</u>
<b>Net Cash (used in) / from Operating Activities</b>	<b>(105,333)</b>	<b>112,140</b>
<b>Cash Flows from Investing Activities</b>		
Loans to joint venture companies	(24,504)	(346,875)
Acquisition of investments in Joint Venture companies	(31,498)	-
Purchase of property and equipment	(52)	-
Dividend income received from joint ventures	19,077	-
Time deposits maturing after 90 days	609,311	-
Decrease in refundable second IPO call	3,277	-
Investment income received	20,723	17,808
Construction work in progress	(2,218,882)	(1,677,536)
	<u>(1,622,548)</u>	<u>(2,006,603)</u>
<b>Net Cash Used in Investing Activities</b>	<b>(1,622,548)</b>	<b>(2,006,603)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds on issue of shares	110	2,700,655
Payment for bonds issue costs	-	(9,687)
Repayment of borrowings	-	(1,820,764)
Proceeds from borrowings	1,737,737	751,879
	<u>1,737,847</u>	<u>1,622,083</u>
<b>Net Cash From Financing Activities</b>	<b>1,737,847</b>	<b>1,622,083</b>
<b>Net Increase/ (decrease) in Cash and Cash Equivalents</b>	<b>9,966</b>	<b>(272,380)</b>
<b>Cash and Cash Equivalents at Beginning of the Period</b>	<b>1,759,386</b>	<b>4,299,011</b>
	<u>1,769,352</u>	<u>4,026,631</u>
<b>Cash and Cash Equivalents at End of the Period</b>	<b>1,769,352</b>	<b>4,026,631</b>