

Summary Financial Statements For the Year Ended 30 September 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

Chairman's Report

On behalf of the Board of Directors, I am pleased to present the 2024 Audited Financial Report of Paria Fuel Trading Company Limited ("Paria"), which once again demonstrates continued solid financial performance. Paria's 2024 performance was achieved in a market environment defined by periods of market volatility for refined products. These market conditions amplified the need for prudent and efficient cash management together with meeting the demands of our customers.

Paria was able to navigate these circumstances while continuing to deliver on its strategic mandate to provide a competitive supply of products to the local and regional markets and consistently maintain a reliable and uninterrupted fuel supply. The market continues to be volatile, with risks to market share and margins which include a bearish market outlook for refined product fuels and an increasingly competitive regional supply market requiring Paria's continued excellence as a reliable supplier and market player in the strategic negotiation for the purchase and sale of liquid fuels.

Generating Value and Maintaining Steady Financial Performance:

During this period, Paria recorded a significant increase in revenue, achieving TT\$12.5 billion, up from TT\$10.6 billion in FY 2023, representing robust growth of over 17%, driven by higher volumes sold in the regional market. Despite this rise in revenue, the competitive international market environment led to lower margins, and coupled with increased operating costs, resulted in a reduced EBITDA of TT\$515.1 million, a 39% decrease from TT\$844.5 million in the previous year.

The Company generated a profit of TT\$192.6 million, down from TT\$451.5 million in FY 2023, marking a decrease of 57%. Further to the previously stated, that decline is also attributed to ongoing upgrade and maintenance efforts to ensure the reliability of our aged assets.

Paria maintained a strong cash balance of TT\$1,154.8 million at the end of the period, with cash flow from operating activities totaling TT\$364.7 million. During this period, Paria made significant contributions to the economy through Corporation Tax and Green Fund Levy payments amounting to TT\$253.5 million. Paria remains committed to navigating the challenging market and geopolitical landscape through effective management measures and operational efficiencies.

Further details are available on our Audited Financial Statements available at: <https://trinidadpetroleum.co.tt/investor-relations/financial-statements/>

Operational Highlights and Investments:

- a. The local market received an adequate supply of fuel with 7.5 million barrels, accounting for 46.0% of the total 16.3 million barrels sold during the twelve-month period ending September 30, 2024. This represents a slight increase from 7.4 million barrels in FY 2023. Paria is actively pursuing expansion in its Regional and Bunker business lines.
- b. The Company continues to provide a reliable logistics function for the export of the crude produced by Heritage Petroleum Company Limited ("Heritage"). During the fiscal year, the port managed a throughput of 46.8 million barrels during this fiscal year, 14.5 million barrels or 31% was crude oil from Heritage.

- c. Paria is consistently investing in improving its terminalling assets and port facilities to ensure a safe and efficient fuel supply for our customers. For the twelve-month period ending September 30, 2024, Paria allocated TT\$56.8 million to capital projects, up from TT\$30.6 million in 2023. These investments focused on restoring storage tanks, pipelines, and upgrading safety and emergency response systems, including firefighting and other integrated systems.

Safety and Reliability:

The Company has strengthened its operational resilience by integrating a Process Safety Management (PSM) system, enhancing control of work protocols, and restoring critical asset integrity — measures that reduce unplanned downtime, mitigate compliance risks, and safeguard long-term fuel supply reliability for customers. Collaborative efforts with contractors through safety forums, leadership engagements, and targeted training further reinforce a culture of proactive risk management, directly supporting cost efficiency and revenue stability.

Corporate Social Responsibility (CSR):

In FY 2024, Paria reinforced its commitment to Corporate Social Responsibility (CSR) by empowering youth through education partnerships with NGOs like Arrive Alive and CNC3, delivering financial literacy, leadership programmes (Spellbound, Make Your Point), and digital learning tools across 40+ schools; advancing environmental sustainability via tree-planting and food security initiatives with Sure Foundation and CZITT; supporting health-focused NGOs (e.g., Trinidad and Tobago Cancer Society) through awareness campaigns; and fostering youth development via sports programmes like the Badree Cricket Academy, all while driving community pride and long-term shared prosperity.

Looking ahead the Board of Directors and Management will continue to focus on cost optimisation and business efficiency, underscored by sound HSE principles. To keep pace with emerging markets, Paria is advancing marketing and pilot projects, introducing methanol and biofuels as part of its bunkering solutions. In addition, the investment programme in the assets has focused on building redundancy, and capacity to capture opportunities for growth and business expansion.

The Board of Directors and Management wish to thank the Company's staff for their unwavering support and dedication over the past year and we look forward to their continued commitment in the upcoming years as Paria continues to develop and grow in the national interest.



Nyree Alfonso
Chairman

Summary Financial Statements For the Year Ended 30 September 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

TO THE SHAREHOLDER OF PARIA FUEL TRADING COMPANY LIMITED

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 30 September 2024, the summary statement of comprehensive income, summary statement of changes in equity and summary cash flow statement for the year then ended, and related notes, are derived from the audited financial statements of Paria Fuel Trading Company Limited (the "Company"), for the year ended 30 September 2024.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 2. In addition to the summary financial statements and our auditor's report thereon, the summary financial statements contain other information that consist of the Chairman's report.

Summary financial statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unqualified opinion on the audited financial statements in our report dated 27 March 2025.

Other information included in the Company's 2024 Summary Financial Statements

In addition to the summary financial statements and our auditor's report thereon, the summary financial statements contain the other information. Management is responsible for the other information. Our opinion on the summary financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the summary financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the summary financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with IFRS Accounting Standards.

Auditor's Responsibilities for the Audit of the Summary Financial Statements

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

EJ

Port of Spain,
TRINIDAD:
27 March 2025

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

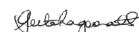
(Expressed in Thousands of Trinidad and Tobago Dollars)

	2024	2023
	\$	\$
ASSETS		
Non-current assets		
Property plant and equipment	489,819	710,691
Right-of-use assets	62,186	65,756
Deferred tax asset	221,222	271,384
Total non-current assets	773,227	1,047,831
Current assets		
Inventories	388,713	832,559
Trade and other receivables	696,577	512,026
Due from related parties	1,124,055	911,733
Taxation refundable	21,441	-
Cash and cash equivalents	1,154,784	914,423
Total current assets	3,385,570	3,170,741
Total assets	4,158,797	4,218,572
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	-	-
Retained earnings	1,403,913	1,211,330
Currency translation differences	(888)	(1,772)
Total equity	1,403,025	1,209,558
Liabilities		
Non-current liabilities		
Decommissioning provision	663,503	815,814
Lease liabilities	30,396	20,833
Deferred tax liability	93,403	169,245
Total non-current liabilities	787,302	1,005,892
Current liabilities		
Trade and other payables	715,845	651,641
Due to related parties	1,219,271	1,263,661
Taxation payable	-	41,265
Lease liabilities	33,354	46,555
Total current liabilities	1,968,470	2,003,122
Total liabilities	2,755,772	3,009,014
Total equity and liabilities	4,158,797	4,218,572

On 26 March 2025, the Board of Directors of Paria Fuel Trading Company Limited authorised these summary financial statements for issue.



Director



Director

Summary Financial Statements For the Year Ended 30 September 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

	2024 \$	2023 \$
Revenue from contracts with customers	12,452,597	10,614,235
Cost of sales	<u>(11,686,838)</u>	<u>(9,704,231)</u>
Gross profit	765,759	910,004
Administrative expenses	(74,730)	38,634
Operating expenses	<u>(332,213)</u>	<u>(267,225)</u>
Operating profit	358,816	681,413
Net finance costs	(37,503)	(35,800)
Profit before taxation	321,313	645,613
Taxation	<u>(128,730)</u>	<u>(194,115)</u>
Profit for the year	192,583	451,498
Other comprehensive income/(loss)		
Items that would not be reclassified to profit or loss		
Currency translation differences	884	(4,472)
Total comprehensive income for the year	<u>193,467</u>	<u>447,026</u>

SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

	Stated capital \$	Retained earnings \$	Currency translation differences \$	Total \$
Year ended 30 September 2024				
Balance at 1 October 2023	-	1,211,330	(1,772)	1,209,558
Profit for the year	-	192,583	-	192,583
Other comprehensive income for the year	-	-	884	884
Total comprehensive income for the year	-	<u>192,583</u>	<u>884</u>	<u>193,467</u>
Balance at 30 September 2024	<u>-</u>	<u>1,403,913</u>	<u>(888)</u>	<u>1,403,025</u>
Year ended 30 September 2023				
Balance at 1 October 2022	-	759,832	2,700	762,532
Profit for the year	-	451,498	-	451,498
Other comprehensive loss for the year	-	-	(4,472)	(4,472)
Total comprehensive income for the year	-	<u>451,498</u>	<u>(4,472)</u>	<u>447,026</u>
Balance at 30 September 2023	<u>-</u>	<u>1,211,330</u>	<u>(1,772)</u>	<u>1,209,558</u>

SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 SEPTEMBER 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

	2024 \$	2023 \$
Operating activities		
Profit before taxation	321,313	645,613
Adjustments to reconcile profit to net cash from operating activities		
Depreciation and amortisation	156,284	163,127
Finance costs, net	37,503	35,800
Net change in operating assets and liabilities		
Decrease in inventory	443,846	185,545
(Increase)/decrease in trade and other receivables	(184,551)	84,449
(Increase)/decrease in due from related parties	(212,322)	640,902
Increase/(decrease) in trade and other payables	64,204	(166,903)
Decrease in due to related parties	(44,390)	(874,193)
Taxes paid	(215,905)	(576,000)
Finance costs paid, net	(1,308)	(1,424)
Net cash generated from operating activities	<u>364,674</u>	<u>136,916</u>
Investing activity		
Purchase of property, plant and equipment	(56,812)	(30,587)
Net cash used in investing activity	<u>(56,812)</u>	<u>(30,587)</u>
Financing activity		
Lease payments	(69,570)	(33,174)
Net cash used in financing activity	<u>(69,570)</u>	<u>(33,174)</u>
Currency translation differences	2,069	4,286
Net increase in cash and cash equivalents	<u>240,361</u>	<u>77,441</u>
Cash and cash equivalents, at the beginning of the year	<u>914,423</u>	<u>836,982</u>
Cash and cash equivalents, at the end of the year	<u>1,154,784</u>	<u>914,423</u>

Summary Financial Statements For the Year Ended 30 September 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

1. Incorporation and principal activity

Paria Fuel Trading Company Limited ("Paria" or "the Company") was incorporated in the Republic of Trinidad and Tobago on 5 October 2018 and is domiciled in the Republic of Trinidad and Tobago. Paria is primarily engaged in importation and distribution of refined fuel, petroleum products trading and receiving, handling and preparation of cargo (terminalling). The sole shareholder is Trinidad Petroleum Holdings Limited (TPHL). The ultimate parent is the Government of the Republic of Trinidad and Tobago (GORTT). The registered office is 9 Queen's Park West, Port of Spain, Trinidad and Tobago, West Indies.

Prior to Paria's formation, its terminalling activities were conducted by a related party, Petroleum Company of Trinidad and Tobago Limited (Petrotrin). Petrotrin undertook a restructuring in 2018 and by virtue of the Miscellaneous Provisions (Heritage Petroleum Company Limited (Heritage/HPCL), Paria Fuel Trading Company Limited (Paria), Guaracara Refining Company Limited (Guaracara) Vesting) Bill, 2018, ("Vesting Act"); effective 1 December 2018, Petrotrin's assets relative to terminalling operations were vested in Paria. Petrotrin's assets related to exploration and production and refinery operations were vested to Heritage and Guaracara respectively. The associated decommissioning and dismantlement obligations in respect of terminalling, E&P and refining operations were also transferred to the respective entities. As a result of the transfers of assets and liabilities, this gave rise to a corresponding liability to Petrotrin. The carrying amounts of the assets and liabilities were accounted for using the predecessor valuation method because they arose from a common-control transaction.

2. Basis of preparation

Management has prepared a full set of financial statements in accordance with IFRS Accounting Standards but has summarized it by disclosing the statement of financial position, statement of comprehensive income, changes in equity and cash flows for the year ended 30 September 2024 and select notes to the summary financial statements comprising certain material accounting policies and other explanatory information. The summary financial statements are expressed in thousands of Trinidad and Tobago Dollars. The full set of the audited financial statements are available at <https://trinidadpetroleum.co.tt/investor-relations/financial-statements>.

The summary financial statements have been extracted from the audited financial statements for the year ended 30 September 2024 and do not include the accounting policy notes that are contained in the audited financial statements.

Going concern

In accordance with IAS 1 "Presentation of Financial Statements", the 2024 financial statements have been prepared on a going concern basis. The going concern basis assumes the Company will be able to meet its legal and financial obligations. The validity of the going concern basis is dependent on finances being available for the continuing working capital requirements of the Company for the foreseeable future, being a period of at least twelve months from the reporting date of the financial statements.

The ongoing operations of the Company are dependent on its ability to utilise effectively its cash reserves and the Directors recognize that the continuing operations of the Company requires the optimisation of planned activities to preserve cash.

3. Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The United States dollar is the Company's functional currency. The summary financial statements are presented in Trinidad and Tobago dollars, rounded to the nearest thousand, which is the Company's presentation currency.

4. Use of estimates and judgements

The preparation of these summary financial statements in conformity with IFRS Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where the assumptions and estimates are significant to the summary financial statements are disclosed within the audited financial statements.

5. Material accounting policies

The principal accounting policies applied in the preparation of these summary financial statements are consistent with those disclosed in the audited financial statements as at and for the year ended 30 September 2024.

6. Contingent liabilities

(a) Guarantees

The Company (as well as Heritage and Guaracara) were Guarantors of the parent company's, (TPHL's) senior secured and unsecured debt obligations which were refinanced during the year, in May 2022.

In May 2022, TPHL together with Heritage successfully concluded a refinancing exercise for TPHL's existing debt. The refinancing included a cash tender offer by Heritage for any and all of TPHL's US\$570.265 million 2026 Notes, the issue of new 2029 Notes by Heritage, as well as a consent solicitation for certain proposed amendments to the Indenture and other applicable security documents governing TPHL's 2026 Notes and the 2029 Notes. The tender offer expired on 24 May 2022. 94.2% of the Holders of TPHL's 2026 Notes accepted the tender offer and the consent solicitation was secured for the proposed amendments.

Concurrent with the tender offer, Heritage also raised new debt in the international capital market and closed a Term Loan Credit Agreement on terms that allow for more operational flexibility for Heritage. Proceeds from this new debt, together with Heritage's own cash were used to redeem the principal amounts outstanding on TPHL's 2026 Notes and the TPHL Term Loan respectively. Part proceeds from the Heritage Term Loan were also used for other corporate purposes.

Petrotrin's shares previously held as collateral under TPHL's Agreements were released in May 2022. The new agreements also provide for the automatic, unconditional and simultaneous releases of the first priority lien senior lenders have on the refinery and all other assets owned by Guaracara and the shares of Guaracara upon the repayment, redemption or satisfaction and discharge in each case, in full of TPHL's 2026 Notes. TPHL's outstanding unsecured 2026 Notes were redeemed on 28 June 2022.

Heritage Debt

Effective 12 May 2022, the following debt instruments were recorded in Heritage's books.

- (i) US\$500 million 7-years bullet Bond at a 9% p.a fixed coupon rate. Interest on this bond is payable semi-annually in arrears in February and August of each year, with the first interest payment due on 12 February 2023. The principal is payable at maturity on 12 August 2029.
- (ii) US\$475 million 7-years floating rate Term Loan. Interest is payable quarterly in arrears. There is a one (1) year moratorium on principal with non-linear amortizations commencing in June 2023 and quarterly thereafter. The Term Loan Credit Agreement was executed on 5 May 2022 and the facility matures on 5 May 2029.

Summary Financial Statements For the Year Ended 30 September 2024

(Expressed in Thousands of Trinidad and Tobago Dollars)

6. Contingent liabilities (continued)

(a) Guarantees (continued)

Heritage Debt (continued)

TPHL and Paria are Guarantors on Heritage's loan agreements. Senior lenders have a priority security interest under New York law and/or Trinidad and Tobago law as applicable over certain of the assets of Heritage, TPHL and Paria including equipment and fixtures, inventory and receivables.

Heritage together with the Guarantors are required to comply with covenants under the Agreements. As of 30 September 2024, there was compliance with these covenants including:

- (i) Heritage is required to maintain a Debt Service Reserve Account with a Bank, which as of any date of determination must satisfy a Debt Service Reserve Requirement consisting of interest and additional amounts (other than principal), if any, and all letter of credit fees, if applicable, in each case, scheduled to become due and payable on the senior secured obligations during the three (3) consecutive months succeeding such date of determination. As at 30 September 2024, this requirement was satisfied.
- (ii) At least 70% of Heritage's net revenues from the sale of product, as defined in the Agreements, must be paid into a Collection Account held with a Bank and there are no restrictions over use of these funds except in the case of a collateral event of default under the Master Collateral and Intercreditor Agreement. As at 30 September 2024, there has been no collateral event of default.
- (iii) There are a number of affirmative covenants, which are usual and customary for financing of this nature. These include notices to lenders upon occurrence of certain events, provision of periodic financial information, maintenance of Collateral and compliance with applicable laws.
- (iv) There are a number of negative covenants, including restrictions on the ability of the Borrower (Heritage) and the Guarantors to create liens, limitations on additional indebtedness, dividends and/or restricted payments, limitations surrounding capital expenditure and investments,
- (v) transactions with Affiliates (including Petrotrin and Guaracara), negative pledges, financial ratio compliance requirements and conditions for mandatory prepayments.
- (vi) Events of default include, subject to certain exceptions and grace periods, non-payment, material inaccuracy of representations and warranties, breach of covenants, bankruptcy and insolvency, cross default in respect of certain financial indebtedness exceeding US\$25 million, inability to pay debt as it becomes due, and local government exchange controls that could have a material adverse effect. Other usual and customary events of default consistent with financing of this nature are also defined in the loan documents.

As a guarantor on HPCL's Senior secured loan, Paria is also required to comply with the following conditions:

- (i) Days Sales outstanding (DSO) defined as receivables outstanding at quarter end divided by gross sales or revenue for the quarter multiplied by number of days in the quarter shall not exceed one hundred and twenty days (120) days.
- (ii) Provision of the Company's aged receivables by region and sales for the quarter by product and dollar value.
- (iii) Year end audited financial statements must be submitted to the Lenders within 180 days of the financial year end.
- (iv) To undertake and complete the environmental, compliance, reclamation and remediation programs set forth in the Heritage Report and the Paria Report, as applicable, on or before the date that is five (5) years after the Effective Date, that is no later than 12 May 2027.

b) Incident at Berth #6

On 25 February 2022, there was an incident at #36 Sealine Berth #6 owned by the Company, involving five contractor employees from LMCS Limited. LMCS Limited was contracted to perform maintenance work on #36 Sealine and while undertaking that work an event occurred which resulted in all five contractor employees entering the 30" pipeline. One contractor employee was rescued, and four contractor employees died in the incident.

The Government of the Republic of Trinidad and Tobago established a Commission of Enquiry ("CoE") into the incident and the report was submitted on 30 November 2023 to the President of the Republic of Trinidad & Tobago and subsequently published on 19th January 2024. The report was laid in Parliament and sent to the Director of Public Prosecution for consideration.

The Occupational Safety and Health Authority and Agency ("OSHA") filed Complaints at the Magistrates Court on 26 February 2024 relative to the incident. The defendants named in the matter include PARIA, LMCS Limited, Mushtaq Mohammed and Collin Piper. A Status Hearing is fixed for 5th May 2025

On 14th October 2024, two civil actions were filed at the High Court in relation to this matter, with Paria named as the first Defendant and LMC Limited as 2nd Defendant.

Paria's insurers are reviewing the claims with the possibility of negotiating a settlement, although no settlement discussions have yet commenced. The Company is concurrently preparing a defence for filing at the High Court by 17th April 2025.

Any financial and other related implications will only be known after the completion of any settlement discussions and /or judgments on the matters at the Magistrates Court and the High Court.

7. Events after the reporting period

At the Company's Annual General Meeting on 2 December 2024, the Board of Directors made a recommendation, which was approved, that a final dividend of TT\$ 70 million per equity share be declared for the financial year ended 30 September 2023, and that the said dividend be distributed to the shareholder, Trinidad Petroleum Holdings Limited. These summary financial statements do not reflect this dividend, which will be accounted for in shareholders' equity as an appropriation of retained earnings in the financial year ending 30 September 2025.