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INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL HIGHLIGHTS

TO THE SHAREHOLDER OF TRINIDAD GENERATION UNLIMITED

Opinion

The financial highlights are derived from the audited financial statements of Trinidad Generation Unlimited for the year ended 31 December 2022.

In our opinion, the financial highlights are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1.

Financial Highlights

The financial highlights do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs") applied in the preparation of the audited financial statements of Trinidad Generation Unlimited. Reading the financial highlights and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The financial highlights and the auditor's report thereon 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 unmodified audit opinion on the audited financial statements for the year ended 31 December 2022 in our report dated 31 March 2023. This report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the relevant period.

Management's Responsibility for the Financial Highlights

Management is responsible for the preparation of the financial highlights on the basis described in Note 1.

Auditor's Responsibility

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

Port of Spain
TRINIDAD:
8 September 2023

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CHAIRMAN'S STATEMENT AND FINANCIAL HIGHLIGHTS

For Year ended 31 December 2022

AUDITED FINANCIAL HIGHLIGHTS OF OPERATING RESULTS

For Year ended 31 December 2022

Expressed in United States Dollars (\$'000)

Profit Before Taxation
Total Comprehensive
(Loss)/Income
Total Assets
Total Liabilities
Total Equity
Bond Interest Expense
Dividend Proposed & Paid

	Year ended 31 December 2022	Year ended 31 December 2021
	8,274 (5,769)	26,866 17,658
	1,087,064 840,362	1,096,043 833,471
	246,702	262,572
	31,500	31,500
	10,101	10,226
	Rating as at 31 December 2022	Rating as at 31 December 2021
	BB+ BB	BB+ BB

Standard & Poor's (S&P)
Fitch Ratings

Note 1

These financial highlights are prepared in accordance with criteria developed by management using information derived from the audited financial statements of Trinidad Generation Unlimited for the year ended 31 December 2022. These audited financial statements have been prepared in accordance with International Financial Reporting Standards and can be found on the Company's website or the website of the Singapore Stock Exchange.

CHAIRMAN'S STATEMENT

Trinidad Generation Unlimited (TGU) owns, operates, and maintains a fuel-efficient 720-megawatt (MW) capacity combined-cycle gas-fired power plant located in the Union Industrial Estate, Vessigny, La Brea. The Company, initially a joint project of the AES Corporation and the Government of the Republic of Trinidad and Tobago (GORTT), is currently wholly owned by the GORTT through 100% ownership of its National Investment Fund Holding Company Limited (NIFHCL). NIFHCL has been set up to hold its investment in TGU together with its holdings of other publicly traded assets listed with the Trinidad and Tobago Stock Exchange.

During the year ended 31 December 2022, the power plant experienced a shortfall in Equivalent Availability (EA) compared to the target. This was primarily due to unscheduled maintenance on its gas turbines to maintain asset integrity. Repairs were successfully performed, and the related generators and steam cycle were brought back online. In response to this challenge, we conducted a strategic analysis and implemented strong contingency measures to prevent the reoccurrence of unscheduled maintenance activities and support the delivery of planned EAs in the future. TGU remains focused on asset integrity, reliability, and maintaining high standards of Health, Safety, and Environmental (HSE) practices. We have embedded HSE values into our culture and daily operations, resulting in the achievement of our HSE targets for the year ended 31 December 2022.

Financially, TGU achieved a profit before tax of US\$8 million for the year ended 31 December 2022, while incurring a loss of US\$6 million after tax. This reflects a decrease compared to the profit before tax of US\$26 million and profit after tax of US\$18 million achieved in 2021. The lower profitability in 2022 can be attributed to the lower EA compared to the previous year. Total assets as at 31 December 2022 amounted to US\$1.087 billion, representing a decrease of US\$9 million for the financial year. Similarly, total equity as at 31 December 2022 amounted to US\$247 million, reflecting a decrease of US\$15 million compared to equity as at 31 December 2021.

In November 2016, TGU issued its US\$600 million 144A/RegS bond in the international capital markets at a rate of 5.25%. The bond has continued to trade above par on both the 144A and Reg S international markets. As at 31 December 2022, the remaining life of TGU's bond was five (5) years, and the Company had successfully paid US\$189 million of interest to its bondholders. The international ratings as at 31 December 2022 reflect TGU's position as a sovereign-linked entity and its significance to Trinidad and Tobago's energy matrix and operational integration with the ultimate parent.

TGU recognises its role in the financial market and its responsibilities as a wholly owned subsidiary of NIFHCL and an issuer of a United States Dollar (USD) denominated international bond.

Amid the challenges posed by the COVID-19 pandemic, TGU prioritised antigen testing and mask wearing as primary control measures within the organisation in 2022. Throughout the year, contact tracing and testing were conducted for primary contacts under the advice of TGU's physicians, and the company implemented active sanitisation and COVID-19 prevention measures. As of December 31, 2022, vaccination statistics indicated a 91% vaccinated status for TGU employees. Antigen testing was regularly conducted for Maintenance, Operations, and Warehouse personnel, as well as contractors, with more frequent testing during outage works. In December 2022, based on TGU's internal Risk Assessment, National Guidelines, and in consultation with TGU's Occupational Doctors, the decision was made to cease antigen testing, and wearing face masks became voluntary as of January 1st, 2023.

Furthermore, TGU remained committed to its Strategic Corporate Social Responsibility (CSR) Objectives and Initiatives, supporting both the fence line and national communities through various training and educational programmes throughout the year. These initiatives were tailored to address the specific socio-economic needs of the communities and stakeholders involved and received positive reviews. TGU employees demonstrated their commitment to volunteerism by actively supporting the implementation of the company's CSR initiatives within both the fence line and national communities.

Despite the challenges faced in 2022, TGU maintained a strong focus on strategic objectives, ensuring the safety of its people and plant, and fulfilling its commitments to shareholders and stakeholders. The adaptability of the company allowed us to foster a remote work culture while maintaining core operations and enhancing governance through the development of strategic policies and procedures.

I would like to express my sincere appreciation to our valued customer, Trinidad and Tobago Electricity Commission (T&TEC), the NIFHCL, our company Directors, our dedicated employees, and all other stakeholders for their invaluable contributions to the continued growth and sustainability of Trinidad Generation Unlimited.

Chairman
Sandra Jones

