



NATIONAL ENTERPRISES LIMITED CONSOLIDATED FINANCIAL STATEMENTS

For The Year Ended 31st March, 2015

I am pleased to report that NEL recorded a profit of \$490.5M for the year ended 31st March, 2015 compared to \$200.5M in the previous year an increase of 144.7%. Earnings per share was \$0.80 compared to \$0.32 for the prior year. TSTT returned to profitability in 2015 contributing \$108.6M to NEL compared to a loss of \$226M in 2014. This was driven by improved operational performance after making VSEP provisions in 2014. NGC NGL also performed marginally better in 2015. Your Boards strategic decisions to pursue a diversification strategy by seeking new investments and strengthening management has also started to produce results.

NEL therefore received our first full year earnings from its investment in a 10% shareholding in Powergen yielding \$11.5M in dividends, as well as dividends from our investments in FCB and CIF shares. In addition, our investment in November, 2014 in Panwest LLC (the owner of 10% of Phoenix Park Gas Processors Limited) as a member of a consortium with the NIB and UTC, produced dividends of \$9.8M for a 4 month period.

These positive increases were offset by lower profitability from Tringen due to plant downtime from a capital expenditure Energy Efficiency Improvement Project. This project was funded entirely from internal funds, and therefore Tringens final dividends for the year ended 31st December, 2014 will be paid to NEL after our year end of 31st March, 2015. TSTT also did not pay any interim dividends, and will therefore pay a final dividend in respect of the year ended 31st March, 2015 in NEL's FY 2016. NGC NGL also produced higher results than 2014 and NFM has also reported improved earnings. Total Dividend Income was therefore \$318,028 compared to \$ 305,014 in 2014 an increase of 4.2 %.

Pursuant to TATT's directive, NEL has agreed to a divestment and suspension agreement with Cable and Wireless which will lead to a divestment of CWC's 49 % shareholding in TSTT. This will ultimately lead to a new strategic partner for TSTT. We also expect our new strategic investments to continue to generate good returns.

A final dividend of \$0.27 cents is proposed which when added to the interim dividend of \$0.23 cents gives a total dividend of \$0.50 for the year (2014: \$0.46 cents).

A handwritten signature in black ink, appearing to read 'Kenny Lue Chee Lip', is written in a cursive style.

Kenny Lue Chee Lip
Chairman
30-06-2015