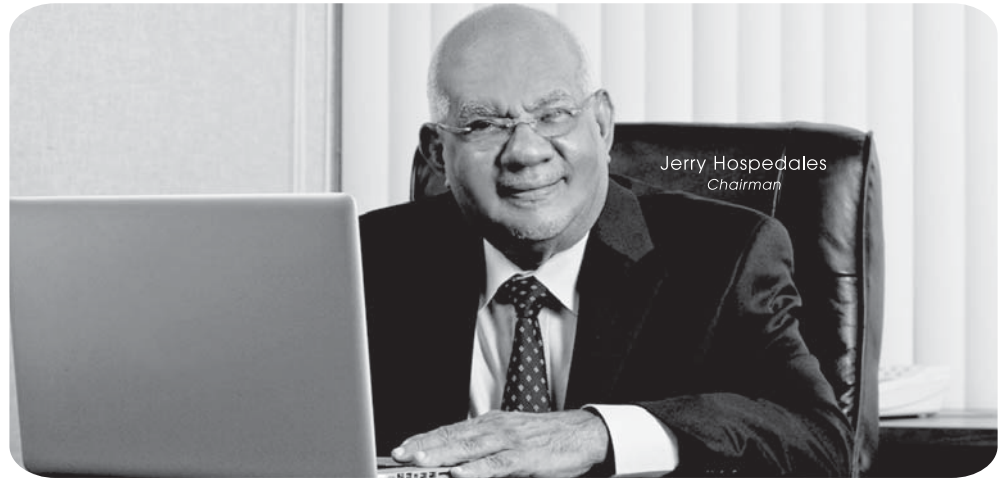


Condensed Interim Financial Statements

For the six months ended September 30 2010

Chairman's Statement

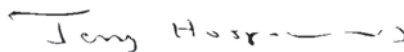


National Enterprises Limited (NEL) reported an after-tax profit amounting to **\$313.5 million** for the six months ended **September 30 2010**. For the same period in **2009**, NEL reported an after-tax profit of **\$229.2 million**. This represents an increase of **\$84.3 million** or **36.7%** over the previous comparable period in **2009**. The earnings per share stood at **51 cents**, an increase of **34.2%** over the prior period in **2009**.

NEL's outstanding performance is attributed to increased after-tax profits from Trinidad Nitrogen Co. Limited (TRINGEN) and NGC NGL Company Limited (NGC NGL) as commodity prices for ammonia and natural gas liquids continue to be at higher levels than in **2009**. Two of our other investee companies, Telecommunication Services of Trinidad and Tobago Limited (TSTT) and NGC Trinidad and Tobago LNG Limited (NGC LNG) continue to experience declines in

after-tax profits due to reduced business activity and the third one National Flour Mills Limited (NFM) has maintained its positive trend with an after-tax profit of **\$13.1 million** which represents an improved performance of **\$12.6 million** over its **2009** figures.

On the basis of NEL's performance to date, the Board of Directors has declared an interim dividend of **20 cents** per share for the financial year ending **March 31 2011**. This dividend will be paid on **December 17 2010**. As of **September 30 2010**, the quoted share price of NEL stood at **\$9.50**.


Jerry Hospedales
Chairman

Consolidated Statement of Financial Position

(Expressed in Thousands of Trinidad and Tobago Dollars)

	Unaudited		Audited
	Six Months Ended	Six Months Ended	Year Ended
	30 September	30 September	31 March
	2010	2009	2010
	\$'000	\$'000	\$'000
Assets			
Equity accounted investments	2,602,386	2,568,762	2,434,964
Property, plant and equipment	158,150	172,196	164,517
Other non-current assets	107,773	94,407	108,391
Total non-current assets	2,868,309	2,835,365	2,707,872
Current assets	719,720	644,593	824,435
Total assets	3,588,029	3,479,958	3,532,307
Equity			
Stated capital	1,736,632	1,736,632	1,736,632
Translation reserve	25,422	17,755	24,814
Retained earnings	1,520,759	1,369,584	1,441,670
Total equity attributable to equity shareholders	3,282,813	3,123,971	3,203,116
Non-controlling interest	93,311	90,863	86,886
Total equity	3,376,124	3,214,834	3,290,002
Liabilities			
Non-current liabilities	35,536	66,609	49,663
Current liabilities	176,369	198,515	192,642
Total liabilities	211,905	265,124	242,305
Total equity and liabilities	3,588,029	3,479,958	3,532,307

Consolidated Statement of Comprehensive Income

(Expressed in Thousands of Trinidad and Tobago Dollars)

	Unaudited		Audited
	Six Months Ended	Six Months Ended	Year Ended
	30 September	30 September	31 March
	2010	2009	2010
	\$'000	\$'000	\$'000
Revenue	216,386	254,120	494,635
Cost of sales	(172,334)	(218,192)	(406,137)
Gross Profit	44,052	35,928	88,498
Other income	6,375	-	23,416
Operating expenses	(31,014)	(32,469)	(71,131)
Operating profit	19,413	3,459	40,783
Finance income	6,838	18,807	25,595
Finance costs	(7,293)	(10,257)	(23,019)
Net finance income	(455)	8,550	2,576
Share of profit of equity accounted investees (net of tax)	296,299	221,842	414,396
Profit before tax	315,257	233,851	457,755
Tax expense	(1,743)	(4,650)	(13,219)
Profit for the period	313,514	229,201	444,536
Profit attributable to:			
Equity shareholders	307,089	228,989	435,876
Non-controlling interest	6,425	212	8,660
Profit for the period	313,514	229,201	444,536
Basic earnings per share	\$0.51	\$0.38	\$0.73