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A MEMBER OF THE JMMB GROUP

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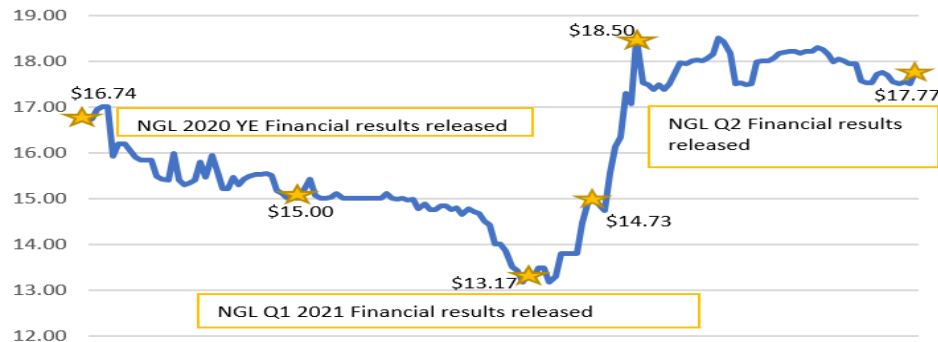
# Quarterly Update

## NGL declares interim dividend of 25 cents per share

| NGL's Financial Summary               | Six-Months Ended<br>30-Jun-21 | Six-Months Ended<br>30-Jun-20 | \$ change       | % change   |
|---------------------------------------|-------------------------------|-------------------------------|-----------------|------------|
| <b>Income Statement Extract</b>       | <b>TT\$'000</b>               | <b>TT\$'000</b>               | <b>TT\$'000</b> |            |
| Profit after tax                      | 83,621                        | 14,528                        | 69,093          | ↑ 475.6%   |
| Earnings per share                    | 0.54                          | 0.09                          | 0.45            | ↑ 500.0%   |
| Total Revenue                         | 84,581                        | 15,180                        | 69,401          | ↑ 457.2%   |
| <b>Balance Sheet Extract</b>          |                               |                               |                 |            |
| Total Assets                          | 3,318,584                     | 3,246,852                     | 71,732          | ↑ 2.2%     |
| Total Liabilities                     | 1,199                         | 717                           | 482             | ↑ 67.2%    |
| Shareholder's Equity                  | 3,317,385                     | 3,246,135                     | 71,250          | ↑ 2.2%     |
| <b>Cash Flows Extract</b>             |                               |                               |                 |            |
| Net cash from operating activities    | 12,620                        | (556)                         | 13,176          | ↓ -2369.8% |
| Net cash from investing activities    | 55                            | 128                           | (73)            | ↓ -57.0%   |
| Net cash used in financing activities | (7,740)                       | (38,700)                      | 30,960          | ↓ -80.0%   |
| Cash and cash equivalents             | 111,979                       | 107,501                       | 4,478           | ↑ 4.2%     |
| <b>Metrics</b>                        |                               |                               |                 |            |
| Book Value Per Share                  | 28.57                         | 27.96                         | 0.61            | ↑ 2.2%     |
| Market Price                          | 17.77                         | 17.50                         | 0.27            | ↑ 1.5%     |
| Market to Book Ratio                  | 0.62                          | 0.63                          | 0.00            | ↓ -0.6%    |

Note: Green arrows indicate growth while red indicate contractions

## NGL YTD Price Performance



| Valuation             |           |
|-----------------------|-----------|
| Current Price         | TT\$17.77 |
| Trailing P/E Multiple | 55.62x    |
| Market to Book Value  | 0.62x     |
| JMMB New Target Price | TT\$21.21 |
| Dividend Yield        | 1.68%     |

For the six-month period ended June 30 2021, TTNGL recorded a 475.6% increase in profit after tax to \$83.6 million from \$14.5 million in the prior year. This translates into a basic EPS of \$0.54 at the end of the period. According to the Chairman's statement, the improved performance for the period was due to higher profitability from TTNGL's investment in Phoenix Park Gas Processors Limited (PPGPL). This enhanced performance of PPGPL continued to be driven primarily by higher Mont Belvieu natural gas liquids (NGLs) prices as markets continue their recovery from the impacts of the COVID-19 pandemic.

Additionally, total assets increased 2.2% to \$3.3 billion from \$3.2 billion in the corresponding prior period. Given NGL's financial performance over the period, an interim dividend of 25 cents per share was declared for the quarter ended June 30, 2021, payable on September 15, 2021.

### Outlook:

In June 2021, JMMB's Research Department recommended an **OUTPERFORM** (up to 10% of your portfolio ) rating on NGL with a price target of \$21.10. The price of NGL at that date was \$18.01, which was below our fair value range. Since that rating, NGL's share price increased to a high of \$18.50, closing at \$17.77 as at August 12, 2021.

We maintain our rating on NGL **OUTPERFORM** (up to 10% of your portfolio ) and revise our target price to \$21.21 (19.4% above the current price). The increase in the target price is based on an expected increase in earnings for the NGL in the coming year. Our EPS forecast for year ending December 2021 is \$1.10.