

Port of Houston Authority
Income Statement
Month and Year to Date Actual vs. Prior Year
(\$ in thousands)

| | January | | | | | January | | |
|---|-----------|-----------|------------------|------|----------|----------|------------------|---|
| | 2013 | 2012 | 2013 vs. 2012 | % | | 2011 | 2013 vs. 2011 | % |
| Operating Revenues | | | | | | | | |
| Container Terminals | \$ 12,223 | \$ 10,325 | \$ 1,898 | 18 | \$ 9,875 | \$ 2,348 | 24 | |
| Turning Basin Terminals | 3,069 | 3,692 | (623) | (17) | 2,764 | 305 | 11 | |
| Bulk | 264 | 313 | (49) | (16) | 348 | (84) | (24) | |
| Leases | 1,935 | 1,963 | (28) | (1) | 1,863 | 72 | 4 | |
| Other | 3,904 | 752 | 3,152 | 419 | 608 | 3,296 | 542 | |
| Total Operating Revenues | 21,395 | 17,045 | 4,350 | 26 | 15,458 | 5,937 | 38 | |
| Operating Expenses | | | | | | | | |
| Container Terminals | 5,120 | 4,631 | 489 | 11 | 4,342 | 778 | 18 | |
| Turning Basin Terminals | 946 | 1,132 | (186) | (16) | 1,004 | (58) | (6) | |
| Bulk | 21 | 12 | 9 | 75 | 27 | (6) | (22) | |
| Leases | 74 | 72 | 2 | 3 | 142 | (68) | (48) | |
| Other | 1,104 | 1,075 | 29 | 3 | 834 | 270 | 32 | |
| Pension and Other Retirement Benefits | 661 | 708 | (47) | (7) | 1,165 | (504) | (43) | |
| Depreciation and Amortization | 4,504 | 4,397 | 107 | 2 | 4,602 | (98) | (2) | |
| Total Operating Expenses | 12,430 | 12,027 | 403 | 3 | 12,116 | 314 | 3 | |
| Operating Income | 8,965 | 5,018 | 3,947 | | 3,342 | 5,623 | 168 | |
| General & Administrative Expenses | | | | | | | | |
| G&A Expenses | 2,943 | 2,712 | 231 | 9 | 1,792 | 1,151 | 64 | |
| Pension and Other Retirement Benefits | 549 | 606 | (57) | (9) | 837 | (288) | (34) | |
| Depreciation | 198 | 127 | 71 | 56 | 120 | 78 | 65 | |
| Total G&A Expenses | 3,690 | 3,445 | 245 | 7 | 2,749 | 941 | 34 | |
| Net Operating Income (Loss) | 5,275 | 1,573 | 3,702 | 235 | 593 | 4,682 | (790) | |
| Nonoperating Revenues (Expenses) | 218 | 194 | 24 | 12 | 141 | 77 | 55 | |
| Income before Contributions and Adjustments | 5,493 | 1,767 | 3,726 | 211 | 734 | 4,759 | 648 | |
| Contributions (to)/from Federal/State Agencies | - | 325 | (325) | 100 | (36) | 36 | (100) | |
| Net Income | \$ 5,493 | \$ 2,092 | \$ 3,401 | 163 | \$ 698 | \$ 4,795 | 687 | |
| Pro Forma Cash Flow | | | | | | | | |
| Net Income | \$ 5,493 | \$ 2,092 | | | \$ 698 | | | |
| Add Depreciation and Amortization | 4,702 | 4,524 | | | 4,722 | | | |
| Pro Forma Cash Flow | \$ 10,195 | \$ 6,616 | | | \$ 5,420 | | | |

Port of Houston Authority
Balance Sheet
(\$ in thousands)

| | January 31, 2013 | Unaudited December 31, 2012 |
|------------------------------------|-----------------------------|--|
| Current Assets | | |
| Cash & Cash Equivalents | \$ 17,063 | \$ 58,681 |
| Short-Term Investments | 178,752 | 178,822 |
| Trade Accounts & Other Receivables | 21,400 | 18,895 |
| Other | 3,250 | 3,889 |
| Total Current Assets | 220,465 | 260,287 |
| Restricted Assets | 97,858 | 92,615 |
| Property | | |
| Land, Facilities & Equipment | 1,917,989 | 1,914,591 |
| CIP | 91,163 | 90,775 |
| Accumulated Depreciation | (645,791) | (641,612) |
| Property, Net | 1,363,361 | 1,363,754 |
| Long-Term Investments | 157,177 | 112,084 |
| Other Assets | | |
| Deferred Charges | 3,800 | 3,818 |
| Industrial Agreements | 3,459 | 3,488 |
| Other | 579 | 834 |
| Total Other Assets | 7,838 | 8,140 |
| TOTAL ASSETS | \$ 1,846,699 | \$ 1,836,880 |

Port of Houston Authority

Balance Sheet

(\$ in thousands)

| | January 31, 2013 | Unaudited December 31, 2012 |
|--|-----------------------------|--|
| Current Liabilities | | |
| Accounts Payable | \$ 2,508 | \$ 3,540 |
| Other Current Liabilities | 8,240 | 8,438 |
| Total Current Liabilities | 10,748 | 11,978 |
| Current Liabilities (Restricted Assets) | | |
| Current Maturities of Long-Term Debt | 14,345 | 14,345 |
| Accrued Interest Payable | 12,501 | 9,376 |
| Contract payables and accrued liabilities | 5,383 | 5,299 |
| Total Restricted Current Liabilities | 32,229 | 29,020 |
| Long-Term Debt, net of Current Maturities | 745,754 | 745,960 |
| Other Non-Current Liabilities | | |
| Advances from Developer (Exxon) | - | - |
| Accrued Vacation and Sick Leave | 4,653 | 5,241 |
| OPEB Obligation | 37,738 | 37,071 |
| Other | 7,066 | 7,177 |
| Total Other Non-Current Liabilities | 49,457 | 49,489 |
| TOTAL LIABILITIES | 838,188 | 836,447 |
| Net Assets | | |
| Invested in Capital Assets, net of debt | 603,263 | 603,449 |
| Restricted for Capital | 28,114 | 29,261 |
| Restricted for Debt Service | 46,143 | 43,240 |
| Restricted for Other | 2,904 | 2,754 |
| Unrestricted Net Assets | 328,087 | 321,729 |
| Total Net Assets | 1,008,511 | 1,000,433 |
| TOTAL LIABILITIES AND NET ASSETS | \$ 1,846,699 | \$ 1,836,880 |