



CANAL DE PANAMÁ

**Autoridad del Canal de Panamá
Interim Financial Statements – Unaudited
September 30, 2016
IV Quarter**

Autoridad del Canal de Panamá
Statement of Financial Position
September 30, 2016
(In thousands of balboas – at par with US\$)

	2016 <u>(unaudited)</u>	2015 <u>(audited)</u>
Assets:		
Non-current assets:		
Properties, plant, and equipment:		
Properties, plant, and equipment, net	8,386,759	2,749,688
Construction in progress	<u>532,208</u>	<u>5,571,187</u>
Total properties, plant, and equipment	8,918,967	8,320,875
Other non-current assets	887,081	889,697
Reimbursement right to ACP	308,568	268,310
Investment properties	<u>89,831</u>	<u>89,831</u>
Total non-current assets	<u>10,204,447</u>	<u>9,568,713</u>
Current assets:		
Inventories, net	69,947	76,716
Trade and other receivables	28,084	29,835
Operations with settlement in progress	-	441,042
Other financial assets	2,250,416	1,796,575
Accrued interest receivable and other assets	17,192	12,297
Cash and cash equivalents	<u>314,407</u>	<u>470,501</u>
Total current assets	<u>2,680,046</u>	<u>2,826,966</u>
Total assets	<u>12,884,493</u>	<u>12,395,679</u>
Equity and liabilities:		
Equity:		
Contributed capital	1,906,193	1,906,193
Contributions	6,000,030	5,457,968
Reserves	914,479	914,479
Other equity accounts	(175,593)	(172,389)
Unappropriated retained earnings	<u>* 621,375</u>	<u>649,613</u>
Total equity	<u>9,266,484</u>	<u>8,755,864</u>
Non-current liabilities:		
Bonds payable	450,000	450,000
Less: Discounts and issuing costs	<u>10,208</u>	<u>10,772</u>
Bonds payable, net	439,792	439,228
Borrowings	2,300,000	2,300,000
Employee benefits	319,463	277,782
Other financial liabilities	<u>176,034</u>	<u>170,977</u>
Total non-current liabilities	<u>3,235,289</u>	<u>3,187,987</u>
Current liabilities:		
Trade and other payables	201,800	273,237
Provision for marine accident claims	20,054	21,041
Accrued salaries and vacation payable	128,292	121,786
Other financial liabilities	11,450	13,044
Other liabilities	<u>21,124</u>	<u>22,720</u>
Total current liabilities	<u>382,720</u>	<u>451,828</u>
Total equity and liabilities	<u>12,884,493</u>	<u>12,395,679</u>

* Pending approval of Board of Directors



Autoridad del Canal de Panamá
Income statement – Unaudited
For the twelve months ended September 30, 2016
(In thousands of balboas – at par with US\$)

	2016		2015	
	(unaudited)		(audited)	
	<u>IV Quarter</u>	<u>Twelve Months</u>	<u>IV Quarter</u>	<u>Twelve Months</u>
Revenues:				
Toll revenues	492,575	1,933,114	502,954	1,994,209
Other Canal transit services	101,330	430,858	111,902	446,745
	<u>593,905</u>	<u>2,363,972</u>	<u>614,856</u>	<u>2,440,954</u>
Other revenues:				
Sale of electricity	14,832	66,813	21,956	101,401
Sale of potable water	7,181	28,967	7,468	29,462
Miscellaneous	6,198	23,605	8,808	25,894
Total other revenues	<u>28,211</u>	<u>119,385</u>	<u>38,232</u>	<u>156,757</u>
Total revenues	<u>622,116</u>	<u>2,483,357</u>	<u>653,088</u>	<u>2,597,711</u>
Expenses:				
Salaries and wages	129,772	485,896	128,957	434,588
Employee benefits	18,634	68,442	16,195	61,507
Materials and supplies	16,870	58,538	16,108	55,502
Fuel	12,913	51,205	20,972	87,854
Transportation and allowances	730	2,164	626	2,144
Contracted services and fees	40,122	102,330	29,862	84,938
Insurance	4,972	15,195	3,282	11,869
Provision for marine accidents	(997)	903	8,467	11,087
Provision for obsolete inventory	2,375	2,569	109	487
Depreciation	51,314	132,392	24,051	92,510
Fees paid to the Panamanian Treasury	98,250	382,365	99,129	393,829
Other expenses	6,009	15,855	4,344	13,074
Total expenses	<u>380,964</u>	<u>1,317,854</u>	<u>352,102</u>	<u>1,249,389</u>
Results of operations	241,152	1,165,503	300,986	1,348,322
Finance income	6,435	19,693	3,490	12,519
Finance costs	19,878	21,759	-	-
Finance (costs) income, net	<u>(13,443)</u>	<u>(2,066)</u>	<u>3,490</u>	<u>12,519</u>
Profit for the year	<u>227,709</u>	<u>1,163,437</u>	<u>304,476</u>	<u>1,360,841</u>



Autoridad del Canal de Panamá
Statement of Cash Flows – Unaudited
For the twelve months ended September 30, 2016
(In thousands of balboas – at par with US\$)

	2016 <u>(unaudited)</u>	2015 <u>(audited)</u>
Cash flows from operating activities:		
Profit for the year	1,163,437	1,360,841
Depreciation	132,392	92,510
Net movements in defined benefit plans, net of reimbursement right	21	830
Loss on disposal of fixed asset	896	256
Estimation of inventory obsolescence	2,569	487
Provision for marine accidents	903	11,087
Amortized discount on bonds issuance	564	-
Changes in working capital:		
Decrease in trade and other receivables	1,751	13,092
Decrease in inventories	4,200	7,002
(Increase) decrease in accrued interest receivable and other assets	(4,895)	665
(Decrease) increase in trade and other payables	(71,437)	80,743
Payments of marine accident claims	(1,890)	(2,910)
Increase (decrease) in accrued salaries and vacation payable	6,506	(3,065)
Decrease in other current financial liabilities	(1,594)	(280)
Decrease in other liabilities	(1,596)	(9,851)
Net cash provided by operating activities	<u>1,231,827</u>	<u>1,551,407</u>
Cash flows from investing activities:		
Purchase of properties, plant, and equipment	(728,764)	(1,279,546)
Purchase of other financial assets	(3,150,072)	(2,394,635)
Maturities of other financial assets	2,699,486	2,425,233
Net cash used in investing activities	<u>(1,179,350)</u>	<u>(1,248,948)</u>
Cash flows from financing activities:		
Other costs for bonds issuance	-	(1,814)
Proceeds from bonds issuance	441,042	-
Transfer to Panamanian Treasury	(649,613)	(653,821)
Net cash used in financing activities	<u>(208,571)</u>	<u>(655,635)</u>
Net decrease in cash and cash equivalents	(156,094)	(353,176)
Cash and cash equivalents at the beginning of the year	470,501	823,677
Cash and cash equivalents at the end of the year	<u>314,407</u>	<u>470,501</u>
Investment activities that did not represent cash outflows:		
Reclassification from properties, plant, and equipments to investment properties	-	(74)
Interests:		
Received	38,715	41,667
Paid	72,167	69,224

Francisco J. Miguez P.
Executive Vicepresident for Finance and Administration
Chief Financial Officer


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