



CANAL DE PANAMÁ

**Autoridad del Canal de Panamá
Interim Financial Statements – Unaudited
December 31, 2016
I Quarter**



Autoridad del Canal de Panamá
Statement of Financial Position
December 31, 2016
(In thousands of balboas – at par with US\$)

	December 31, 2016 <u>(unaudited)</u>	September 30, 2016 <u>(audited)</u>
Assets:		
Non-current assets:		
Properties, plant, and equipment:		
Properties, plant, and equipment, net	8,343,696	8,386,759
Construction in progress	<u>591,243</u>	<u>532,208</u>
Total properties, plant, and equipment, net	8,934,939	8,918,967
Advances to contractors	884,488	887,081
Reimbursement right to ACP	308,756	308,568
Investment properties	<u>89,831</u>	<u>89,831</u>
Total non-current assets	<u>10,218,014</u>	<u>10,204,447</u>
Current assets:		
Inventories, net	70,548	69,947
Trade and other receivables	38,995	28,084
Other financial assets	1,984,444	2,250,416
Accrued interest receivable and other assets	18,565	17,192
Cash and cash equivalents	<u>120,173</u>	<u>314,407</u>
Total current assets	<u>2,232,725</u>	<u>2,680,046</u>
Total assets	<u>12,450,739</u>	<u>12,884,493</u>
Equity and liabilities:		
Equity:		
Contributed capital	1,906,193	1,906,193
Contributions	6,040,529	6,000,030
Reserves	1,158,971	905,089
Other equity accounts	(120,952)	(175,593)
Accumulated earnings for the period	-	630,765
Total equity	<u>8,984,741</u>	<u>9,266,484</u>
Non-current liabilities:		
Bonds payable	450,000	450,000
Less: Discounts and issuing costs	<u>10,067</u>	<u>10,208</u>
Bonds payable, net	439,933	439,792
Borrowings	2,300,000	2,300,000
Employee benefits	319,463	319,463
Other financial liabilities	<u>122,357</u>	<u>176,034</u>
Total non-current liabilities	<u>3,181,753</u>	<u>3,235,289</u>
Current liabilities:		
Trade and other payables	156,132	201,800
Provision for marine accident claims	20,290	20,054
Accrued salaries and vacation payable	95,609	128,292
Other financial liabilities	3,072	11,450
Other liabilities	<u>9,142</u>	<u>21,124</u>
Total current liabilities	<u>284,245</u>	<u>382,720</u>
Total equity and liabilities	<u>12,450,739</u>	<u>12,884,493</u>

Autoridad del Canal de Panamá
Income statement – Unaudited
For the three months ended December 31, 2016
(In thousands of balboas – at par with US\$)

	December 31, 2016 (unaudited)	December 31, 2015 (audited)
Revenues:		
Toll revenues	541,142	505,221
Other Canal transit services	<u>111,810</u>	<u>122,342</u>
	652,952	627,563
Other revenues:		
Sale of electricity	16,162	20,855
Sale of potable water	6,903	7,537
Miscellaneous	<u>7,203</u>	<u>5,635</u>
Total other revenues	<u>30,268</u>	<u>34,027</u>
Total revenues	<u>683,220</u>	<u>661,590</u>
Expenses:		
Salaries and wages	145,215	120,519
Employee benefits	19,072	17,104
Materials and supplies	13,215	11,914
Fuel	12,176	14,753
Transportation and allowances	379	413
Contracted services and fees	15,690	10,679
Insurance	5,635	3,396
Provision for marine accidents	593	(637)
Provision for obsolete inventory	126	126
Depreciation	50,153	24,246
Fees paid to the Panamanian Treasury	110,179	99,983
Other expenses	<u>2,208</u>	<u>2,207</u>
Total expenses	<u>374,641</u>	<u>304,703</u>
Results of operations	308,579	356,887
Finance income	5,929	4,043
Finance costs	<u>20,127</u>	<u>376</u>
Finance (costs) income, net	<u>(14,198)</u>	<u>3,667</u>
Profit for the period	<u>294,381</u>	<u>360,554</u>

Autoridad del Canal de Panamá
Statement of Cash Flows – Unaudited
For the three months ended December 31, 2016
(In thousands of balboas – at par with US\$)

	December 31, 2016 (unaudited)	December 31, 2015 (audited)
Cash flows from operating activities:		
Profit for the period	294,381	360,554
Depreciation	50,153	24,246
Net movements in defined benefit plans, net of reimbursement right	(187)	(5,321)
Loss on disposal of fixed asset	6	2
Estimation for inventory obsolescence	126	126
Provision for marine accidents	593	(637)
Amortized discount on bonds issuance	141	141
Changes in working capital:		
(Increase)/decrease in trade and other receivables	(10,911)	1,655
(Increase)/decrease in inventories	(728)	994
Increase in accrued interest receivable and other assets	(1,373)	(3,595)
Decrease in trade and other payables	(45,668)	(22,999)
Payments of marine accident claims	(357)	(328)
Decrease in accrued salaries and vacation payable	(32,682)	(36,143)
Decrease in other current financial liabilities	(8,378)	(8,977)
Decrease in other liabilities	(11,981)	(13,841)
Net cash provided by operating activities	233,135	295,877
Cash flows from investing activities:		
Purchase of properties, plant, and equipment	(63,539)	(212,280)
Purchase of other financial assets	(384,194)	(1,753,522)
Maturities of other financial assets	651,129	1,609,933
Net cash provided (used) in investing activities	203,396	(355,869)
Cash flows from financing activities:		
Proceeds from collections of bonds issuance	-	441,042
Transfer to Panamanian Treasury	(630,765)	(610,547)
Net cash used in financing activities	(630,765)	(169,505)
Net decrease in cash and cash equivalents	(194,234)	(229,497)
Cash and cash equivalents at the beginning of the period	314,407	470,501
Cash and cash equivalents at the end of the period	120,173	241,004
Interests:		
Received	14,530	5,602
Paid	38,839	35,691

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