



CANAL DE PANAMÁ

**Autoridad del Canal de Panamá
Interim Financial Statements – Unaudited
September 30, 2018
IV Quarter**



Autoridad del Canal de Panamá
Statement of Financial Position
September 30, 2018
(In thousands of balboas – at par with US\$)

	<u>September 30,</u> <u>2018</u> <u>(unaudited)</u>	<u>September 30,</u> <u>2017</u> <u>(audited)</u>
Assets:		
Non-current assets:		
Properties, plant, and equipment:		
Properties, plant, and equipment, net	8,313,110	8,420,016
Construction in progress	629,354	558,595
Total properties, plant, and equipment, net	<u>8,942,464</u>	<u>8,978,611</u>
Advances to contractors	-	7,828
Advances and other receivable to contractor, net	292,152	309,727
Reimbursement right to ACP	322,603	328,611
Investment properties	89,831	89,831
Inventories, net	68,991	63,531
Total non-current assets	<u>9,716,041</u>	<u>9,778,139</u>
Current assets:		
Fuel inventory	11,914	9,198
Advances and other receivable to contractor, net	547,959	547,959
Trade and other receivable	54,227	49,213
Other financial assets	3,278,760	2,562,817
Cash and cash equivalents	60,283	528,293
Accrued interest receivable	39,519	21,734
Other assets	1,092	75
Total current assets	<u>3,993,754</u>	<u>3,719,289</u>
Total assets	<u>13,709,795</u>	<u>13,497,428</u>
Equity and liabilities:		
Equity:		
Contributed capital	1,906,193	1,906,193
Investment programs contributions	5,941,657	5,985,835
Reserves	924,089	924,089
Other equity accounts	(57,026)	(118,449)
Unappropriated retained earnings*	1,397,561	1,193,809
Total equity	<u>10,112,474</u>	<u>9,891,477</u>
Non-current liabilities:		
Bonds payable	450,000	450,000
Less: Discounts and issuing costs	9,078	9,643
Bonds payable, net	440,922	440,357
Borrowings	2,185,000	2,300,000
Employee benefits	333,612	340,036
Other financial liabilities	59,884	115,087
Total non-current liabilities	<u>3,019,418</u>	<u>3,195,480</u>
Current liabilities:		
Trade and other payables	219,866	196,321
Borrowings	115,000	-
Provision for marine accident claims	20,402	14,045
Accrued salaries and vacation payable	138,403	135,748
Accrued interest payable	37,022	33,817
Other liabilities	47,210	30,540
Total current liabilities	<u>577,903</u>	<u>410,471</u>
Total equity and liabilities	<u>13,709,795</u>	<u>13,497,428</u>

*Pending approval of Board of Directors



Autoridad del Canal de Panamá
Income statement – Unaudited
For the twelve months ended September 30, 2018
(In thousands of balboas – at par with US\$)

	2018		2017	
	(unaudited)		(audited)	
	<u>IV Quarter</u>	<u>Twelve Months</u>	<u>IV Quarter</u>	<u>Twelve Months</u>
Revenues:				
Toll revenues	633,108	2,484,696	577,270	2,238,035
Other Canal transit services	116,260	484,858	116,823	468,811
	<u>749,368</u>	<u>2,969,554</u>	<u>694,093</u>	<u>2,706,846</u>
Other revenues:				
Sale of electricity	9,598	68,283	21,855	84,634
Sale of potable water	9,021	34,265	7,309	28,337
Miscellaneous	13,362	36,273	12,418	33,130
Total other revenues	<u>31,981</u>	<u>138,821</u>	<u>41,582</u>	<u>146,101</u>
Total revenues	<u>781,349</u>	<u>3,108,375</u>	<u>735,675</u>	<u>2,852,947</u>
Expenses:				
Salaries and wages	147,618	592,972	144,310	577,060
Employee benefits	19,574	77,772	18,833	75,534
Materials and supplies	22,998	68,398	16,180	60,127
Fuel	15,043	70,806	20,134	74,585
Transportation and allowances	781	2,203	546	2,121
Contracted services and fees	65,073	160,648	23,278	109,287
Insurance	4,338	20,844	4,643	21,306
Provision for marine accidents	1,620	10,241	(1,176)	(3,425)
Provision for obsolete inventory	122	500	(313)	66
Depreciation	52,881	208,949	52,229	202,828
Fees paid to the Panamanian Treasury	129,653	503,686	116,935	456,569
Other expenses	5,621	14,397	9,099	17,857
Total expenses	<u>465,322</u>	<u>1,731,416</u>	<u>404,698</u>	<u>1,593,915</u>
Results of operations	316,027	1,376,959	330,977	1,259,032
Finance income	19,609	57,714	11,213	33,045
Financial income (cost) in advances and other receivable to contract	1,410	5,640	(13,159)	(13,159)
Finance costs	<u>(22,071)</u>	<u>(86,930)</u>	<u>(20,186)</u>	<u>(80,304)</u>
Finance costs, net	<u>(1,052)</u>	<u>(23,576)</u>	<u>(22,132)</u>	<u>(60,418)</u>
Profit for the period	<u>314,975</u>	<u>1,353,383</u>	<u>308,845</u>	<u>1,198,614</u>



Autoridad del Canal de Panamá
Statement of Cash Flows – Unaudited
For the twelve months ended September 30, 2018
(In thousands of balboas – at par with US\$)

	September 30, 2018 <u>(unaudited)</u>	September 30, 2017 <u>(audited)</u>
Cash flows from operating activities:		
Profit for the period	1,353,383	1,198,614
Depreciation	208,949	202,828
Loss on disposal of fixed asset	1,033	477
Provision for marine accidents	10,241	(3,425)
Estimation for inventory obsolescence	500	66
Amortized discount on bonds issuance	565	565
Finance costs, net	23,576	60,418
Changes in working capital:		
Increase in trade and other receivables	(5,014)	(21,129)
Increase in fuel inventory	(2,716)	(1,336)
(Decrease) Increase in other assets	(1,017)	158
Increase in trade and other payables	23,545	15,977
Payments of marine accident claims	(3,883)	(2,584)
Decrease in accrued salaries and vacation payable	2,655	7,456
Voluntary retirement incentive plans	83	482
Increase in other liabilities	16,669	9,415
Net cash provided by operating activities	<u>1,628,569</u>	<u>1,467,982</u>
Cash flows from investing activities:		
Purchase of properties, plant, and equipment	(142,792)	(254,542)
Purchase of inventory	(5,961)	(1,512)
Purchase of other financial assets	(3,577,452)	(3,072,964)
Maturities of other financial assets	2,867,230	2,756,809
Interest charged	39,930	28,270
Net cash provided by investing activities	<u>(819,045)</u>	<u>(543,939)</u>
Cash flows from financing activities:		
Interest paid	(83,725)	(79,392)
Transfer to Panamanian Treasury	(1,193,809)	(630,765)
Net cash used in financing activities	<u>(1,277,534)</u>	<u>(710,157)</u>
Net (decrease) increase in cash and cash equivalents	(468,010)	213,886
Cash and cash equivalents at the beginning of the period	528,293	314,407
Cash and cash equivalents at the end of the period	<u>60,283</u>	<u>528,293</u>

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