



Panama Canal Authority

**Interim Financial Statements – Unaudited
June 30, 2009**



Panama Canal Authority

Balance sheet June 30, 2009

(In thousands of balboas – at par with US\$)

	June 30, 2009 (unaudited)	September 30, 2008 (audited)
Assets		
Non-current assets:		
Properties, plant and equipment, net	B/. 2,604,469	B/. 2,438,710
Current assets:		
Cash and bank deposits	2,384,196	1,653,148
Investments in securities	31,760	470,426
Accounts receivable	25,529	35,192
Inventories, net	43,515	39,861
Accrued interest receivable and other assets	<u>5,518</u>	<u>22,379</u>
Total current assets	<u>2,490,518</u>	<u>2,221,006</u>
Total assets	<u>B/. 5,094,987</u>	<u>B/. 4,659,716</u>
Equity and liabilities		
Equity:		
Contributed capital	B/. 1,904,968	B/. 1,904,968
Retained earnings:		
Appropriated	2,618,097	2,159,761
Unappropriated	<u>333,061</u>	<u>343,852</u>
Total equity	<u>4,856,126</u>	<u>4,408,581</u>
Current liabilities:		
Accounts payable	123,545	119,358
Provision for marine accident claims	26,967	27,474
Accrued salaries and vacation pay	76,887	90,535
Other liabilities	<u>11,462</u>	<u>13,768</u>
Total current liabilities	<u>238,861</u>	<u>251,135</u>
Total equity and liabilities	<u>B/. 5,094,987</u>	<u>B/. 4,659,716</u>



Panama Canal Authority

Income statement - Unaudited For the nine months ended June 30, 2009 (In thousands of balboas – at par with US\$)

	2009		2008	
	III Quarter	Nine months	III Quarter	Nine months
Revenues:				
Toll revenues	B/ 366,419	B/. 1,076,407	B/ 337,706	B/. 969,466
Vessel-transit-related services	89,498	302,194	119,766	315,110
	<u>455,917</u>	<u>1,378,601</u>	<u>457,472</u>	<u>1,284,576</u>
Other revenues:				
Electric power sales	22,662	58,392	68,191	108,204
Potable water sales	5,135	14,920	5,303	15,330
Interest income	5,945	27,904	14,933	55,310
Miscellaneous	2,648	7,771	2,633	7,604
Total other revenues	<u>36,390</u>	<u>108,987</u>	<u>91,060</u>	<u>186,448</u>
Total revenues	492,307	1,487,588	548,532	1,471,024
Expenses:				
Salaries and wages	86,291	262,058	84,252	259,208
Employee benefits	12,387	37,390	12,422	37,353
Materials and supplies	11,441	34,394	11,448	27,188
Fuel	16,150	44,965	36,392	73,004
Transportation and allowances	224	908	300	956
Contracted services and fees	10,138	24,061	8,431	20,664
Insurance	946	6,731	2,913	7,553
Provision for marine accidents	(617)	2,009	1,231	5,297
Provision for obsolete inventory	150	450	202	602
Other expenses	3,875	7,696	2,186	5,576
	<u>140,985</u>	<u>420,662</u>	<u>159,777</u>	<u>437,401</u>
Capitalized labor and materials	<u>(15,032)</u>	<u>(41,487)</u>	<u>(13,461)</u>	<u>(35,772)</u>
Total expenses	<u>125,953</u>	<u>379,175</u>	<u>146,316</u>	<u>401,629</u>
Income before fees and depreciation	366,354	1,108,413	402,216	1,069,395
Fees per net ton	(85,377)	(261,840)	(88,451)	(268,525)
Panamanian Treasury (Tesoro Nacional) – public service fees	(539)	(1,484)	(517)	(1,429)
Depreciation	<u>(17,785)</u>	<u>(53,692)</u>	<u>(16,717)</u>	<u>(49,326)</u>
Net Income	<u>B/ 262,653</u>	<u>B/. 791,397</u>	<u>B/ 296,531</u>	<u>B/. 750,115</u>



Panama Canal Authority
Cash flows statement - Unaudited
For the nine months ended June 30, 2009
(In thousands of balboas – at par with US\$)

	2009	2008
Cash flows from operating activities:		
Net income	B/. 791,397	B/. 750,115
Adjustments for:		
Depreciation	52,675	47,550
Loss on disposal of fixed asset	1,205	135
Provision for obsolete inventory	450	602
Provision for marine accident	2,009	5,297
Changes in operating assets and liabilities:		
Accounts receivable	9,663	(31,387)
Inventories	(4,104)	3,091
Accrued interest receivable and other assets	16,861	6,584
Current liabilities	<u>(14,283)</u>	<u>23,883</u>
Net cash provided by operating activities	<u>855,873</u>	<u>805,870</u>
Cash flows from investing activities:		
Net increase of fixed asset	(219,639)	(165,827)
Net decrease in investments	438,666	10,955
Net decrease (increase) in time deposits, over 90 days	<u>(695,673)</u>	<u>(370,039)</u>
Net cash used in investing activities	<u>(476,646)</u>	<u>(524,911)</u>
Cash flows from financing activities:		
Transfer to Panamanian Treasury	<u>(343,852)</u>	<u>(486,414)</u>
Net cash used in financing activities	<u>(343,852)</u>	<u>(486,414)</u>
Net increase (decrease) in cash and bank deposits	35,375	(205,455)
Cash and bank deposits at beginning of the period	<u>250,658</u>	<u>242,479</u>
Cash and bank deposits at end of the period	<u>B/. 286,033</u>	<u>B/. 37,024</u>
Investing activities that did not represent cash outflows		
Fixed assets – capitalized depreciation	<u>B/. (1,017)</u>	<u>B/. (1,776)</u>

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