



Panama Canal Authority

**Interim Financial Statements – Unaudited
December 31, 2012
I Quarter**



Panama Canal Authority
Statement of Financial Position
December 31, 2012
(In thousands of balboas – at par with US\$)

	December 31, 2012 (unaudited)	September 30, 2012 (audited)
Assets:		
Non-current assets:		
Properties, plant and equipment, net	2,329,377	2,326,406
Construction in progress	2,957,725	2,695,222
Total properties, plant and equipment	5,287,102	5,021,628
Accounts receivable	727,132	598,628
Total non-current assets	6,014,234	5,620,256
Current assets:		
Inventories, net	70,784	73,001
Trade and other receivables	36,344	42,991
Other financial assets	467,579	423,443
Accrued interest receivable and other assets	21,026	15,526
Cash and bank deposits	1,405,176	2,259,770
Total current assets	2,000,909	2,814,731
Total assets	8,015,143	8,434,987
Equity and liabilities:		
Equity:		
Contributed capital	1,904,473	1,904,473
Contributions for investment programs	3,986,206	3,769,045
Reserves	723,155	621,503
Other equity accounts - cash flow hedge	(215,215)	(227,770)
Unappropriated retained earnings	-	648,991
Total equity	6,398,619	6,716,242
Non-current liabilities:		
Borrowings	1,000,000	1,000,000
Trade and other payables	37,647	32,456
Other financial liabilities	215,215	227,770
Total non-current liabilities	1,252,862	1,260,226
Current liabilities:		
Trade and other payables	244,559	303,069
Provision for marine accident claims	18,846	20,235
Accrued salaries and vacation payable	89,552	113,954
Other financial liabilities	4,236	12,076
Other liabilities	6,469	9,185
Total current liabilities	363,662	458,519
Total equity and liabilities	8,015,143	8,434,987



Panama Canal Authority
Income statement – Unaudited
For the three months ended December 31, 2012
(In thousands of balboas – at par with US\$)

	December 31, 2012	December 31, 2011
Revenues:		
Toll revenues	487,697	469,466
Vessel-transit-related services	<u>95,904</u>	<u>101,767</u>
	583,601	571,233
Other revenues:		
Electric power sales	29,541	24,681
Potable water sales	6,552	6,457
Interest income	5,291	5,374
Miscellaneous	<u>3,096</u>	<u>3,418</u>
Total other revenues	<u>44,480</u>	<u>39,930</u>
Total revenues	<u>628,081</u>	<u>611,163</u>
Expenses:		
Salaries and wages	134,365	127,169
Employee benefits	17,109	16,727
Materials and supplies	13,046	12,497
Fuel	25,213	21,661
Transportation and allowances	527	477
Contracted services and fees	13,876	8,277
Insurance	2,504	2,473
Provision for marine accidents	(2)	49
Provision for obsolete inventory	201	99
Depreciation	22,209	21,128
Other expenses	<u>1,899</u>	<u>1,794</u>
	230,947	212,351
Capitalized labor and materials	<u>(19,900)</u>	<u>(16,278)</u>
Total expenses	<u>211,047</u>	<u>196,073</u>
Income before fees and depreciation	417,034	415,090
Fees per net ton	(97,663)	(97,474)
Panamanian Treasury (Tesoro Nacional) – public service fees	<u>(558)</u>	<u>(466)</u>
Net income	<u>318,813</u>	<u>317,150</u>



Panama Canal Authority
Statement of Cash Flows – Unaudited
For the three months ended December 31, 2012
(In thousands of balboas – at par with US\$)

	December 31, 2012	December 31, 2011
Cash flows from operating activities:		
Net income	318,813	317,150
Depreciation	21,299	20,366
Loss on disposal of fixed asset	-	36
Provision for obsolete inventory	201	115
Provision for marine accidents	(2)	49
Changes in working capital:		
Decrease in trade and other receivables	6,647	10,778
Decrease in inventories	2,015	1,424
(Increase) decrease in accrued interest receivable and other assets	(5,499)	3,535
Decrease in trade and other payables	(53,319)	(64,966)
Payments of marine accident claims	(1,387)	(748)
Decrease in accrued salaries and vacation payable	(24,402)	(25,339)
Decrease in other current financial liabilities	(7,840)	(8,843)
(Decrease) increase in other liabilities	<u>(2,716)</u>	<u>1,039</u>
Net cash provided by operating activities	<u>253,810</u>	<u>254,596</u>
Cash flows from investing activities:		
Net increase of properties, plant and equipment	(286,773)	(217,745)
Decrease (increase) in other financial assets	(44,136)	103,412
Decrease (increase) in non-current assets, accounts receivables	(128,503)	8,202
Decrease (increase) in time deposits, over 90 days	292,124	489,084
Net cash used in investing activities	<u>(167,288)</u>	<u>382,953</u>
Cash flows from financing activities:		
Transfer to Panamanian Treasury	<u>(648,991)</u>	<u>(674,292)</u>
Net cash (used in) provided by financing activities	<u>(648,991)</u>	<u>(674,292)</u>
Net increase in cash and cash equivalents	(562,469)	(36,743)
Cash and cash equivalents at the beginning of the year	<u>602,957</u>	<u>276,449</u>
Cash and cash equivalents at the end of the year	<u>40,488</u>	<u>239,706</u>
Investing activities that did not represent cash outflows:		
Fixed assets - capitalized depreciation	<u>(910)</u>	<u>(762)</u>
Interests:		
Received	4,472	11,092
Paid	26,970	26,285

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