

Aeropuerto Internacional de Tocumen, S.A.

(A wholly-owned subsidiary of the Government of the Republic of Panama)

Unaudited condensed statement of cash flows**For the six-month period ended June 30, 2017**

(In Balboas)

	Notes	Six-month period ended June 30, 2017	June 30, 2016
Cash flows from operating activities:			
Net profit of the period		38,190,039	44,076,347
Adjustments for:			
Depreciation		8,990,493	7,959,249
Provision for impairment of uncollectible accounts		-	(122,941)
Property tax provision on improvements		893,936	893,936
Provision for seniority premiums		204,310	178,394
Income tax recognized in the statement of profit or loss and other comprehensive income	11	18,743,442	18,306,121
Financial costs, net		8,928,318	7,675,357
		<u>75,950,538</u>	<u>78,966,463</u>
Changes in operating assets and liabilities:			
Decrease (increase) in accounts receivable		789,535	(1,298,668)
(Increase) decrease in inventories		(85,487)	271,706
(Increase) decrease in prepaid expenses and other assets		(690,193)	218,222
(Increase) decrease in advance payments to purchases abroad and contractors		(32,601,530)	830,550
Decrease in deferred income		(9,405,681)	(14,138,750)
Increase (decrease) in accounts payable and other accrued expenses payable		764,969	(34,679,250)
Increase in accrued expenses payable and other liabilities		3,141,559	564,311
Decrease in accounts payable - related parties, net		(2,537,069)	(250,512)
Increase in severance fund		(48,860)	(36,302)
		<u>35,277,781</u>	<u>30,447,770</u>
Cash flows from operating activities:			
Income tax paid		-	(18,487,724)
Interest earned		259,034	121,601
Interest paid		<u>(9,127,352)</u>	<u>(7,796,958)</u>
Net cash provided by operating activities		26,409,463	4,284,689
Cash flows from investment activities:			
Payment for constructions in progress		(81,491,873)	(180,478,185)
Acquisition of fixed assets		(18,779,658)	19,276,430
Change in advance payment to contractors		9,471,252	3,142,560
Change in withholdings of contractors		2,548,105	-
Net cash used in investment activities		<u>(88,252,174)</u>	<u>(158,059,195)</u>
Cash flows from financing activities:			
Guarantee trust fund		7,005,324	(11,282,503)
Complementary tax		-	(2,373,242)
Proceeds from the issuance of corporate bonds		-	562,513,909
Net cash flows provided by financing activities		<u>7,005,324</u>	<u>548,858,164</u>
Net (decrease) increase in cash and cash equivalents		(54,837,386)	395,083,658
Cash and cash equivalents at the beginning of the period		<u>90,312,620</u>	<u>80,768,993</u>
Cash and cash equivalents at the end of the period	7	<u><u>35,475,234</u></u>	<u><u>475,852,651</u></u>

The accompanying notes are an integral part of these unaudited condensed financial statements.