

FOREIGN TRADE BANK OF LATIN AMERICA, INC.
Form 6-K
May 12, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13a-16 OR 15d-16 UNDER THE
SECURITIES EXCHANGE ACT OF 1934

For the month of May, 2014

BANCO LATINOAMERICANO DE COMERCIO EXTERIOR, S.A.

(Exact name of Registrant as specified in its Charter)

FOREIGN TRADE BANK OF LATIN AMERICA, INC.

(Translation of Registrant's name into English)

Business Park, Torre V, Ave. La Rotonda, Costa del Este

P.O. Box 0819-08730

Panama City, Republic of Panama

(Address of Registrant's Principal Executive Offices)

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(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

Form 20-F Form 40-F

(Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing information to the Commission pursuant to Rule 12g-3-2(b) under the Securities Exchange Act of 1934.)

Yes No

(If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b). 82__.)

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereto duly authorized.

May 7, 2014.

FOREIGN TRADE BANK OF LATIN AMERICA, INC.

By: /s/ Pedro Toll

Name: Pedro Toll

Title: General Manager

Banco Latinoamericano

de Comercio Exterior, S. A.

and Subsidiaries

Consolidated Balance Sheets as of March 31, 2014 (Unaudited) and December 31, 2013, and Related Consolidated Statements of Income, Comprehensive Income, Stockholders' Equity and Cash Flows (Unaudited) for the Three Months Ended March 31, 2014 and 2013

**Banco Latinoamericano de Comercio Exterior, S. A.
and Subsidiaries**

Consolidated Financial Statements

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Banco Latinoamericano de Comercio Exterior, S. A. and Subsidiaries**Consolidated balance sheets****March 31, 2014 and December 31, 2013**

(in US\$ thousand, except share amounts)

| | Notes | March 31, 2014 (Unaudited) | December 31, 2013 (Audited) |
|--|----------|----------------------------------|-----------------------------------|
| Assets | | | |
| Cash and due from banks | 4,19 | 64,079 | 2,161 |
| Interest-bearing deposits in banks (including pledged deposits of \$11,243 in 2014 and \$9,032 in 2013) | 4,19 | 520,035 | 837,557 |
| Securities available-for-sale (including pledged securities to creditors of \$282,675 in 2014 and \$296,811 in 2013) | 5,19 | 316,498 | 334,368 |
| Securities held-to-maturity (fair value of \$36,682 in 2014 and \$33,634 in 2013) (including pledged securities to creditors of \$17,083 in 2014 and \$13,007 in 2013) | 5,19 | 36,611 | 33,759 |
| Investment funds | 6,19 | 117,911 | 118,661 |
| Loans | 7,19 | 6,098,156 | 6,148,298 |
| Less: | | | |
| Allowance for loan losses | 8,19 | 72,735 | 72,751 |
| Unearned income and deferred fees | | 6,490 | 6,668 |
| Loans, net | | 6,018,931 | 6,068,879 |
| Customers' liabilities under acceptances | 19 | 34,348 | 1,128 |
| Accrued interest receivable | 19 | 37,626 | 40,727 |
| Equipment and leasehold improvements (net of accumulated depreciation and amortization of \$14,541 in 2014 and \$13,881 in 2013) | | 9,821 | 10,466 |
| Derivative financial instruments used for hedging - receivable | 16,18,19 | 14,670 | 15,217 |
| Other assets | | 8,291 | 8,389 |
| Total assets | | 7,178,821 | 7,471,312 |
| Liabilities and stockholders' equity | | | |
| Deposits: | 9,19 | | |
| Noninterest-bearing - Demand | | 5,922 | 663 |
| Interest-bearing - Demand | | 83,609 | 62,384 |
| Time | | 2,421,135 | 2,298,289 |

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| | | | |
|--|--------------|-----------|-----------|
| Total deposits | | 2,510,666 | 2,361,336 |
| Trading liabilities | 10,18,19 | 76 | 72 |
| Securities sold under repurchase agreement | 4,5,11,18,19 | 274,290 | 286,162 |
| Short-term borrowings and debt | 12,19 | 2,147,946 | 2,705,365 |
| Acceptances outstanding | 19 | 34,348 | 1,128 |
| Accrued interest payable | 19 | 17,488 | 13,786 |
| Long-term borrowings and debt | 13,19 | 1,230,870 | 1,153,871 |
| Derivative financial instruments used for hedging - payable | 16,18,19 | 10,216 | 8,572 |
| Reserve for losses on off-balance sheet credit risk | 8 | 5,222 | 5,222 |
| Other liabilities | | 12,846 | 27,947 |
| Total liabilities | | 6,243,968 | 6,563,461 |
| Commitments and contingencies | 15,19,20 | | |
| Redeemable noncontrolling interest | | 49,424 | 49,899 |
| Stockholders' equity: | 14,17,21 | | |
| Class A common stock, no par value, assigned value of \$6.67 (Authorized 40,000,000; outstanding 6,342,189) | | 44,407 | 44,407 |
| Class B common stock, no par value, assigned value of \$6.67 (Authorized 40,000,000; outstanding 2,506,988 in 2014 and 2,520,422 in 2013) | | 20,683 | 20,683 |
| Class E common stock, no par value, assigned value of \$6.67 (Authorized 100,000,000; outstanding 29,812,259 in 2014 and 29,710,556 in 2013) | | 214,890 | 214,890 |
| Additional paid-in capital in excess of assigned value of common stock | | 117,183 | 118,646 |
| Capital reserves | | 95,210 | 95,210 |
| Retained earnings | | 482,200 | 458,699 |
| Accumulated other comprehensive loss | 5,17 | (9,037) | (12,575) |
| Treasury stock | | (80,107) | (82,008) |
| Total stockholders' equity | | 885,429 | 857,952 |
| Total liabilities and stockholders' equity | | 7,178,821 | 7,471,312 |

The accompanying notes are an integral part of these consolidated financial statements (Unaudited).

Banco Latinoamericano de Comercio Exterior, S. A. and Subsidiaries**Consolidated statements of income (Unaudited)****For the three months ended March 31, 2014 and 2013**

(in US\$ thousand, except per share amounts)

| | Notes | 2014 | 2013 |
|---|-------|--------|----------|
| Interest income: | 16 | | |
| Deposits | | 374 | 296 |
| Investment securities: | | | |
| Available-for-sale | | 1,991 | 1,286 |
| Held-to-maturity | | 223 | 229 |
| Investment funds | | 20 | 64 |
| Loans | | 47,007 | 46,529 |
| Total interest income | | 49,615 | 48,404 |
| Interest expense: | 16 | | |
| Deposits | | 2,630 | 3,131 |
| Investment funds | | 37 | 30 |
| Short-term borrowings and debt | | 6,927 | 5,267 |
| Long-term borrowings and debt | | 7,912 | 13,957 |
| Total interest expense | | 17,506 | 22,385 |
| Net interest income | | 32,109 | 26,019 |
| Reversal of provision for loan losses | 8 | 16 | 2,171 |
| Net interest income, after reversal of provision for loan losses | | 32,125 | 28,190 |
| Other income (expense): | | | |
| Provision for losses on off-balance sheet credit risk | 8 | - | (2,437) |
| Fees and commissions, net | | 4,276 | 2,399 |
| Derivative financial instruments and hedging | 16 | (20) | (516) |
| Net gain (loss) from investment funds trading | | (560) | 1,269 |
| Net gain (loss) from trading securities | 10 | (199) | 4,776 |
| Net gain on sale of securities available-for-sale | 5 | 258 | 115 |
| Net gain (loss) on foreign currency exchange | | 190 | (4,596) |
| Other income, net | | 451 | 585 |
| Net other income | | 4,396 | 1,595 |
| Operating expenses: | | | |
| Salaries and other employee expenses | | 8,084 | 7,769 |
| Depreciation and amortization of equipment and leasehold improvements | | 660 | 722 |

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| | | | |
|--|----|--------|---------|
| Professional services | | 815 | 644 |
| Maintenance and repairs | | 395 | 386 |
| Expenses from investment funds | | 416 | 748 |
| Other operating expenses | | 3,114 | 3,183 |
| Total operating expenses | | 13,484 | 13,452 |
| Net income from continuing operations | | 23,037 | 16,333 |
| Net loss from discontinued operations | 3 | - | (27) |
| Net income | | 23,037 | 16,306 |
| Net income (loss) attributable to the redeemable noncontrolling interest | | (475) | 12 |
| Net income attributable to Bladex stockholders | | 23,512 | 16,294 |
| Amounts attributable to Bladex stockholders: | | | |
| Net income from continuing operations | | 23,512 | 16,321 |
| Net loss from discontinued operations | | - | (27) |
| | | 23,512 | 16,294 |
| Earning per share from continuing operations: | | | |
| Basic | 14 | 0.61 | 0.43 |
| Diluted | 14 | 0.61 | 0.43 |
| Loss per share from discontinued operations: | | | |
| Basic | 14 | - | (0.00) |
| Diluted | 14 | - | (0.00) |
| Earning per share: | | | |
| Basic | 14 | 0.61 | 0.43 |
| Diluted | 14 | 0.61 | 0.43 |
| Weighted average basic shares | 14 | 38,600 | 38,218 |
| Weighted average diluted shares | 14 | 38,679 | 38,313 |

The accompanying notes are an integral part of these consolidated financial statements (Unaudited).

Banco Latinoamericano de Comercio Exterior, S. A. and Subsidiaries**Consolidated statements of comprehensive income (Unaudited)****For the three months ended March 31, 2014 and 2013**

(in US\$ thousand)

| | Notes | 2014 | 2013 |
|--|-------|--------|--------|
| Net income | | 23,037 | 16,306 |
| Other comprehensive income (loss): | | | |
| Unrealized gains (losses) on securities available-for-sale: | | | |
| Unrealized gains (losses) arising from the period | 17 | 4,593 | (492) |
| Less: reclassification adjustments for net gains included in net income | 17 | (252) | (117) |
| Net change in unrealized gains (losses) on securities available for sale | | 4,341 | (609) |
| Unrealized gains (losses) on derivative financial instruments: | | | |
| Unrealized gains (losses) arising from the period | 17 | (680) | 233 |
| Less: reclassification adjustments for net (gains) losses included in net income | 17 | 121 | 165 |
| Net change in unrealized gains (losses) on derivative financial instruments | | (559) | 398 |
| Foreign currency translation adjustment, net of hedges: | | | |
| Current year change | | (244) | 94 |
| Net change in foreign currency translation adjustment | | (244) | 94 |
| Other comprehensive income (loss) | | 3,538 | (117) |
| Comprehensive income | | 26,575 | 16,189 |
| Comprehensive income (loss) attributable to the redeemable noncontrolling interest | | | |