

BANCOLOMBIA SA
Form 6-K
June 15, 2015

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 OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the month of June, 2015

Comission File Number 001-32535

Bancolombia S.A.

(Translation of registrant's name into English)

Cra. 48 # 26-85
Medellín, Colombia
(Address of principal executive offices)

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

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Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):___

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(2):___

Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(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-_____.

Exhibit 99.1

BANCOLOMBIA ANNOUNCES INFORMATION REGARDING THE IMPLEMENTATION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS

Medellín, Colombia. June 15, 2015

Bancolombia releases a comparative report of quarterly and year-end financial information corresponding to fiscal year 2014, furnished under International Financial Reporting Standards (IFRS) and compared against Colombian general accounting principles (COLGAAP) effective before the adoption of IFRS.

DISCLAIMER

This report corresponds to the interim unaudited consolidated financial statements of Bancolombia S.A. and its subsidiaries under control (“Bancolombia” or the “Bank”). These financial statements have been prepared in accordance with International Financial Reporting Standards – IFRS, and are presented in nominal figures. Bancolombia maintains accounting records in Colombian pesos, referred to herein as “Ps.” or “COP”.

CAUTIONARY NOTE REGARDING CHANGES IN APPLICATION OF IFRS BY THE BANK: Until 2014, Bancolombia prepared its financial statements under the rules issued by the Colombian Superintendence of Finance (Colombian GAAP). Beginning on January 1, 2015, the financial statements of Bancolombia are being prepared under IFRS. Bancolombia’s first IFRS financial statements will cover the year ending on December 31, 2015 and will also include the comparative financial statements for the year ending on December 31, 2014.

The interim unaudited consolidated financial information for interim periods within 2015, and the comparative interim 2014 period may be further amended until Bancolombia establishes its definitive IFRS accounting policies in accordance with the IFRS 1, implements applicable IFRS rules as of December 31, 2015, and prepares the first audited annual consolidated financial statements.

Any future dividends to be declared in the general shareholder's meeting of Bancolombia S.A. will be determined based on non-consolidated financial information prepared under IFRS as modified by the Colombian Superintendence of Finance, which can differ in certain material respects to that prepared under IFRS as promulgated by the International Accounting Standards Board.

CAUTIONARY NOTE REGARDING FORWARD LOOKING STATEMENTS: This release contains statements that may be considered forward-looking statements within the meaning of Section 27A of the U.S. Securities Act of 1933 and Section 21E of the U.S. Securities Exchange Act of 1934. All forward-looking statements, whether made in this release or in future filings or press releases or orally, address matters that involve risks and uncertainties; consequently, there are or will be factors, including, among others, changes in general economic and business conditions, changes in currency exchange rates and interest rates, introduction of competing products by other companies, lack of acceptances of new products or services by our targeted customers, changes in business strategy and various others factors, that could cause actual results to differ materially from those indicated in such statements. We do not intend, and do not assume any obligation, to update these forward-looking statements. Certain monetary amounts, percentages and other figures included in this report have been subject to rounding adjustments.

CONSOLIDATED BALANCE SHEET**December 31, 2014****(COP million)**

	COLGAAP	IFRS *	Change (COP)	Change (%)	
ASSETS					
Cash and balances at central bank	11,192,825.00	11,194,859	2,034	0.02	%
Investments	13,677,801	13,020,412	(657,389)	-4.81	%
Derivative financial instruments	1,472,879	1,448,845	(24,034)	-1.63	%
Loans and advances to customers	108,687,061	115,133,130	6,446,069	5.93	%
Allowance for loan and financial leases losses	(4,862,404)	(4,777,170)	85,234	-1.75	%
Goodwill	4,033,882	4,583,927	550,045	13.64	%
Deferred tax	200,853	440,735	239,882	119.43	%
Operating leases, net	3,511,304	1,169,964	(2,341,340)	-66.68	%
Other assets	10,810,660	7,600,655	(3,210,005)	-29.69	%
TOTAL ASSETS	148,724,861	149,815,357	1,090,496	0.73	%
LIABILITIES AND SHAREHOLDERS' EQUITY					
Deposits	95,337,222	95,883,080	545,858	0.57	%
Derivative financial instruments	1,230,434	1,161,634	(68,800)	-5.59	%
Borrowings from other financial institutions	13,846,543	13,918,234	71,691	0.52	%
Debt securities	13,682,855	13,825,185	142,330	1.04	%
Preferred shares	-	579,946	579,946	100.00	%
Employee benefits, pension plan	108,717	126,379	17,662	16.25	%
Deferred tax	237,896	645,101	407,205	171.17	%
Other liabilities	6,969,453	5,964,422	(1,005,031)	-14.42	%
TOTAL LIABILITIES	131,413,120	132,103,981	690,861	0.53	%
SHAREHOLDERS' EQUITY ATTRIBUTABLE THE OWNERS OF THE PARENT COMPANY	16,817,354	17,210,418	393,064	2.34	%
NON-CONTROLLING INTEREST	494,387	500,958	6,571	1.33	%
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	148,724,861	149,815,357	1,090,496	0.73	%

* **Figures under IFRS are not audited and are subject to revision**

BALANCE SHEET VARIATIONS BETWEEN COLOMBIAN GAAP AND IFRS**December 31, 2014****(COP million)**

CONSOLIDATED BALANCE SHEET (COP millions)	Change IFRS vs Col GAAP
ASSETS	1,090,496
Fair value of investment property and restatement of other assets	519,873
Goodwill	431,890
Deferred tax	239,882
Derivatives - Credit Value Adjustment	(24,034)
Other	(77,115)
LIABILITIES	196,474
Preferred shares	579,946
Non-controlling interest	(494,387)
Deferred tax liabilities	407,205
Derivatives - Debit Value Adjustment	(68,800)
Interests originated from trouble debt restructuring	(83,886)
Other liabilities	(143,604)
EQUITY	894,022
Non-controlling interest	500,958
Preferred shares	(579,946)
Conversion adjustments	605,071
First time adoption and translation adjustment (Other Comprehensive Income)	367,939
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	1,090,496

*** Figures under IFRS are not audited and are subject to revision**

ASSETS	COLGAAP	IFRS *	Change (COP)	Change (%)	Explanation
					Increase due to mark-to-market valuation of non-compulsory fixed income securities, formerly classified as held to maturity but now classified as trading securities
Investments	13,677,801	13,020,412	(657,389)	-4.81 %	Increase due to the valuation of equity securities (less than 20% ownership) Investments in associates and joint ventures were reclassified as other assets
Derivative financial instruments	1,472,879	1,448,845	(24,034)	-1.6 %	Reduction due to the inclusion of Credit Value Adjustment / Debit Value Adjustment in the valuation of contracts Increased due to first day valuation of deferred accounts
Loans and advances to customers	108,687,061	115,133,130	6,446,069	5.93 %	Increase by reclassification of operating leases into financial leases Financial Leasing-related advance payments reclassified into loans and leases Increase due to the recognition of suspended interest as part of the loan
Allowance for loan and financial leases losses	(4,862,404)	(4,777,170)	85,234	-1.75 %	Reduction in allowances. Under Colombian GAAP, allowances are estimated based on expected losses while under IFRS, allowances are estimated based on incurred losses
Goodwill and Intangible assets	4,033,882	4,583,927	550,045	13.64 %	Under IFRS, goodwill remains constant in USD at the level of the date of initial adoption. It is converted to COP each period. Under Colombian GAPP, Goodwill was amortized.
Deferred tax	200,853	440,735	239,882	119.43 %	Increase in deferred tax asset due to differences between fiscal and financial accounting
	3,511,304	1,169,964	(2,341,340)	-66.68 %	

Operating leases, net						Reclassification of some assets from operating leases into financial leases
						Increase due to reclassification of investments in associated companies and joint ventures
						Reduction due to reclassification of investment and properties' re-appraisals as a greater value of the asset
Other assets	10,810,660	7,600,655	(3,210,005)	-29.69	%	Under IFRS, Investment properties are measured using a fair value model and it generated an increase in the recorded amount. Under Colombian GAAP, those assets are subject to depreciation charges
						Increase due to the extension of useful life of assets
						Reduction in financial leasing-related advance payments reclassified into loans and leases

*** Figures under IFRS are not audited and are subject to revision**

LIABILITIES	COLGAAP	IFRS *	Change (COP)	Change (%)	Explanation
Deposits	95,337,222	95,883,080	545,858	0.57	% Increase due to reclassification of interbank funds into deposits, according to some features of those funds Increase due to the addition of interest payable to the balance of the obligations
Derivative financial instruments	1,230,434	1,161,634	(68,800)	-5.59	% Reduction due to the inclusion of Credit Value Adjustment / Debit Value Adjustment in the valuation of contracts
Borrowings from other financial institutions	13,846,543	13,918,234	71,691	0.52	% Reclassification of interest and fees payable to the balance of financial obligations
Debt securities	13,682,855	13,825,185	142,330	1.04	% Increase due to the addition of interest payable to the balance of the obligations Costs associated to the issuance of securities are recorded as a lower value of the obligation and recognized through the income statement during the term of the securities using the amortized cost method
Preferred shares	-	579,946	579,946	100.00	% Under IFRS, the present value of the minimum dividend on preferred shares is recognized as a liability
Employee benefit - pension plan	108,717	126,379	17,662	16.25	% Under IFRS, employee benefits (including pensions) are recognized using actuarial calculations
Deferred tax liabilities	237,896	645,101	407,205	171.17	% Increase in deferred tax liability due to differences between fiscal and financial accounting
Other liabilities	6,969,453	5,964,422	(1,005,031)	-14.42	% Reclassification of interest payable on deposits, bonds and financial obligations Under IFRS, greater liabilities are recorded due to provisions on contingent liabilities related to transactions such as financial guarantees

*** Figures under IFRS are not audited and are subject to revision**

CONSOLIDATED INCOME STATEMENT**December 31, 2014****(COP million)**

	COLGAAP	IFRS *	Change (COP)	Change (%)	
Interest income	9,345,608	9,451,353	105,745	1.13	%
Interest expenses	3,240,787	3,253,669	12,882	0.40	%
Net interest income	6,104,821	6,197,684	92,863	1.52	%
Net provisions	(1,405,054)	(1,052,770)	352,284	-25.07	%
Fees and income from services, net	2,236,895	2,226,695	(10,200)	-0.46	%
Other operating income	1,152,355	853,463	(298,892)	-25.94	%
Operating expenses	(5,164,655)	(5,075,509)	89,146	-1.73	%
Goodwill amortization	(397,798)	-	397,798	-100.00	%
Non-operating income	(58,768)	-	58,768	-100.00	%
Income tax	(589,075)	(650,502)	(61,427)	10.43	%
NET INCOME	1,878,721	2,499,061	620,340	33.02	%

*** Figures under IFRS are not audited and are subject to revision****MAIN VARIATIONS OF THE INCOME STATEMENT****December 31, 2014****(COP million)**

ITEM	COLGAAP	IFRS *	Change (COP)	Change (%)	Explanation
Interest income	9,345,608	9,451,353	105,745	1.13	% Reclassification of operating leasing revenues that under IFRS are considered financial leases Adjustment on valuation of investments and derivatives Under IFRS, interest on loans are affected by the effective interest rate, including origination fees, etc
	(1,405,054)	(1,052,770)	352,284	-25.07	%

Net
provisions

Reduction in the provision expenses. Under Colombian GAAP, allowances are estimated with expected losses while under IFRS, allowances are estimated with incurred losses

Other Operating Income	1,152,355	853,463
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