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FROM: Paul M. Dudek, Chief
Office of International Corporate Finance
Division of Corporation Finance

RE: INTERNATIONAL BANK RECORD DATA

FORM TYPE:

IADB

COMPANY NAME:

Inter American Development Bank

COMPANY

ADDRESS:

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THOMSON
FINANCIAL

COMPANY STATUS:

ACTIVE A

BRANCH: _____

FILE NO.:

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CORPORATE FINANCE

File No. 83-1
Regulation IA
Rule 2 (a)

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

PERIODIC REPORT

Pursuant to Regulation IA, Rule 2(a), adopted pursuant to Section 11(a) of the Inter-American Development Bank Act.

**For the fiscal quarter ended June 30, 2004
INTER-AMERICAN DEVELOPMENT BANK (the "Bank")
Washington, D.C. 20577**

- (1) Information as to any purchases or sales by the Bank of its primary obligations during such quarter.

Attached hereto as Annex A is a table which lists sales by the Bank of its primary obligations, all of which were of the Bank's ordinary capital. There were no purchases by the Bank of its primary obligations.

- (2) Copies of the Bank's regular quarterly financial statements.

Attached hereto as Annex B are the financial statements, as of June 30, 2004, of the Bank's ordinary capital.

- (3) Copies of any material modifications or amendments during such quarter of any exhibit (other than (i) constituent documents defining the rights of holders of securities of other issuers guaranteed by the Bank, and (ii) loans and guaranty agreements to which the Bank is a party) previously filed with the Commission under any statute.

Not applicable: there have been no modifications or amendments of any exhibits previously filed with the Commission.

Annex A

**Sales by the Inter-American Development Bank
of its Ordinary Capital Primary Obligations**

Coupon (%)	Borrowing Currency	Borrow Amount	Issue Price (%)	Issue Date	Maturity Date
3.07	USD	141,000,000	99.98	8-Apr-04	8-Apr-2011
4.35	AUD	586,000,000	99.98	13-Apr-04	13-Apr-2006
6.59	MXN	3,000,000,000	100.00	7-Apr-04	27-Mar-2007
Zero Coupon FX Linked	BRL	550,000,000	50.07	11-May-04	11-May-2009
Inflation Index Linked	COP	119,740,000,000	86.17503	23-June-04	20-May-2011

ORDINARY CAPITAL

Ordinary Capital
Balance Sheet - As of June 30, 2004
(Expressed in thousands of United States dollars)

Assets		
Cash.....		\$ 246,291
Investments		
Trading		
Obligations issued or guaranteed by governments or issued by U.S. Agencies	\$ 1,882,686	
Time deposits and other obligations of banks.....	3,082,177	
Asset- and mortgage- backed and corporate securities	5,035,945	\$ 10,000,808
Held to maturity		
Obligations issued or guaranteed by governments or issued by U.S. Agencies	2,330,926	
Time deposits and other obligations of banks.....	1,069,134	
Asset- and mortgage- backed, corporate securities and commercial paper.....	402,269	3,802,329
		13,803,137
Loans outstanding (1)		
Total loans approved, less cancellations.....	109,570,221	
Less principal collected.....	(44,752,897)	
Less write off	(60,670)	
Less loans sold.....	(895,289)	
Less undisbursed balance (2).....	(14,397,540)	
	49,463,825	
Allowance for loan losses.....	(191,349)	49,272,476
Accrued interest and other charges		
On investments.....	81,837	
On loans.....	624,472	
On swaps, net.....	156,642	862,951
Receivable from members		
Capital subscriptions.....	531	
Non-negotiable, non-interest bearing demand obligations.....	394,872	
Amounts to maintain value of currency holdings.....	77,348	472,751
Currency and interest rate swaps		
Borrowings.....	1,239,858	1,239,858
Other Assets		
Property, improvements and equipment, at cost.....	528,507	
Less Accumulated Depreciation & Amortization.....	(221,363)	
	307,144	
Unamortized borrowing costs.....	231,530	
Miscellaneous.....	305,808	844,482
Total assets.....		\$ 66,741,946

(1) Excludes private sector loan participations.
(2) The Bank has entered into irrevocable commitments to disburse \$12 million.

Ordinary Capital
Balance Sheet - As of June 30, 2004
(Expressed in thousands of United States dollars)

Liabilities and Capital			
Liabilities			
Borrowings			
Medium- and long-term borrowings.....	\$ 49,123,875		
Unamortized discount.....	(2,636,554)		
Bond hedge basis adjustments.....	439,747		
	<u>46,927,068</u>		
Short term borrowings, net.....	249,039	\$ 47,176,107	
Currency and interest rate swaps			
Investments.....	98,583		
Loans.....	33,420		
Borrowings.....	<u>884,991</u>	1,016,994	
Amounts payable to maintain value of currency holdings.....		150,173	
Other liabilities			
Payable for investment securities purchased.....	288,208		
Accrued interest on borrowings.....	713,134		
Accounts payable and accrued expenses.....	<u>103,339</u>	1,104,681	
Total liabilities.....		<u>49,447,955</u>	
Capital			
Capital stock			
Subscribed 8,368,379 shares.....	100,951,374		
Less callable portion.....	<u>(96,611,180)</u>		
	4,340,194		
General reserve.....	9,893,344		
Special reserve.....	2,665,500		
Accumulated other comprehensive income:			
Accumulated translation adjustments.....	\$ 416,361		
Unrealized loss on cashflow hedges.....	<u>(21,408)</u>	17,293,991	
Total liabilities and capital.....		<u>\$ 66,741,946</u>	

Ordinary Capital
Statement of Comprehensive Income
For the Period Ended June 30, 2004 and 2003
(Expressed in thousands of United States dollars)

	Month		Year-to-Date	
	2004	2003	2004	2003
Net income	\$ 108,576	\$ 166,525	\$ 270,728	\$ 563,151
Other comprehensive income (loss):				
Translation adjustments				
General reserve	22,012	(71,779)	(80,306)	76,200
Special reserve	3,314	(15,734)	(13,576)	22,153
Total translation adjustments	25,326	(87,513)	(93,882)	98,353
Reclassification to income - cash flow hedges ⁽¹⁾	906	6,823	5,304	6,701
Total other comprehensive income (loss)	26,232	(80,690)	(88,578)	105,054
Comprehensive income	\$ 134,808	\$ 85,835	\$ 182,150	\$ 668,205

(1) Effective January 1, 2004, the Bank discontinued the use of hedge accounting.

Ordinary Capital
Statement of Cash Flows
For the Period Ended June 30, 2004 and 2003
(Expressed in thousands of United States dollars)

	2004	2003
Cash flows from lending and investing activities		
Lending:		
Loan disbursements (net of participations)	\$ (1,654,737)	\$ (3,867,979)
Loan collections (net of participations)	2,622,155	3,904,136
Net cash provided by lending activities	967,418	36,157
Net decrease in trading investments	1,133,440	406,159
Gross purchases of held to maturity investments	(3,249,006)	(812,056)
Gross proceeds from maturities of held to maturity investments	3,052,251	1,093,371
Miscellaneous assets and liabilities	(51,029)	(19,581)
Net cash provided by lending and investing activities	1,853,074	704,050
Cash flows from financing activities		
Borrowings:		
Medium- and long- term debt		
Gross proceeds	1,653,711	5,530,268
Repayments	(2,699,383)	(6,017,346)
Short term borrowings, net	(1,320,049)	(690,000)
Collections of receivables from members	29,618	60,753
Net cash used in financing activities	(2,336,103)	(1,116,325)
Cash flows from operating activities		
Loan income collections	1,167,052	1,423,157
Interest and other costs of borrowings	(736,062)	(834,553)
Income from investments	127,061	153,358
Other income	3,524	4,395
Administrative expenses	(173,741)	(160,380)
Net cash provided by operating activities	387,834	585,977
Cash allocation to the Fund for Special Operations	-	-
Effect of exchange rate fluctuations on cash	(5,552)	(2,069)
Net (decrease) increase in cash	(100,747)	171,633
Cash, beginning of period	347,038	205,858
Cash, end of period	\$ 246,291	\$ 377,491
Reconciliation of net income to net cash provided by operating activities:		
Net Income	\$ 270,728	\$ 563,151
Difference between amounts accrued and amounts paid or collected for:		
Loan income	(82,319)	38
Income from investments	(12)	(1,688)
Net unrealized gain on trading investments	(7,680)	(4,177)
Interest and other costs of borrowings	40,460	(211,273)
Administrative expenses, including depreciation	(17,677)	(17,856)
Net unrealized loss from SFAS 133	176,150	204,622
Provision for loan and guarantee losses	8,184	53,160
Net cash provided by operating activities	\$ 387,834	\$ 585,977
Supplemental disclosure of noncash activities		
Increase (decrease) resulting from exchange rate fluctuations:		
Trading investments	\$ (85,135)	\$ 119,300
Held to maturity investments	(81,309)	199,936
Loans outstanding	(223,573)	403,156
Borrowings and related swaps	(326,429)	555,601
Receivable from members - net	58,186	(167,953)