

Baltic Trading Ltd
Form 10-Q
August 08, 2014
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

- x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended June 30, 2014

OR

- o TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from to

Commission file number 001-34648

BALTIC TRADING LIMITED

(Exact name of registrant as specified in its charter)

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Republic of the Marshall Islands
(State or other jurisdiction of
incorporation or organization)

98-0637837
(I.R.S. Employer
Identification No.)

299 Park Avenue, 12th Floor, New York, New York 10171
(Address of principal executive offices) (Zip Code)

(646) 443-8550

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer
(Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

The number of shares outstanding of each of the issuer's classes of common stock, as of August 8, 2014: common stock, \$0.01 per share 51,205,241 shares and Class B stock, \$0.01 per share 6,356,471 shares.

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Website Information

We intend to use our website, www.BalticTrading.com, as a means of disclosing material non-public information and for complying with our disclosure obligations under Regulation FD. Such disclosures will be included in our website's Investor Relations section. Accordingly, investors should monitor the Investor Relations portion of our website, in addition to following our press releases, SEC filings, public conference calls, and webcasts. To subscribe to our e-mail alert service, please click the "Receive E-mail Alerts" link in the Investor Relations section of our website and submit your email address. The information contained in, or that may be accessed through, our website is not incorporated by reference into or a part of this document or any other report or document we file with or furnish to the SEC, and any references to our website are intended to be inactive textual references only.

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Condensed Consolidated Balance Sheets as of June 30, 2014 and December 31, 2013

(U.S. Dollars in Thousands, Except for Share and Per Share Data)

(Unaudited)

	June 30, 2014	December 31, 2013
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 27,270	\$ 58,193
Due from charterers, net of a reserve of \$34 and \$104, respectively	3,018	4,412
Prepaid expenses and other current assets	4,705	4,085
Total current assets	34,993	66,690
Noncurrent assets:		
Vessels, net of accumulated depreciation of \$62,632 and \$52,459, respectively	477,339	486,069
Deposits on vessels	28,634	1,013
Deferred drydock, net of accumulated amortization of \$153 and \$0, respectively	3,321	108
Fixed assets, net of accumulated depreciation of \$52 and \$47, respectively	111	678
Deferred financing costs, net of accumulated amortization of \$2,163 and \$1,785, respectively	2,463	2,809
Total noncurrent assets	511,868	490,677
Total assets	\$ 546,861	\$ 557,367
<u>Liabilities and Shareholders' Equity</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 5,347	\$ 3,782
Deferred revenue	135	409
Due to Parent	163	198
Current portion of long-term debt	4,250	4,250
Total current liabilities	9,895	8,639
Noncurrent liabilities:		
Long-term debt	161,500	163,625
Total noncurrent liabilities:	161,500	163,625
Total liabilities	171,395	172,264
Commitments and contingencies		

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Shareholders' equity:

Common stock, par value \$0.01; 500,000,000 shares authorized; issued and outstanding 51,205,241 and 51,168,896 shares at June 30, 2014 and December 31, 2013, respectively	512	512
Class B stock, par value \$0.01; 100,000,000 shares authorized; issued and outstanding 6,356,471 at June 30, 2014 and December 31, 2013	64	64
Additional paid-in capital	412,306	412,736
Accumulated deficit	(37,416)	(28,209)
Total shareholders' equity	375,466	385,103
Total liabilities and shareholders' equity	\$ 546,861	\$ 557,367

See accompanying notes to condensed consolidated financial statements.

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Baltic Trading Limited

Condensed Consolidated Statements of Operations for the Three and Six Months Ended June 30, 2014 and 2013

(U.S. Dollars in thousands, Except for Per Share Data)

(Unaudited)

For the Three Months Ended June 30,		For the Six Months Ended June 30,	
2014	2013	2014	2013