

MIDSOUTH BANCORP INC
Form 10-Q
November 09, 2009

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

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

For the quarterly period ended September 30, 2009

OR

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 1-11826
MIDSOUTH BANCORP, INC.
(Exact name of registrant as specified in its charter)

Louisiana

(State of other jurisdiction of incorporation or
organization)

72-1020809

(I.R.S. Employer Identification No.)

102 Versailles Boulevard, Lafayette, Louisiana 70501

(Address of principal executive offices, including zip code)

(337) 237-8343

(Registrant's telephone number, including area code)

Indicate by checkmark 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 (Section 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 small reporting company.

Large accelerated filer

Accelerated filer

Non-accelerated filer Small 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

As of November 9, 2009, there were 6,618,268 shares of the registrant's Common Stock, par value \$0.10 per share, outstanding.

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Part I – Financial Information

Item 1. Financial Statements.

MidSouth Bancorp, Inc. and Subsidiaries

Consolidated Statements of Condition

(dollars in thousands, except per share data)

	September 30, 2009 (unaudited)	December 31, 2008 (audited)
Assets		
Cash and due from banks	\$ 22,718	\$ 24,753
Interest-bearing deposits in other banks	11,522	33
Federal funds sold	28,345	-
Time deposits in other banks	16,023	9,023
Securities available-for-sale, at fair value (cost of \$211,169 at September 30, 2009 and \$223,372 at December 31, 2008)	218,795	225,944
Securities held-to-maturity (estimated fair value of \$3,294 at September 30, 2009 and \$6,648 at December 31, 2008)	3,218	6,490
Other investments	4,428	4,309
Loans	588,589	608,955
Allowance for loan losses	(8,015)	(7,586)
Loans, net of allowance	580,574	601,369
Bank premises and equipment, net	39,049	40,580
Accrued interest receivable	5,283	5,356
Goodwill and intangibles	9,508	9,605
Cash surrender value of life insurance	4,502	4,378
Other assets	3,865	4,975
Total assets	\$ 947,830	\$ 936,815
Liabilities and Stockholders' Equity		
Liabilities:		
Deposits:		
Non-interest bearing	\$ 181,115	\$ 199,899
Interest bearing	590,976	566,805
Total deposits	772,091	766,704
Securities sold under agreements to repurchase	55,366	24,976
Federal funds purchased	-	14,900
Other borrowed money	-	36,000
Accrued interest payable	636	1,227
Junior subordinated debentures	15,465	15,465
Other liabilities	6,830	4,499
Total liabilities	850,388	863,771
Stockholders' Equity:		
Series A Preferred stock, no par value; 5,000,000 shares authorized, 20,000 shares issued and outstanding at September 30, 2009 and none at December 31, 2008	19,162	-

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Common stock, \$0.10 par value; 10,000,000 shares authorized, 6,788,933 issued and 6,618,268 outstanding at September 30, 2009 and 6,788,885 issued and 6,618,220 outstanding at December 31, 2008	679	679
Additional paid-in capital	53,072	52,097
Unearned ESOP shares	(245)	(18)
Accumulated other comprehensive income	5,033	1,697
Treasury stock – 170,665 shares at September 30, 2009 and December 31, 2008, at cost	(3,544)	(3,544)
Retained earnings	23,285	22,133
Total stockholders' equity	97,442	73,044
Total liabilities and stockholders' equity	\$ 947,830	\$ 936,815

See notes to unaudited consolidated financial statements.

MidSouth Bancorp, Inc. and Subsidiaries
Consolidated Statements of Earnings (unaudited)
(in thousands, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2009	2008	2009	2008
Interest income:				
Loans, including fees	\$10,426	\$11,101	\$31,119	\$34,310
Securities, time deposits and other investments:				
Taxable	898	1,182	3,046	3,182
Nontaxable	1,068	1,096	3,305	3,165
Federal funds sold	10	49	29	657
Time deposits in other banks	56	162	187	322
Other investments and interest bearing deposits	40	45	102	138
Total interest income	12,498	13,635	37,788	41,774
Interest expense:				
Deposits	2,014	3,016	6,228	11,024
Securities sold under agreements to repurchase	303	210	775	587
Federal funds purchased	-	40	5	41
Other borrowed money	-	16	23	34
Junior subordinated debentures	249	297	777	919
Total interest expense	2,566	3,579	7,808	12,605
Net interest income	9,932	10,056	29,980	29,169
Provision for loan losses	1,000	500	4,100	2,555
Net interest income after provision for loan losses	8,932	9,556	25,880	26,614
Non-interest income:				
Service charges on deposits	2,736	2,761	7,700	7,693
ATM and debit card income	770	727	2,310	1,962
Other charges and fees	466	493	1,350	1,718
Total non-interest income	3,972	3,981	11,360	11,373
Non-interest expenses:				
Salaries and employee benefits	5,505	5,395	16,257	15,772
Occupancy expense	2,287	2,283	6,916	6,281
FDIC insurance	328	173	1,380	363
Other	3,206	3,384	9,171	10,207
Total non-interest expenses	11,326	11,235	33,724	32,623
Income before income taxes	1,578	2,302	3,516	5,364
Provision for income taxes	147	445	107	891
Net earnings	1,431	1,857	3,409	4,473
Dividends on preferred stock	299	-	875	-
Net earnings available to common shareholders	\$1,132	\$1,857	\$2,534	\$4,473

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Earnings per share:				
Basic	\$.17	\$.28	\$.38	\$.68
Diluted	\$.17	\$.28	\$.38	