

REPUBLIC FIRST BANCORP INC  
Form 10-Q  
May 10, 2007

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

FORM 10-Q

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

For the Quarterly Period Ended: **March 31, 2007**

Commission File Number: **000-17007**

**Republic First Bancorp, Inc.**

(Exact name of business issuer as specified in its charter)

**Pennsylvania**

(State or other jurisdiction of  
incorporation or organization)

**23-2486815**

IRS Employer Identification  
Number

**1608 Walnut Street, Philadelphia, Pennsylvania 19103**

(Address of principal executive offices) (Zip code)

**215-735-4422**

(Registrant's telephone number, including area code)

**N/A**

(Former name, former address and former fiscal year, if changed since last report)

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 filing requirements for the past 90 days.

YES

NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated Filer

Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act):

YES

NO

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the Issuer's classes of common stock, as of the latest practicable date.

**10,446,692 shares** of Issuer's Common Stock, par value  
**\$0.01 per share**, issued and outstanding as of May 8, 2007

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**PART I - FINANCIAL INFORMATION**

**ITEM 1: FINANCIAL STATEMENTS**

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**Republic First Bancorp, Inc. and Subsidiary**  
**Consolidated Balance Sheets**  
**As of March 31, 2007 and December 31, 2006**  
**Dollars in thousands, except per share data**

<b>ASSETS:</b>	<b>March 31, 2007</b>	<b>December 31,</b>
	<b>(unaudited)</b>	<b>2006</b>
Cash and due from banks	\$ 11,543	\$ 19,454
Interest bearing deposits with banks	682	426
Federal funds sold	26,456	63,247
Total cash and cash equivalents	38,681	83,127
Investment securities available for sale, at fair value	101,155	102,039
Investment securities held to maturity, at amortized cost (Fair value of \$294 and \$338, respectively)	291	333
Restricted stock, at cost	8,072	6,804
Loans receivable (net of allowance for loan losses of \$8,355 and \$8,058, respectively)	824,087	784,002
Premises and equipment, net	6,809	5,648
Other real estate owned, net	572	572
Accrued interest receivable	5,773	5,370
Bank owned life insurance	11,395	11,294
Other assets	10,185	9,635
Total Assets	\$ 1,007,020	\$ 1,008,824
<b>LIABILITIES AND SHAREHOLDERS' EQUITY:</b>		
<b>Liabilities:</b>		
Deposits:		
Demand – non-interest-bearing	\$ 78,100	\$ 78,131
Demand – interest-bearing	45,500	47,573
Money market and savings	334,303	260,246
Time less than \$100,000	132,774	138,566
Time over \$100,000	223,451	230,257
Total Deposits	814,128	754,773
Short-term borrowings	96,796	159,723
Accrued interest payable	5,803	5,224
Other liabilities	7,181	8,184
Subordinated debt	6,186	6,186
Total Liabilities	930,094	934,090
<b>Shareholders' Equity:</b>		
Preferred stock, par value \$0.01 per share: 10,000,000 shares authorized; no shares issued as of March 31, 2007 and December 31, 2006	-	-
Common stock par value \$0.01 per share, 20,000,000 shares authorized; shares issued 10,721,753 as of March 31, 2007 and 9,746,312 as of December 31, 2006	107	97
Additional paid in capital	74,831	63,342
Retained earnings	4,146	13,511
Treasury stock at cost (275,611 and 250,555 shares, respectively)	(1,688)	(1,688)

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Stock held by deferred compensation plan	(810)	(810)
Accumulated other comprehensive income	340	282
Total Shareholders' Equity	76,926	74,734
Total Liabilities and Shareholders' Equity	\$ 1,007,020	\$ 1,008,824

(See notes to consolidated financial statements)

**Republic First Bancorp, Inc. and Subsidiary**  
**Consolidated Statements of Income**  
**For the Three Months Ended March 31, 2007 and 2006**  
**Dollars in thousands, except per share data**  
**(unaudited)**

	<b>Three months ended</b>	
	<b>March 31,</b>	
	<b>2007</b>	<b>2006</b>
<b>Interest income:</b>		
Interest and fees on loans	\$ 15,300	\$ 14,154
Interest on federal funds sold and other interest-earning assets	235	400
Interest and dividends on investment securities	1,542	509
Total interest income	17,077	15,063
 <b>Interest expense:</b>		
Demand interest-bearing		