

SUMMIT FINANCIAL GROUP INC
Form 10-Q
November 10, 2008

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, 2008.

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 0-16587

Summit Financial Group, Inc.
(Exact name of registrant as specified in its charter)

West Virginia
(State or other jurisdiction of
incorporation or organization)

55-0672148
(IRS Employer
Identification No.)

300 North Main Street
Moorefield, West Virginia 26836
(Address of principal executive offices) (Zip Code)

(304) 530-1000
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 13 or 15(d) of the Securities and 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 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

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Indicate the number of shares outstanding of each of the issuer's classes of Common Stock as of the latest practicable date.

Common Stock, \$2.50 par value
7,410,791 shares outstanding as of November 4, 2008

Summit Financial Group, Inc. and Subsidiaries
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	Exhibits	
	Exhibit 11	Statement re: Computation of Earnings per Share – Information contained in Note 5 to the Consolidated Financial Statements on page 14 of this Quarterly Report is incorporated herein by reference.
	Exhibit 31.1	Sarbanes-Oxley Act Section 302 Certification of Chief Executive Officer
	Exhibit 31.2	Sarbanes-Oxley Act Section 302 Certification of Chief Financial Officer
	Exhibit 32.1	Sarbanes-Oxley Act Section 906 Certification of Chief Executive Officer
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Summit Financial Group, Inc. and Subsidiaries
Consolidated Balance Sheets (unaudited)

Dollars in thousands	September 30, 2008 (unaudited)	December 31, 2007 (*)	September 30, 2007 (unaudited)
ASSETS			
Cash and due from banks	\$ 24,077	\$ 21,285	\$ 13,435
Interest bearing deposits with other banks	321	77	179
Federal funds sold	56	181	2,499
Securities available for sale	305,962	283,015	263,836
Other investments	21,686	17,051	15,453
Loans held for sale, net	378	1,377	1,596
Loans, net	1,145,606	1,052,489	986,437
Property held for sale	2,232	2,058	810
Premises and equipment, net	22,294	22,130	22,004
Accrued interest receivable	7,082	7,191	7,239
Intangible assets	9,792	10,055	10,143
Other assets	27,839	18,413	16,794
Assets related to discontinued operations	-	214	254
Total assets	\$ 1,567,325	\$ 1,435,536	\$ 1,340,679
LIABILITIES AND SHAREHOLDERS' EQUITY			
Liabilities			
Deposits			
Non interest bearing	\$ 70,353	\$ 65,727	\$ 65,230
Interest bearing	874,871	762,960	763,369
Total deposits	945,224	828,687	828,599
Short-term borrowings	98,316	172,055	124,699
Long-term borrowings	414,427	315,738	263,679
Subordinated debentures owed to unconsolidated subsidiary trusts	19,589	19,589	19,589
Other			