

PATRIOT NATIONAL BANCORP INC
Form 10-Q
August 10, 2015
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the Quarter Ended June 30, 2015

Commission file number 000-29599

PATRIOT NATIONAL BANCORP, INC.

(Exact name of registrant as specified in its charter)

Connecticut 06-1559137
(State of incorporation) (I.R.S. Employer Identification Number)

900 Bedford Street, Stamford, Connecticut 06901

(Address of principal executive offices)

(203) 324-7500

(Registrant's telephone number)

Check whether the registrant (1) filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the past 12 months (or for such shorter period that the registrant was required to file such reports),

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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 in Rule 12b-2 of the Exchange Act:

Large Accelerated Filer Accelerated Filer Non-Accelerated Filer 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

State the number of shares outstanding of each of the registrant's classes of common equity, as of the latest practicable date.

Common stock, \$0.01 par value per share, 3,953,949 shares outstanding as of the close of business July 31, 2015.

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PART I- FINANCIAL INFORMATION**Item 1: Consolidated Financial Statements****PATRIOT NATIONAL BANCORP, INC. AND SUBSIDIARY****CONSOLIDATED BALANCE SHEETS (Unaudited)**

	June 30, 2015	December 31, 2014
	<i>(in thousands, except shares and per share amounts)</i>	
ASSETS		
Cash and due from banks:		
Noninterest bearing deposits and cash	\$ 2,892	\$ 2,095
Interest bearing deposits	50,201	71,163
Total cash and cash equivalents	53,093	73,258
Securities:		
Available for sale securities, at fair value (Note 2)	31,640	33,682
Other investments	4,450	4,450
Federal Reserve Bank stock, at cost	2,020	2,058
Federal Home Loan Bank stock, at cost	6,628	6,628
Total securities	44,738	46,818
Loans receivable (net of allowance for loan losses: 2015: \$5,208 2014: \$4,924) (Note 3)	488,705	471,984
Accrued interest and dividends receivable	2,034	1,918
Premises and equipment, net	24,703	22,357
Deferred tax asset (Note 6)	14,221	14,926
Other assets	1,407	1,363
Total assets	\$ 628,901	\$ 632,624
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities		
Deposits (Note 4):		
Noninterest bearing deposits	\$ 79,774	\$ 63,398
Interest bearing deposits	377,681	379,635
Total deposits	457,455	443,033
Federal Home Loan Bank borrowings	100,000	120,000
Junior subordinated debt owed to unconsolidated trust	8,248	8,248
Accrued expenses and other liabilities	3,121	2,608
Total liabilities	568,824	573,889
Commitments and Contingencies (Note 9)		

Shareholders' equity (1) (Note 7)

Preferred stock, no par value; 1,000,000 shares authorized, no shares issued and outstanding	-		-	
Common stock, \$.01 par value, 100,000,000 shares authorized; 2015: 3,955,119 shares issued; 3,953,949 shares outstanding. 2014 : 3,952,179 shares issued; 3,951,009 shares outstanding	396		395	
Additional paid-in capital (Note 5)	105,979		105,752	
Accumulated deficit	(45,997)	(46,975)
Less: Treasury stock, at cost: 2015 and 2014, 1,170 shares	(160)	(160)
Accumulated other comprehensive loss (Note 8)	(141)	(277)
Total shareholders' equity	60,077		58,735	
Total liabilities and shareholders' equity	\$ 628,901		\$ 632,624	

See Accompanying Notes to Consolidated Financial Statements.

(1) All common stock data has been restated for a 1-for-10 reverse stock split which took effect on March 4, 2015.

PATRIOT NATIONAL BANCORP, INC. AND SUBSIDIARY**CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)**

	Three Months		Six Months	
	Ended June 30,		Ended June 30,	
	2015	2014	2015	2014
	<i>(in thousands, except per share amounts)</i>			
Interest and Dividend Income				
Interest and fees on loans	\$5,924	\$4,667	\$11,470	\$9,358
Interest on investment securities	119	133	235	268
Dividends on investment securities	60	42	117	83
Other interest income	17	14	46	26
Total interest and dividend income	6,120	4,856	11,868	9,735

Interest Expense