SHORE BANCSHARES INC
Form 10-Q
May 15, 2013

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

____

FORM 10-Q

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

For the Quarterly Period Ended March 31, 2013

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 0-22345

SHORE BANCSHARES, INC.

(Exact name of registrant as specified in its charter)

Maryland	52-1974638

(State or Other Jurisdiction of Incorporation or Organization)	(I.R.S. Employer Identification No.)

18 East Dover Street, Easton, Maryland	21601
(Address of Principal Executive Offices)	(Zip Code)

(410) 763-7800

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 periods that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes R 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 R 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. (Check one):

Large accelerated filer	¨	Accelerated filer	¨
Non-accelerated filer (Do not check if a smaller reporting company)	¨	Smaller reporting company	x

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

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: 8,461,289 shares of common stock outstanding as of April 30, 2013.

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PART I – FINANCIAL INFORMATION

Item 1. Financial Statements.

SHORE BANCSHARES, INC.

CONSOLIDATED BALANCE SHEETS

(Dollars in thousands, except per share amounts)

	March 31, 2013 (Unaudited)	December 31, 2012
ASSETS		
Cash and due from banks	$24,808	$26,579
Interest-bearing deposits with other banks	94,090	164,864
Federal funds sold	2,789	8,750
Investment securities:		
Available for sale, at fair value	142,238	145,508
Held to maturity, at amortized cost – fair value of $2,820 (2013) and $2,884 (2012)	2,594	2,657
Loans	785,753	785,082
Less: allowance for credit losses	(15,735)	(15,991)
Loans, net	770,018	769,091
Premises and equipment, net	15,502	15,593
Goodwill	12,454	12,454
Other intangible assets, net	3,742	3,816
Other real estate and other assets owned, net	8,366	7,659
Other assets	28,010	28,836
TOTAL ASSETS	$1,104,611	$1,185,807
LIABILITIES		
Deposits:		
Noninterest-bearing	$155,412	$153,992
Interest-bearing	814,747	895,281
Total deposits	970,159	1,049,273
Short-term borrowings	11,088	13,761
Other liabilities	9,016	8,747
TOTAL LIABILITIES	990,263	1,071,781
STOCKHOLDERS' EQUITY		
Common stock, par value $.01 per share; shares authorized – 35,000,000; shares issued and outstanding – 8,461,289 (2013) and 8,457,359 (2012)	85	85

Additional paid in capital	32,151	32,155
Retained earnings	81,300	81,078
Accumulated other comprehensive income	812	708
TOTAL STOCKHOLDERS' EQUITY	114,348	114,026
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$1,104,611	$1,185,807

See accompanying notes to Consolidated Financial Statements.

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SHORE BANCSHARES, INC.

CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)

(Dollars in thousands, except per share amounts)

	For the Three Months Ended March 31, 2013	2012
INTEREST INCOME		
Interest and fees on loans	$9,907	$11,011
Interest and dividends on investment securities:		
Taxable	643	757
Tax-exempt	5	38
Interest on federal funds sold	2	2
Interest on deposits with other banks	50	48
Total interest income	10,607	11,856
INTEREST EXPENSE		
Interest on deposits	2,122	2,641
Interest on short-term borrowings	8	15
Interest on long-term debt	-	5
Total interest expense	2,130	2,661
NET INTEREST INCOME	8,477	9,195
Provision for credit losses	2,150	8,370
NET INTEREST INCOME AFTER PROVISION FOR CREDIT LOSSES	6,327	825
NONINTEREST INCOME		
Service charges on deposit accounts	572	648
Trust and investment fee income	390	423
Gains on sales of investment securities	-	-
Insurance agency commissions	2,813	2,689
Other noninterest income	715	814
Total noninterest income	4,490	4,574
NONINTEREST EXPENSE		
Salaries and wages	4,283	4,416
Employee benefits	1,134	1,170
Occupancy expense	597	687
Furniture and equipment expense	250	251
Data processing	703	666

Directors’ fees	121	109
Amortization of other intangible assets	74	126
Insurance agency commissions expense	461	385
FDIC insurance premium expense	366	273
Write-downs of other real estate owned	672	575
Other noninterest expenses	1,830	1,840
Total noninterest expense	10,491	10,498
INCOME (LOSS) BEFORE INCOME TAXES	326	(5,099)
Income tax expense (benefit)	104	(2,063)
NET INCOME (LOSS)	$222	$(3,036)
Basic net income (loss) per common share	$0.03	$(0.36)
Diluted net income (loss) per common share	$0.03	$(0.36)
Dividends paid per common share	$-	$0.01

See accompanying notes to Consolidated Financial Statements.

SHORE BANCSHARES, INC.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS) (Unaudited)

(Dollars in thousands)

	For the Three Months Ended March 31, 2013	2012
Net income (loss)	$222	$(3,036)
Other comprehensive income		
Securities available for sale:		
Unrealized holding (losses) gains on available-for-sale securities	(240)	381
Tax effect	96	(153)
Net of tax amount	(144)	228
Cash flow hedging activities:		
Unrealized holding gains on cash flow hedging activities	416	359
Tax effect	(168)	(145)
Net of tax amount	248	214
Total other comprehensive income	104	442
Comprehensive income (loss)	$326	$(2,594)

See accompanying notes to Consolidated Financial Statements.

SHORE BANCSHARES, INC.

CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY (Unaudited)

For the Three Months Ended March 31, 2013 and 2012

(Dollars in thousands, except per share amounts)

	Common Stock	Additional Paid in Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total Stockholders' Equity
Balances, January 1, 2013	$ 85	$ 32,155	$ 81,078	$ 708	$ 114,026
Comprehensive income:					
Net income	-	-	222	-	222
Unrealized losses on available-for-sale securities, net of taxes	-	-	-	(144)	(144)
Unrealized gains on cash flow hedging activities, net of taxes	-	-	-	248	248
Total comprehensive income					326
Stock-based compensation	-	(4)	-	-	(4)
Balances, March 31, 2013	$ 85	$ 32,151	$ 81,300	$ 812	$ 114,348
Balances, January 1, 2012	$ 85	$ 32,052	$ 90,801	$ (1,689)	$ 121,249
Comprehensive loss:					
Net loss	-	-	(3,036)	-	(3,036)
Unrealized gains on available-for-sale securities, net of taxes	-	-	-	228	228
Unrealized gains on cash flow hedging activities, net of taxes	-	-	-	214	214
Total comprehensive loss					(2,594)
Stock-based compensation	-	14	-	-	14
Cash dividends paid ($0.01 per share)	-	-	(85)	-	(85)
Balances, March 31, 2012	$ 85	$ 32,066	$ 87,680	$ (1,247)	$ 118,584

See accompanying notes to Consolidated Financial Statements.

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SHORE BANCSHARES, INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

(Dollars in thousands)

	For the Three Months Ended March 31,	
	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income (loss)	$222	$(3,036)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Provision for credit losses	2,150	8,370
Depreciation and amortization	617	670
Discount accretion on debt securities	(10)	(21)
Stock-based compensation expense	22	97
Excess tax expense from stock-based arrangements	(26)	(83)
Deferred income tax benefit	376	(137)
Gains on disposals of premises and equipment	(21)	-
Losses on sales and write-downs of other real estate owned	734	599
Net changes in:		
Accrued interest receivable	85	197
Other assets	536	(1,322)
Accrued interest payable	(19)	15
Other liabilities	240	160
Net cash provided by operating activities	4,906	5,509
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from maturities and principal payments of investment securities available for sale	9,854	14,913
Purchases of investment securities available for sale	(7,045)	(6,023)
Proceeds from maturities and principal payments of investment securities held to maturity	61	420
Net change in loans	(5,343)	9,368
Purchases of premises and equipment	(153)	(867)
Proceeds from sales of premises and equipment	21	-
Proceeds from sales of other real estate owned	868	921
Return of investment in unconsolidated subsidiary	85	-
Net cash (used in) provided by investing activities	(1,652)	18,732
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net changes in:		
Noninterest-bearing deposits	1,420	9,999
Interest-bearing deposits	(80,534)	8,153
Short-term borrowings	(2,672)	(4,134)

Excess tax expense from stock-based arrangements	26	83
Common stock dividends paid	-	(85)
Net cash (used in) provided by financing activities	(81,760)	14,016
Net (decrease) increase in cash and cash equivalents	(78,506)	38,257
Cash and cash equivalents at beginning of period	200,193	127,742
Cash and cash equivalents at end of period	$121,687	$165,999
Supplemental cash flows information:		
Interest paid	$2,145	$2,646
Income taxes paid	$80	$-
Transfers from loans to other real estate owned	$2,267	$3,553

See accompanying notes to Consolidated Financial Statements.

Shore Bancshares, Inc.

Notes to Consolidated Financial Statements

For the Three Months Ended March 31, 2013 and 2012

(Unaudited)

Note 1 - Basis of Presentation

The consolidated financial statements include the accounts of Shore Bancshares, Inc. and its subsidiaries with all significant intercompany transactions eliminated. The consolidated financial statements conform to accounting principles generally accepted in the United States of America ("GAAP") and to prevailing practices within the banking industry. The accompanying interim financial statements are unaudited; however, in the opinion of management all adjustments necessary to present fairly the consolidated financial position at March 31, 2013, the consolidated results of operations and comprehensive income (loss) for the three months ended March 31, 2013 and 2012, and changes in stockholders' equity and cash flows for the three months ended March 31, 2013 and 2012, have been included. All such adjustments are of a normal recurring nature. The amounts as of December 31, 2012 were derived from the 2012 audited financial statements. The results of operations for the three months ended March 31, 2013 are not necessarily indicative of the results to be expected for any other interim period or for the full year. This Quarterly Report on Form 10-Q should be read in conjunction with the Annual Report of Shore Bancshares, Inc. on Form 10-K for the year ended December 31, 2012. For purposes of comparability, certain reclassifications have been made to amounts previously reported to conform with the current period presentation.

When used in these notes, the term "the Company" refers to Shore Bancshares, Inc. and, unless the context requires otherwise, its consolidated subsidiaries.

Recent Accounting Standards

Accounting Standards Update ("ASU") 2012-02, "Intangibles – Goodwill and Other (Accounting Standards Codification ("ASC") Topic 350) – Testing Indefinite-Lived Intangible Assets for Impairment." ASU 2012-02 gives entities the option to first assess qualitative factors to determine whether the existence of events or circumstances leads to a determination that it is more likely than not that an indefinite-lived intangible asset is impaired. If, after assessing the totality of events or circumstances, an entity determines it is more likely than not that an indefinite-lived intangible asset is impaired, then the entity must perform the quantitative impairment test. If, under the quantitative impairment test, the carrying amount of the intangible asset exceeds its fair value, an entity should recognize an impairment loss in the amount of that excess. Permitting an entity to assess qualitative factors when testing indefinite-lived intangible assets for impairment results in guidance that is similar to the goodwill impairment testing guidance in ASU 2011-08. ASU 2012-02 became effective for the Company on January 1, 2013, and did not have a significant impact on the Company's financial statements.

ASU 2013-04, "Liabilities (ASC Topic 405) - Obligations Resulting from Joint and Several Liability Arrangements for Which the Total Amount of the Obligation Is Fixed at the Reporting Date." ASU 2013-04 provides guidance for the recognition, measurement and disclosure of obligations resulting from joint and several liability arrangements for which the total amount of the obligation is fixed at the reporting date. This guidance requires an entity to measure the obligation as the sum of the amount the reporting entity agreed to pay on the basis of its arrangement among its co-obligors, and any additional amount the reporting entity expects to pay on behalf of its co-obligors. This guidance also requires an entity to disclose the nature and amount of the obligation as well as other information about those obligations. ASU 2013-04 is effective for the Company beginning January 1, 2014 and is not expected to have a significant impact on the Company's financial statements.

Note 2 – Earnings/(Loss) Per Share

Basic earnings/(loss) per common share is calculated by dividing net income/(loss) available to (allocable to) common stockholders by the weighted average number of common shares outstanding during the period. Diluted earnings/(loss) per common share is calculated by dividing net income/(loss) available to (allocable to) common stockholders by the weighted average number of common shares outstanding during the period, adjusted for the dilutive effect of common stock equivalents (stock-based awards). There is no dilutive effect on the loss per share during loss periods. The following table provides information relating to the calculation of earnings/(loss) per common share:

	For the Three Months Ended March 31,	
(In thousands, except per share data)	2013	2012
Net income (loss)	$222	$(3,036)
Weighted average shares outstanding - Basic	8,458	8,457
Dilutive effect of common stock equivalents	-	-
Weighted average shares outstanding - Diluted	8,458	8,457
Earnings (loss) per common share - Basic	$0.03	$(0.36)
Earnings (loss) per common share - Diluted	$0.03	$(0.36)

The calculations of diluted earnings/(loss) per share excluded weighted average common stock equivalents of 54 thousand for the three months ended March 31 2013 and 17 thousand for the three months ended March 31, 2012 because the effect of including them would have been antidilutive.

Note 3 – Investment Securities

The following table provides information on the amortized cost and estimated fair values of investment securities.

(Dollars in thousands)	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
Available-for-sale securities:				
March 31, 2013:				
Obligations of U.S. Government agencies and corporations	$37,629	$ 828	$ 4	$38,453
Mortgage-backed securities	101,074	2,261	174	103,161
Equity securities	600	24	-	624

Total	$ 139,303	$ 3,113	$ 178	$ 142,238
December 31, 2012:				
Obligations of U.S. Government agencies and corporations	$ 35,213	$ 903	$ 9	$ 36,107
Mortgage-backed securities	106,524	2,464	208	108,780
Equity securities	596	25	-	621
Total	$ 142,333	$ 3,392	$ 217	$ 145,508

Held-to-maturity securities:				
March 31, 2013:				
Obligations of states and political subdivisions	$ 2,594	$ 226	$ -	$ 2,820
December 31, 2012:				
Obligations of states and political subdivisions	$ 2,657	$ 227	$ -	$ 2,884

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The following table provides information about gross unrealized losses and fair value by length of time that the individual available-for-sale securities have been in a continuous unrealized loss position at March 31, 2013.

(Dollars in thousands)	Less than 12 Months		More than 12 Months		Total	
	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Available-for-sale securities:						
U.S. Gov't. agencies and corporations	$2,995	$ 4	$ -	$ -	$2,995	$ 4
Mortgage-backed securities	25,086	174	-	-	25,086	174
Total	$28,081	$ 178	$ -	$ -	$28,081	$ 178

All of the securities with the unrealized losses in the available-for-sale portfolio have modest duration risk, low credit risk, and minimal losses when compared to total amortized cost. The unrealized losses on debt securities that exist are the result of market changes in interest rates since original purchase. Because the Company does not intend to sell these debt securities and it is not more likely than not that the Company will be required to sell these securities before recovery of their amortized cost bases, which may be at maturity, the Company considers the unrealized losses in the available-for-sale portfolio to be temporary. There were no unrealized losses in the held-to-maturity securities portfolio at March 31, 2013.

The following table provides information on the amortized cost and estimated fair values of investment securities by maturity date at March 31, 2013.

(Dollars in thousands)	Available for sale		Held to maturity	
	Amortized Cost	Estimated Fair Value	Amortized Cost	Estimated Fair Value
Due in one year or less	$33	$34	$145	$ 145
Due after one year through five years	24,131	24,184	938	982
Due after five years through ten years	3,960	4,112	1,007	1,135
Due after ten years	110,579	113,284	504	558
	138,703	141,614	2,594	2,820
Equity securities	600	624	-	-
Total	$139,303	$142,238	$2,594	$ 2,820

The maturity dates for debt securities are determined using contractual maturity dates.

Note 4 – Loans and allowance for credit losses

The Company makes residential mortgage, commercial and consumer loans to customers primarily in Talbot County, Queen Anne's County, Kent County, Caroline County and Dorchester County in Maryland and in Kent County, Delaware. The following table provides information about the principal classes of the loan portfolio at March 31, 2013 and December 31, 2012.

(Dollars in thousands)	March 31, 2013	December 31, 2012
Construction	$ 108,086	$ 108,051
Residential real estate	289,738	288,011
Commercial real estate	319,364	314,941
Commercial	56,271	60,786
Consumer	12,294	13,293
Total loans	785,753	785,082
Allowance for credit losses	(15,735)	(15,991)
Total loans, net	$ 770,018	$ 769,091

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Loans are stated at their principal amount outstanding net of any deferred fees and costs. Interest income on loans is accrued at the contractual rate based on the principal amount outstanding. Fees charged and costs capitalized for originating loans are being amortized substantially on the interest method over the term of the loan. A loan is placed on nonaccrual (i.e., interest income is no longer accrued) when it is specifically determined to be impaired or when principal or interest is delinquent for 90 days or more, unless the loan is well secured and in the process of collection. Any unpaid interest previously accrued on those loans is reversed from income. Interest payments received on nonaccrual loans are applied as a reduction of the loan principal balance unless collectability of the principal amount is reasonably assured, in which case interest is recognized on a cash basis. Loans are returned to accrual status when all principal and interest amounts contractually due are brought current and future payments are reasonably assured.

A loan is considered impaired if it is probable that the Company will not collect all principal and interest payments according to the loan's contractual terms. An impaired loan may show deficiencies in the borrower's overall financial condition, payment history, support available from financial guarantors and/or the fair market value of collateral. The impairment of a loan is measured at the present value of expected future cash flows using the loan's effective interest rate, or at the loan's observable market price or the fair value of the collateral if the loan is collateral dependent. Generally, the Company measures impairment on such loans by reference to the fair value of the collateral. Once the amount of impairment has been determined, the uncollectible portion is charged off. Income on impaired loans is recognized on a cash basis, and payments are first applied against the principal balance outstanding (i.e., placing impaired loans on nonaccrual status). Generally, interest income is not recognized on impaired loans unless the likelihood of further loss is remote. The allowance for credit losses may include specific reserves related to impaired loans. Specific reserves remain until charge offs are made. Impaired loans do not include groups of smaller balance homogenous loans such as residential mortgage and consumer installment loans that are evaluated collectively for impairment. Reserves for probable credit losses related to these loans are based on historical loss ratios and are included in the formula portion of the allowance for credit losses. See additional discussion under the caption "Critical Accounting Policies" in Management's Discussion and Analysis of Financial Condition and Results of Operations.

A loan is considered a troubled debt restructuring if a borrower is experiencing financial difficulties and a creditor has granted a concession. Concessions may include interest rate reductions or below market interest rates, principal forgiveness, restructuring amortization schedules and other actions intended to minimize potential losses. All loans designated as troubled debt restructurings are considered impaired loans and may be on either accrual or nonaccrual status.

The following tables include impairment information relating to loans and the allowance for credit losses as of March 31, 2013 and December 31, 2012.

(Dollars in thousands)	Construction	Residential real estate	Commercial real estate	Commercial	Consumer	Unallocated	Total
March 31, 2013							
Loans individually evaluated for impairment	$ 35,679	$ 18,940	$ 28,977	$ 702	$ 60	$ -	$ 84,358
Loans collectively evaluated for impairment	72,407	270,798	290,387	55,569	12,234	-	701,395
Total loans	$ 108,086	$ 289,738	$ 319,364	$ 56,271	$ 12,294	$ -	$ 785,753
Allowance for credit losses allocated to:							
Loans individually evaluated for impairment	$ 561	$ 263	$ 591	$ 40	$ 4	$ -	$ 1,459
Loans collectively evaluated for impairment	3,555	4,601	3,783	1,720	326	291	14,276
Total allowance for credit losses	$ 4,116	$ 4,864	$ 4,374	$ 1,760	$ 330	$ 291	$ 15,735

(Dollars in thousands)	Construction	Residential real estate	Commercial real estate	Commercial	Consumer	Unallocated	Total
December 31, 2012							
Loans individually evaluated for impairment	$ 37,029	$ 18,549	$ 32,447	$ 715	$ 87	$ -	$ 88,827
Loans collectively evaluated for impairment	71,022	269,462	282,494	60,071	13,206	-	696,255
Total loans	$ 108,051	$ 288,011	$ 314,941	$ 60,786	$ 13,293	$ -	$ 785,082
Allowance for credit losses allocated to:							
Loans individually evaluated for impairment	$ 941	$ 598	$ 614	$ -	$ 48	$ -	$ 2,201
Loans collectively evaluated for impairment	3,446	4,596	3,520	1,682	359	187	13,790
Total allowance for credit losses	$ 4,387	$ 5,194	$ 4,134	$ 1,682	$ 407	$ 187	$ 15,991

The following tables provide information on impaired loans and any related allowance by loan class as of March 31, 2013 and December 31, 2012. The difference between the unpaid principal balance and the recorded investment is the amount of partial charge-offs that have been taken.

(Dollars in thousands)	Unpaid principal balance	Recorded investment with no allowance	Recorded investment with an allowance	Related allowance	Year-to-date average recorded investment
March 31, 2013					
Impaired nonaccrual loans:					
Construction	$12,246	$ 4,296	$ 4,161	$ 416	$ 8,106
Residential real estate	18,356	10,955	640	218	10,786
Commercial real estate	16,460	8,237	2,877	475	11,885
Commercial	1,596	547	40	40	552
Consumer	65	56	4	4	46
Total	48,723	24,091	7,722	1,153	31,375
Impaired accruing restructured loans:					
Construction	27,222	22,292	4,930	145	27,206
Residential real estate	7,345	6,507	838	45	7,158
Commercial real estate	17,863	10,025	7,838	116	17,814
Commercial	115	115	-	-	118
Consumer	-	-	-	-	-
Total	52,545	38,939	13,606	306	52,296
Total impaired loans:					
Construction	39,468	26,588	9,091	561	35,312
Residential real estate	25,701	17,462	1,478	263	17,944
Commercial real estate	34,323	18,262	10,715	591	29,699
Commercial	1,711	662	40	40	670
Consumer	65	56	4	4	46
Total	$101,268	$ 63,030	$ 21,328	$ 1,459	$ 83,671

(Dollars in thousands)	Unpaid principal balance	Recorded investment with no allowance	Recorded investment with an allowance	Related allowance	Year-to-date average recorded investment
December 31, 2012					
Impaired nonaccrual loans:					
Construction	$ 14,288	$ 3,371	$ 6,323	$ 941	$ 12,428
Residential real estate	17,975	9,469	2,063	598	17,472
Commercial real estate	19,515	11,838	2,729	614	12,975
Commercial	1,556	594	-	-	1,538
Consumer	92	39	48	48	55
Total	53,426	25,311	11,163	2,201	44,468
Impaired accruing restructured loans:					
Construction	27,335	27,335	-	-	21,193
Residential real estate	7,017	7,017	-	-	5,064
Commercial real estate	17,880	17,880	-	-	16,252
Commercial	121	121			