

GUARANTY FEDERAL BANCSHARES INC
Form 10-Q
August 05, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 10-Q

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

For the quarterly period ended June 30, 2016

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 0-23325

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of incorporation or organization)

43-1792717

(IRS Employer Identification No.)

1341 West Battlefield

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Springfield, Missouri

(Address of principal executive offices)

65807

(Zip Code)

Registrant's telephone number, including area code: (417) 520-4333

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 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. See definitions of "large accelerated filer", "accelerated filer" and "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

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

<u>Class</u>	<u>Outstanding as of July 5, 2016</u>
Common Stock, Par Value \$0.10 per share	4,432,027 Shares

GUARANTY FEDERAL BANCSHARES, INC.

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PART I FINANCIAL INFORMATION**Item 1. Financial Statements****GUARANTY FEDERAL BANCSHARES, INC.****CONDENSED CONSOLIDATED BALANCE SHEETS****JUNE 30, 2016 (UNAUDITED) AND DECEMBER 31, 2015**

	6/30/16	12/31/15
ASSETS		
Cash and due from banks	\$4,014,018	\$3,561,272
Interest-bearing deposits in other financial institutions	5,784,762	15,213,147
Cash and cash equivalents	9,798,780	18,774,419
Available-for-sale securities	104,866,537	97,292,487
Held-to-maturity securities	33,858	43,099
Stock in Federal Home Loan Bank, at cost	3,919,000	2,837,500
Mortgage loans held for sale	1,977,683	1,902,933
Loans receivable, net of allowance for loan losses of June 30, 2016 - \$6,181,151 - December 31, 2015 - \$5,811,940	518,948,805	491,001,907
Accrued interest receivable:		
Loans	1,331,705	1,515,818
Investments and interest-bearing deposits	548,896	470,874
Prepaid expenses and other assets	3,576,572	3,525,032
Foreclosed assets held for sale	2,503,635	2,391,727
Premises and equipment, net	10,817,527	10,540,428
Bank owned life insurance	19,025,297	18,779,915
Deferred and receivable income taxes	2,559,715	3,758,933
	\$679,908,010	\$652,835,072

LIABILITIES AND STOCKHOLDERS' EQUITY**LIABILITIES**

Deposits	\$514,414,560	\$517,385,695
Federal Home Loan Bank advances	78,400,000	52,100,000
Subordinated debentures	15,465,000	15,465,000
Advances from borrowers for taxes and insurance	391,722	190,853
Accrued expenses and other liabilities	1,022,098	1,074,957
Accrued interest payable	198,173	196,102
	609,891,553	586,412,607

COMMITMENTS AND CONTINGENCIES

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STOCKHOLDERS' EQUITY

Capital Stock:

Common stock, \$0.10 par value; authorized 10,000,000 shares; issued June 30, 2016 and December 31, 2015 - 6,875,503 and 6,859,003 shares, respectively	687,550	685,900
Additional paid-in capital	50,365,974	50,441,464
Retained earnings, substantially restricted	55,081,592	53,258,126
Accumulated other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities, net of income taxes	787,510	(683,956)
	106,922,626	103,701,534
Treasury stock, at cost; June 30, 2016 and December 31, 2015 - 2,441,783 and 2,466,462 shares, respectively	(36,906,169)	(37,279,069)
	70,016,457	66,422,465
	\$679,908,010	\$652,835,072

See Notes to Condensed Consolidated Financial Statements

GUARANTY FEDERAL BANCSHARES, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2016 AND 2015 (UNAUDITED)

	Three months ended		Six months ended	
	6/30/2016	6/30/2015	6/30/2016	6/30/2015
Interest Income				
Loans	\$5,628,133	\$5,988,875	\$11,330,025	\$11,893,441
Investment securities	525,713	351,481	983,564	704,531
Other	50,468	46,154	95,770	76,175
	6,204,314			