

Community Bankers Trust Corp
Form 10-Q
August 09, 2010
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

Form 10-Q

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

For the quarterly period ended June 30, 2010

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: 001-32590

COMMUNITY BANKERS TRUST CORPORATION

(Exact name of registrant as specified in its charter)

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Delaware
(State or other jurisdiction of
incorporation or organization)

20-2652949
(I.R.S. Employer
Identification No.)

4235 Innslake Drive, Suite 200
Glen Allen, Virginia
(Address of principal executive offices)

23060
(Zip Code)

(804) 934-9999

(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 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 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 the 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 ☐ (Do not check if a smaller reporting company) 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 ☒

At June 30, 2010, there were 21,468,455 shares of the Company's common stock outstanding.

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June 30, 2010

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	June 30, 2010 (Unaudited)	December 31, 2009 (Audited)
	(dollars in thousands)	
ASSETS		
Cash and due from banks	\$ 18,544	\$ 13,575
Interest bearing bank deposits	10,871	18,660
Federal funds sold	16,729	
Total cash and cash equivalents	46,144	32,235
Securities available for sale, at fair value	213,925	179,440
Securities held to maturity, at cost (fair value of \$102,952 and \$117,008, respectively)	98,070	113,165
Equity securities, restricted, at cost	8,331	8,346
Total securities	320,326	300,951
Loans not covered by FDIC shared-loss agreement	562,539	578,629
Loans covered by FDIC shared-loss agreement	132,960	150,935
Total loans	695,499	729,564
Allowance for loan losses (non-covered loans of \$38,785 and \$18,169, respectively; covered loans of \$829 and \$0, respectively)	(39,614)	(18,169)
Net loans	655,885	711,395
FDIC indemnification asset	70,662	76,107
Bank premises and equipment, net	36,344	37,105
Other real estate owned, covered by FDIC shared-loss agreement	8,755	12,822
Other real estate owned, non-covered	4,333	1,586
Bank owned life insurance	6,689	6,534
FDIC receivable under shared-loss agreement	15,595	7,950
Core deposit intangibles, net	15,949	17,080
Goodwill		5,727
Other assets	23,212	17,231
Total assets	\$ 1,203,894	\$ 1,226,723
LIABILITIES		
Deposits:		
Noninterest bearing	\$ 67,223	\$ 62,198
Interest bearing	977,264	969,204
Total deposits	1,044,487	1,031,402
Federal funds purchased		8,999
Federal Home Loan Bank advances	37,000	37,000
Trust preferred capital notes	4,124	4,124
Other liabilities	9,175	13,604

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Total liabilities	1,094,786	1,095,129
STOCKHOLDERS' EQUITY		
Preferred stock (5,000,000 shares authorized, \$0.01 par value; 17,680 shares issued and outstanding)	17,680	17,680
Warrants on preferred stock	1,037	1,037
Discount on preferred stock	(757)	(854)
Common stock (200,000,000 shares authorized, \$0.01 par value; 21,468,455 shares issued and outstanding)	215	215
Additional paid in capital	143,999	143,999
Retained deficit	(55,797)	(32,019)
Accumulated other comprehensive income	2,731	1,536
Total stockholders' equity	109,108	131,594
 Total liabilities and stockholders' equity	 \$ 1,203,894	 \$ 1,226,723

See accompanying notes to unaudited consolidated financial statements

Table of Contents**COMMUNITY BANKERS TRUST CORPORATION****UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS****FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2010 AND 2009 (RESTATED)****(dollars and shares in thousands, except per share data)****(unaudited)**

	For the three months ended		For the six months ended	
	June 30, 2010	June 30, 2009	June 30, 2010	June 30, 2009
Interest and dividend income				
Interest and fees on non-covered loans	\$ 8,478	\$ 8,959	\$ 17,201	\$ 17,416
Interest and fees on FDIC covered loans	3,386	4,278	6,979	7,228
Interest on federal funds sold	3	12	4	26
Interest on deposits in other banks	24	81	54	202
Interest and dividends on securities				
Taxable	2,162	2,607	4,167	5,499
Nontaxable	880	820	1,774	1,577
Total interest and dividend income	14,933	16,757	30,179	31,948
Interest expense				
Interest on deposits	4,486	6,299	9,343	12,417
Interest on federal funds purchased	1	4	1	4
Interest on other borrowed funds	333	386	664	733
Total interest expense	4,820	6,689	10,008	13,154
Net interest income	10,113	10,068	20,171	18,794
Provision for loan losses	21,282	540	26,324	6,040
Net interest income after provision for loan losses	(11,169)	9,528	(6,153)	12,754
Noninterest income				
Service charges on deposit accounts	622	618	1,187	1,189
Gain on bank acquisition transaction				20,255
Gain (loss) on securities transactions, net	(452)	341	(98)	293
Gain (loss) on sale of other real estate	(1,182)	109	(3,559)	63
Other	897	554	2,770	981
Total noninterest income	(115)	1,622	300	22,781
Noninterest expense				
Salaries and employee benefits	4,805	5,028	9,936	9,454
Occupancy expenses	713	554	1,452	1,134
Equipment expenses	363	419	775	762
Legal fees	96	305	142	555
Professional fees	743	456	1,077	1,156
FDIC assessment	613	744	1,218	874
Data processing fees	572	732	1,078	1,474
Amortization of intangibles	566	654	1,131	1,110
Impairment of goodwill	5,727	24,032	5,727	24,032

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Other operating expenses	1,977	1,592	3,499	3,353
Total noninterest expense	16,175	34,516	26,035	43,904