

GLEACHER & COMPANY, INC.

Form 10-Q

November 08, 2013

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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 September 30, 2013

- or -

o 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 014140

GLEACHER & COMPANY, INC.

(Exact name of registrant as specified in its charter)

Delaware

22-2655804

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(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification No.)

1290 Avenue of the Americas, New York, New York
(Address of principal executive offices)

10104
(Zip Code)

Registrant's telephone number, including area code **(212) 273-7100**

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

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

6,196,666 shares of Common Stock were outstanding as of the close of business on November 7, 2013

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GLEACHER & COMPANY, INC. AND SUBSIDIARIES

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GLEACHER & COMPANY, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

Part I Financial Information

Item 1. Financial Statements

(In thousands of dollars, except for per share amounts)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2013	2012	2013	2012
<i>Revenue:</i>				
Investment gains/(losses), net	\$ 92	\$ 163	\$ (338)	\$ 156
Fees and other	163	222	495	710
Total revenue	255	385	157	866
<i>Expenses:</i>				
Compensation and benefits	2,876	2,968	7,516	9,149
Professional fees	3,923	3,196	9,521	8,543
Communications and data processing	280	480	974	1,525
Occupancy, depreciation and amortization	344	481	1,109	1,255
Other	4,176	928	5,376	2,485
Total expenses	11,599	8,053	24,496	22,957
Loss from continuing operations before income taxes and discontinued operations	(11,344)	(7,668)	(24,339)	(22,091)
Income tax expense/(benefit)	74	(2,223)	228	22,747
Loss from continuing operations	(11,418)	(5,445)	(24,567)	(44,838)
(Loss)/income from discontinued operations, net of taxes (Refer to Note 21)	(5,728)	2,677	(72,044)	(21,587)
Net loss	\$ (17,146)	\$ (2,768)	\$ (96,611)	\$ (66,425)
<i>Per share data:</i>				
<i>Basic (loss)/income per share</i>				
Continuing operations	\$ (1.85)	\$ (0.92)	(4.03)	\$ (7.54)
Discontinued operations	(0.92)	0.45	(11.81)	(3.63)
Net loss per share	\$ (2.77)	\$ (0.47)	\$ (15.84)	\$ (11.17)
<i>Diluted (loss)/income per share</i>				
Continuing operations	\$ (1.85)	\$ (0.92)	(4.03)	\$ (7.54)
Discontinued operations	(0.92)	0.45	(11.81)	(3.63)
Net loss per share	\$ (2.77)	\$ (0.47)	\$ (15.84)	\$ (11.17)
<i>Weighted average shares of common stock:</i>				
Basic	6,187	5,935	6,098	5,948