

GUARANTY FEDERAL BANCSHARES INC
Form 10-Q
May 09, 2014
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 March 31, 2014

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

Guaranty Federal Bancshares, Inc.

(Exact name of registrant as specified in its charter)

Delaware

43-1792717

(State or other jurisdiction of
incorporation or organization)

(IRS Employer Identification No.)

1341 West Battlefield

Springfield, Missouri

65807

(Address of principal executive offices) (Zip Code)

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

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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 May 1, 2014</u>
Common Stock, Par Value \$0.10 per share	4,264,625 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****MARCH 31, 2014 (UNAUDITED) AND DECEMBER 31, 2013**

	3/31/14	12/31/13
ASSETS		
Cash and due from banks	\$3,297,516	\$3,453,032
Interest-bearing deposits in other financial institutions	45,945,197	8,850,168
Cash and cash equivalents	49,242,713	12,303,200
Available-for-sale securities	99,231,648	97,692,685
Held-to-maturity securities	74,483	79,162
Stock in Federal Home Loan Bank, at cost	2,836,900	2,885,100
Mortgage loans held for sale	550,430	623,432
Loans receivable, net of allowance for loan losses of March 31, 2014 - \$7,761,135 - December 31, 2013 - \$7,801,600	446,214,333	464,379,854
Accrued interest receivable:		
Loans	1,352,451	1,462,881
Investments and interest-bearing deposits	310,880	389,760
Prepaid expenses and other assets	5,205,614	5,536,879
Foreclosed assets held for sale	3,900,416	3,821,976
Premises and equipment, net	10,793,326	10,886,720
Bank owned life insurance	14,135,245	14,043,697
Income taxes receivable	372,326	504,138
Deferred income taxes	4,859,752	5,278,651
	\$639,080,517	\$619,888,135

LIABILITIES AND STOCKHOLDERS' EQUITY**LIABILITIES**

Deposits	\$491,400,718	\$487,318,939
FHLB and Federal Reserve advances	52,350,000	55,350,000
Securities sold under agreements to repurchase	10,000,000	10,000,000
Subordinated debentures	15,465,000	15,465,000
Advances from borrowers for taxes and insurance	240,573	149,668
Accrued expenses and other liabilities	1,120,227	998,934
Accrued interest payable	235,270	250,361
	570,811,788	569,532,902

COMMITMENTS AND CONTINGENCIES

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STOCKHOLDERS' EQUITY

Capital Stock:

Series A preferred stock, \$0.01 par value; authorized 2,000,000 shares; issued and outstanding March 31, 2014 and December 31, 2013 - 12,000 shares	12,000,000	11,983,790
Common stock, \$0.10 par value; authorized 10,000,000 shares; issued March 31, 2014 and December 31, 2013 - 6,786,403 and 6,783,603 shares; respectively	678,640	678,360
Additional paid-in capital	50,646,959	57,655,031
Retained earnings, substantially restricted	44,824,701	43,769,485
Accumulated other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities, net of income taxes	(1,698,683)	(2,506,248)
	106,451,617	111,580,418
Treasury stock, at cost; March 31, 2014 and December 31, 2013 - 2,526,278 and 4,051,248 shares, respectively	(38,182,888)	(61,225,185)
	68,268,729	50,355,233
	\$639,080,517	\$619,888,135

See Notes to Condensed Consolidated Financial Statements

GUARANTY FEDERAL BANCSHARES, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

THREE MONTHS ENDED MARCH 31, 2014 AND 2013 (UNAUDITED)

	3/31/2014	3/31/2013
Interest Income		
Loans	\$5,867,558	\$5,928,390
Investment securities	457,566	432,629
Other	34,940	58,402