

NEW YORK MORTGAGE TRUST INC
Form 10-Q
August 07, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 10-Q

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

For the quarterly period ended June 30, 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 001-32216

NEW YORK MORTGAGE TRUST, INC.

(Exact Name of Registrant as Specified in Its Charter)

Maryland

47-0934168

(State or Other Jurisdiction of (I.R.S. Employer

Incorporation or Organization) Identification No.)

275 Madison Avenue, New York, New York 10016

(Address of Principal Executive Office) (Zip Code)

(212) 792-0107

(Registrant's Telephone Number, Including Area Code)

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. (Check one):

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

The number of shares of the registrant's common stock, par value \$0.01 per share, outstanding on August 1, 2014 was 90,684,546.

NEW YORK MORTGAGE TRUST, INC.

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PART I. FINANCIAL INFORMATION**Item 1. Condensed Consolidated Financial Statements****NEW YORK MORTGAGE TRUST, INC. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS**

(Dollar amounts in thousands, except per share data)

	June 30,	December
	2014	31,
	(unaudited)	2013
ASSETS		
Investment securities, available for sale, at fair value (including pledged securities of \$733,162 and \$853,223, respectively)	\$ 889,220	\$ 912,443
Investment securities, available for sale, at fair value held in securitization trusts	104,291	92,578
Residential mortgage loans held in securitization trusts (net)	156,129	163,237
Distressed residential mortgage loans held in securitization trusts (net)	233,078	254,721
Multi-family loans held in securitization trusts, at fair value	8,389,084	8,111,022
Derivative assets	207,306	197,590
Cash and cash equivalents	71,133	31,798
Receivables and other assets	187,823	135,286
Total Assets ⁽¹⁾	\$ 10,238,064	\$ 9,898,675
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Financing arrangements, portfolio investments	\$ 668,428	\$ 791,125
Residential collateralized debt obligations	151,097	158,410
Multi-family collateralized debt obligations, at fair value	8,114,270	7,871,020
Securitized debt	294,312	304,964
Derivative liabilities	3,140	1,432
Payable for securities purchased	204,580	191,592
Accrued expenses and other liabilities (including \$684 and \$951 to related parties, respectively)	62,989	54,466

Subordinated debentures	45,000	45,000
Total liabilities ⁽¹⁾	9,543,816	9,418,009

Commitments and Contingencies

Stockholders' Equity:

Preferred stock, \$0.01 par value, 7.75% Series B cumulative redeemable, \$25 liquidation preference per share, 3,450,000 shares authorized, 3,000,000 shares issued and outstanding as of June 30, 2014 and December 31, 2013.	72,397	72,397
Common stock, \$0.01 par value, 400,000,000 shares authorized, 90,684,546 and 64,102,029 shares issued and outstanding as of June 30, 2014 and December 31, 2013, respectively	907	641
Additional paid-in capital	590,666	404,555
Accumulated other comprehensive income	23,620	3,073
Retained earnings	6,658	-
Total stockholders' equity	694,248	480,666
Total Liabilities and Stockholders' Equity	\$10,238,064	\$9,898,675

(1) Our condensed consolidated balance sheets include assets and liabilities of consolidated variable interest entities ("VIEs") as the Company is the primary beneficiary of these VIEs. As of June 30, 2014 and December 31, 2013, assets of consolidated VIEs totaled \$8,942,214 and \$8,665,829, respectively, and the liabilities of consolidated VIEs totaled \$8,589,402 and \$8,365,345, respectively. See Note 7 for further discussion.

The accompanying notes are an integral part of the consolidated financial statements.

NEW YORK MORTGAGE TRUST, INC. AND SUBSIDIARIES**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**

(Dollar amounts in thousands, except per share data)

(unaudited)

	For the Three Months		For the Six Months	
	Ended June 30,		Ended June 30,	
	2014	2013	2014	2013
INTEREST INCOME:				
Investment securities and other	\$14,193	\$10,553	\$29,157	\$21,619
Multi-family loans held in securitization trusts	75,501	54,484	150,445	99,802
Distressed residential mortgage loans	4,858	2,550	9,201	3,989
Residential mortgage loans held in securitization trusts	996	1,229	1,983	2,535
Total interest income	95,548	68,816	190,786	127,945
INTEREST EXPENSE:				
Investment securities and other	1,402	1,818	2,872	3,447
Multi-family collateralized debt obligations	69,110	50,249	137,857	91,908
Residential collateralized debt obligations				