

MIDSOUTH BANCORP INC  
Form 10-Q  
May 09, 2014

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 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 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 1-11826

MIDSOUTH BANCORP, INC.

(Exact name of registrant as specified in its charter)

Louisiana

(State or other jurisdiction of incorporation or organization)

72-1020809

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

102 Versailles Boulevard, Lafayette, Louisiana 70501

(Address of principal executive offices, including zip code)

(337) 237-8343

(Registrant's telephone number, including area code)

Indicate by checkmark 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 (Section 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 small reporting company.

Large accelerated filer  Accelerated filer  Non-accelerated filer  Small 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

As of May 9, 2014, there were 11,286,769 shares of the registrant's Common Stock, par value \$0.10 per share, outstanding.

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## Part I – Financial Information

## Item 1. Financial Statements.

## MidSouth Bancorp, Inc. and Subsidiaries

## Consolidated Balance Sheets

(dollars in thousands, except share data)

	March 31, 2014 (unaudited)	December 31, 2013* (audited)
<b>Assets</b>		
Cash and due from banks, including required reserves of \$9,902 and \$9,542, respectively	\$39,087	\$43,488
Interest-bearing deposits in banks	24,041	13,993
Federal funds sold	1,375	2,250
Securities available-for-sale, at fair value (cost of \$328,705 at March 31, 2014 and \$341,828 at December 31, 2013)	331,488	341,665
Securities held-to-maturity (fair value of \$149,974 at March 31, 2014 and \$151,168 at December 31, 2013)	152,162	155,523
Other investments	11,530	11,526
Loans	1,184,189	1,137,554
Allowance for loan losses	(8,765 )	(8,779 )
Loans, net	1,175,424	1,128,775
Bank premises and equipment, net	72,500	72,343
Accrued interest receivable	6,495	6,692
Goodwill	42,171	42,171
Intangibles	7,664	7,941
Cash surrender value of life insurance	13,505	13,450
Other real estate	6,525	6,687
Other assets	4,958	4,656
<b>Total assets</b>	<b>\$1,888,925</b>	<b>\$1,851,160</b>
<b>Liabilities and Shareholders' Equity</b>		
<b>Liabilities:</b>		
<b>Deposits:</b>		
Non-interest-bearing	\$379,576	\$383,257
Interest-bearing	1,168,354	1,135,546
<b>Total deposits</b>	<b>1,547,930</b>	<b>1,518,803</b>
Securities sold under agreements to repurchase	51,995	53,916
Short-term Federal Home Loan Bank advances	25,000	25,000
Notes payable	27,347	27,703
Junior subordinated debentures	29,384	29,384
Other liabilities	8,632	5,605
<b>Total liabilities</b>	<b>1,690,288</b>	<b>1,660,411</b>
<b>Commitments and contingencies</b>		
<b>Shareholders' equity:</b>		
Series B Preferred stock, no par value; 5,000,000 shares authorized, 32,000 shares issued and outstanding at March 31, 2014 and December 31, 2013	32,000	32,000
Series C Preferred stock, no par value; 100,000 shares authorized, 95,483 shares issued and outstanding at March 31, 2014 and 99,971 shares issued and outstanding and December 31, 2013	9,548	9,997
Common stock, \$0.10 par value; 30,000,000 shares authorized, 11,432,131 and 11,407,196 issued and 11,281,647 and 11,256,712 outstanding at March 31, 2014 and December 31,	1,143	1,141

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2013, respectively		
Additional paid-in capital	111,659	111,017
Accumulated other comprehensive income (loss)	1,809	(106 )
Treasury stock – 150,484 shares at March 31, 2014 and December 31, 2013, at cost	(3,286 )	(3,286 )
Retained earnings	45,764	39,986
Total shareholders' equity	198,637	190,749
Total liabilities and shareholders' equity	\$1,888,925	\$1,851,160

See notes to unaudited consolidated financial statements.

\* Derived from audited financial statements.

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MidSouth Bancorp, Inc. and Subsidiaries  
 Consolidated Statements of Earnings (unaudited)  
 (in thousands, except per share data)

	Three Months Ended March 31,	
	2014	2013
Interest income:		
Loans, including fees	\$17,483	\$17,117
Securities and other investments:		
Taxable	2,136	2,059
Nontaxable	693	839
Federal funds sold	1	4
Time and interest bearing deposits in other banks	16	38
Other investments	70	72
Total interest income	20,399	20,129
Interest expense:		
Deposits	871	1,078
Securities sold under agreements to repurchase	180	179
Other borrowings and payable	106	124
Junior subordinated debentures	347	336
Total interest expense	1,504	1,717
Net interest income	18,895	18,412
Provision for loan losses	550	550
Net interest income after provision for loan losses	18,345	17,862
Non-interest income:		
Service charges on deposits	2,380	2,171
Gain on securities, net	-	204
ATM and debit card income	1,714	1,356
Executive officer life insurance proceeds	3,000	