

FIRST CITIZENS BANCSHARES INC /DE/
Form 10-Q
August 08, 2014
Table of Contents

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 June 30, 2014
or

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Commission File Number: 001-16715

First Citizens BancShares, Inc.
(Exact name of Registrant as specified in its charter)

Delaware 56-1528994
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification Number)

4300 Six Forks Road, Raleigh, North Carolina 27609
(Address of principle executive offices) (Zip code)
(919) 716-7000
(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 twelve 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 ninety 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 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 definition of ‘accelerated filer’ and ‘large accelerated filer’ 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

Class A Common Stock—\$1 Par Value—8,586,058 shares
Class B Common Stock—\$1 Par Value—1,032,883 shares
(Number of shares outstanding, by class, as of August 8, 2014)

Table of Contents

INDEX

	Page(s)
PART I. <u>FINANCIAL INFORMATION</u>	
Item 1. <u>Financial Statements (Unaudited)</u>	
<u>Consolidated Balance Sheets at June 30, 2014 and December 31, 2013</u>	3
<u>Consolidated Statements of Income for the three- and six-month periods ended June 30, 2014 and June 30, 2013</u>	4
<u>Consolidated Statements of Comprehensive Income for the three- and six-month periods ended June 30, 2014 and June 30, 2013</u>	5
<u>Consolidated Statements of Changes in Shareholders' Equity for the six-month periods ended June 30, 2014 and June 30, 2013</u>	6
<u>Consolidated Statements of Cash Flows for the six-month periods ended June 30, 2014 and June 30, 2013</u>	7
<u>Notes to Unaudited Consolidated Financial Statements</u>	8
Item 2. <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	42
Item 3. <u>Quantitative and Qualitative Disclosures about Market Risk</u>	62
Item 4. <u>Controls and Procedures</u>	62
PART II. <u>OTHER INFORMATION</u>	
Item 1. <u>Legal Proceedings</u>	63
Item 1A. <u>Risk Factors</u>	63
Item 2. <u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	67
Item 6. <u>Exhibits</u>	67

Table of Contents

PART I

Item 1. Financial Statements

First Citizens BancShares, Inc. and Subsidiaries

Consolidated Balance Sheets

(Dollars in thousands, unaudited)

	June 30, 2014	December 31, 2013
Assets		
Cash and due from banks	\$566,952	\$533,599
Overnight investments	1,118,474	859,324
Investment securities available for sale	5,538,166	5,387,703
Investment securities held to maturity	693	907
Loans held for sale	49,851	47,271
Loans and leases:		
Acquired	1,109,933	1,029,426
Originated	12,415,023	12,104,298
Allowance for loan and lease losses	(206,246) (233,394
Net loans and leases	13,318,710	12,900,330
Premises and equipment	883,303	876,522
Other real estate owned:		
Covered under loss share agreements	40,136	47,081
Not covered under loss share agreements	35,151	36,898
Income earned not collected	49,019	48,390
FDIC loss share receivable	49,959	93,397
Goodwill	127,140	102,625
Other intangible assets	3,821	1,247
Other assets	281,465	263,797
Total assets	\$22,062,840	\$21,199,091
Liabilities		
Deposits:		
Noninterest-bearing	\$5,775,322	\$5,241,817
Interest-bearing	12,781,436	12,632,249
Total deposits	18,556,758	17,874,066
Short-term borrowings	788,540	511,418
Long-term obligations	314,529	510,769
FDIC loss share payable	114,281	109,378
Other liabilities	139,587	116,785
Total liabilities	19,913,695	19,122,416
Shareholders' Equity		
Common stock:		
Class A - \$1 par value (11,000,000 shares authorized; 8,586,058 shares issued and outstanding at June 30, 2014 and December 31, 2013)	8,586	8,586
Class B - \$1 par value (2,000,000 shares authorized; 1,032,883 shares issued and outstanding at June 30, 2014 and December 31, 2013)	1,033	1,033
Surplus	143,766	143,766
Retained earnings	1,991,703	1,948,558
Accumulated other comprehensive income (loss)	4,057	(25,268
Total shareholders' equity	2,149,145	2,076,675

Total liabilities and shareholders' equity	\$22,062,840	\$21,199,091
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See accompanying Notes to Consolidated Financial Statements.

3

Table of ContentsFirst Citizens BancShares, Inc. and Subsidiaries
Consolidated Statements of Income

(Dollars in thousands, except per share data, unaudited)	Three months ended June 30		Six months ended June 30	
	2014	2013	2014	2013
Interest income				
Loans and leases	\$ 164,108	\$ 185,151	\$ 325,142	\$ 396,914
Investment securities interest and dividend income	12,447	8,119	24,195	16,603
Overnight investments	756	656	1,368	1,013
Total interest income	177,311	193,926	350,705	414,530
Interest expense				
Deposits	6,006	8,997	12,831	19,310
Short-term borrowings	1,551	680	2,136	1,384
Long-term obligations	4,056	4,721	9,109	9,426
Total interest expense	11,613	14,398	24,076	30,120