

ENTERPRISE FINANCIAL SERVICES CORP
Form 10-Q
August 08, 2012

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, 2012.

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 001-15373

ENTERPRISE FINANCIAL SERVICES CORP

Incorporated in the State of Delaware
I.R.S. Employer Identification # 43-1706259
Address: 150 North Meramec
Clayton, MO 63105
Telephone: (314) 725-5500

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, 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 website, 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
(Do not check if a 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

As of August 3, 2012, the Registrant had 17,874,541 shares of outstanding common stock.

This document is also available through our website at <http://www.enterprisebank.com>.

ENTERPRISE FINANCIAL SERVICES CORP AND SUBSIDIARIES
TABLE OF CONTENTS

	Page
PART I - FINANCIAL INFORMATION	
Item 1. Financial Statements	
Condensed Consolidated Balance Sheets (Unaudited)	<u>1</u>
Condensed Consolidated Statements of Operations (Unaudited)	<u>2</u>
Condensed Consolidated Statements of Comprehensive Income (Unaudited)	<u>3</u>
Condensed Consolidated Statements of Shareholder's Equity (Unaudited)	<u>4</u>
Condensed Consolidated Statements of Cash Flows (Unaudited)	<u>5</u>
Notes to Condensed Consolidated Financial Statements (Unaudited)	<u>6</u>
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	<u>29</u>
Item 3. Quantitative and Qualitative Disclosures About Market Risk	<u>46</u>
Item 4. Controls and Procedures	<u>47</u>
PART II - OTHER INFORMATION	
Item 1. Legal Proceedings	<u>48</u>
Item 1A. Risk Factors	<u>49</u>
Item 6. Exhibits	<u>51</u>
Signatures	<u>52</u>

PART 1 – ITEM 1 – FINANCIAL STATEMENTS

ENTERPRISE FINANCIAL SERVICES CORP AND SUBSIDIARIES

Condensed Consolidated Balance Sheets (Unaudited)

(In thousands, except share and per share data)

	June 30, 2012	December 31, 2011
Assets		
Cash and due from banks	\$29,832	\$20,791
Federal funds sold	58	143
Interest-bearing deposits (including \$3,520 and \$2,650 pledged as collateral)	46,087	167,209
Total cash and cash equivalents	75,977	188,143
Interest-bearing deposits greater than 90 days	1,502	1,502
Securities available for sale	599,736	593,182
Mortgage loans held for sale	4,928	6,494
Portfolio loans not covered under FDIC loss share	1,948,994	1,897,074
Less: Allowance for loan losses	36,304	37,989
Portfolio loans not covered under FDIC loss share, net	1,912,690	1,859,085
Portfolio loans covered under FDIC loss share, net of the allowance for loan losses (\$1,889 and \$1,635, respectively)	240,599	298,975
Portfolio loans, net	2,153,289	2,158,060
Other real estate not covered under FDIC loss share	17,443	17,217
Other real estate covered under FDIC loss share	19,832	36,471
Other investments, at cost	14,501	14,527
Fixed assets, net	21,739	18,986
Accrued interest receivable	9,665	9,193
State tax credits, held for sale, including \$24,836 and \$26,350 carried at fair value, respectively	65,648	50,446
FDIC loss share receivable	88,436	184,554
Goodwill	30,334	30,334
Intangibles, net	8,310	9,285
Other assets	71,794	59,385
Total assets	\$3,183,134	\$3,377,779
Liabilities and Shareholders' Equity		
Demand deposits	\$623,956	\$585,479
Interest-bearing transaction accounts	275,288	253,504
Money market accounts	957,428	1,084,304
Savings	70,227	51,145
Certificates of deposit:		
\$100 and over	468,766	550,535
Other	208,608	266,386
Total deposits	2,604,273	2,791,353
Subordinated debentures	85,081	85,081
Federal Home Loan Bank advances	90,500	102,000
Other borrowings	132,479	154,545
Accrued interest payable	1,459	1,762
Other liabilities	13,454	3,473
Total liabilities	2,927,246	3,138,214
Shareholders' equity:		
	33,703	33,293

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Preferred stock, \$0.01 par value; 5,000,000 shares authorized; 35,000 shares issued and outstanding		
Common stock, \$0.01 par value; 30,000,000 shares authorized; 17,933,051 and 17,849,862 shares issued, respectively	179	178
Treasury stock, at cost; 76,000 shares	(1,743) (1,743
Additional paid in capital	170,717	169,138
Retained earnings	46,892	35,097
Accumulated other comprehensive income	6,140	3,602
Total shareholders' equity	255,888	239,565
Total liabilities and shareholders' equity	\$3,183,134	\$3,377,779
See accompanying notes to condensed consolidated financial statements.		

1

ENTERPRISE FINANCIAL SERVICES CORP AND SUBSIDIARIES

Condensed Consolidated Statements of Operations (Unaudited)

(In thousands, except per share data)	Three months ended June 30,		Six months ended June 30,	
	2012	2011	2012	2011
Interest income:				
Interest and fees on loans	\$37,272	\$34,951	\$71,633	\$62,582
Interest on debt securities:				
Taxable	2,366	3,243	4,812	5,813
Nontaxable	236	155	470	265
Interest on federal funds sold	—	—	—	1
Interest on interest-bearing deposits	65	113	142	261
Dividends on equity securities	90			