

SIMMONS FIRST NATIONAL CORP  
Form 10-Q  
November 09, 2015

**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

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

For Quarter Ended September 30, 2015 Commission File Number 000-06253

**SIMMONS FIRST NATIONAL CORPORATION**

(Exact name of registrant as specified in its charter)

Arkansas	71-0407808
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

501 Main Street, Pine Bluff, Arkansas 71601  
(Address of principal executive offices) (Zip Code)

870-541-1000

(Registrant's telephone number, including area code)

Not Applicable

Former name, former address and former fiscal year, if changed since last report

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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. S 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).

S Yes £ No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or 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 Act.). £ Yes S No

The number of shares outstanding of the Registrant’s Common Stock as of October 26, 2015, was 29,939,652.

**Simmons First National Corporation**

**Quarterly Report on Form 10-Q**

**September 30, 2015**

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**Part I: Financial Information****Item 1. Financial Statements (Unaudited)****Simmons First National Corporation****Consolidated Balance Sheets****September 30, 2015 and December 31, 2014**

(In thousands, except share data)	September 30, 2015 (Unaudited)	December 31, 2014
<b>ASSETS</b>		
Cash and non-interest bearing balances due from banks	\$ 106,678	\$ 54,347
Interest bearing balances due from banks	284,645	281,562
Federal funds sold	9,675	-
Cash and cash equivalents	400,998	335,909
Interest bearing balances due from banks - time	16,504	-
Investment securities:		
Held-to-maturity	776,294	777,587
Available-for-sale	703,347	305,283
Total investments	1,479,641	1,082,870
Mortgage loans held for sale	15,556	21,265
Assets held in trading accounts	6,292	6,987
Loans:		
Legacy loans	2,839,278	2,053,721
Allowance for loan losses	(30,380 )	(29,028 )
Loans acquired, not covered by FDIC loss share (net of discount and allowance)	2,013,816	575,980
Loans acquired, covered by FDIC loss share (net of discount and allowance)	-	106,933
Net loans	4,822,714	2,707,606
FDIC indemnification asset	-	22,663
Premises and equipment	190,182	122,246
Premises held for sale	923	6,846
Foreclosed assets not covered by FDIC loss share	48,073	44,856
Foreclosed assets covered by FDIC loss share	-	11,793
Interest receivable	26,873	16,774
Bank owned life insurance	118,922	77,592
Goodwill	314,282	108,095
Other intangible assets	44,904	22,526
Other assets	73,830	55,326
Total assets	\$ 7,559,694	\$ 4,643,354
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Deposits:		
Non-interest bearing transaction accounts	\$ 1,212,724	\$ 889,260
Interest bearing transaction accounts and savings deposits	3,521,840	2,006,271

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Time deposits	1,355,236	965,187
Total deposits	6,089,800	3,860,718
Federal funds purchased and securities sold under agreements to repurchase	110,437	110,586
Other borrowings	173,426	114,682
Subordinated debentures	61,906	20,620
Accrued interest and other liabilities	78,684	42,429
Total liabilities	6,514,253	4,149,035
Stockholders' equity:		
Preferred stock, 40,040,000 shares authorized; Series A, \$0.01 par value, \$1,000 liquidation value per share; 30,852 shares issued and outstanding at September 30, 2015	30,852	-
Common stock, Class A, \$0.01 par value; 120,000,000 shares authorized; 29,939,252 and 18,052,488 shares issued and outstanding at September 30, 2015 and December 31, 2014, respectively	299	181
Surplus	642,400	156,568
Undivided profits	369,172	338,906
Accumulated other comprehensive income (loss)	2,718	(1,336 )
Total stockholders' equity	1,045,441	494,319
Total liabilities and stockholders' equity	\$ 7,559,694	\$ 4,643,354

See Condensed Notes to Consolidated Financial Statements.

**Simmons First National Corporation**

**Consolidated Statements of Income**

**Three and Nine Months Ended September 30, 2015 and 2014**

(In thousands, except per share data)	Three Months Ended September 30, 2015      2014 (Unaudited)		Nine Months Ended September 30, 2015      2014 (Unaudited)	
<b>INTEREST INCOME</b>				
Loans	\$76,432	\$40,082	\$197,857	\$118,834
Federal funds sold	15	12	118	16
Investment securities	8,335	4,717	22,264	14,032
Mortgage loans held for sale	291	269	813	506
Assets held in trading accounts	4	3	11	13
Interest bearing balances due from banks	122	132	561	691
<b>TOTAL INTEREST INCOME</b>	<b>85,199</b>	<b>45,215</b>	<b>221,624</b>	<b>134,092</b>
<b>INTEREST EXPENSE</b>				
Deposits	4,158	2,232	11,297	6,737
Federal funds purchased and securities sold under agreements to repurchase	55	55	177	194
Other borrowings	1,812	996	4,014	2,995
Subordinated debentures	498	160	1,292	477
<b>TOTAL INTEREST EXPENSE</b>	<b>6,523</b>	<b>3,443</b>	<b>16,780</b>	<b>10,403</b>
<b>NET INTEREST INCOME</b>	<b>78,676</b>	<b>41,772</b>	<b>204,844</b>	<b>123,689</b>
Provision for loan losses	1,615	1,128	5,792	3,638
<b>NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES</b>	<b>77,061</b>	<b>40,644</b>	<b>199,052</b>	<b>120,051</b>
<b>NON-INTEREST INCOME</b>				
Trust income	2,215	1,838	6,536	4,929
Service charges on deposit accounts	8,488	6,238	22,881	19,098
Other service charges and fees	3,089	808	8,044	2,490
Mortgage lending income	3,446	1,812	9,156	3,885
Investment banking income	663	284	1,808	620
Debit and credit card fees	6,879	5,769	19,013	17,213
Bank owned life insurance income	748	411	2,066	1,117
Gain (loss) on sale of securities	40	(18 )	2	20
Net (loss) on assets covered by FDIC loss share agreements	(9,085 )	(3,744 )	(14,812 )	(17,303 )
Other income	7,006	2,637	12,262	8,619
<b>TOTAL NON-INTEREST INCOME</b>	<b>23,489</b>	<b>16,035</b>	<b>66,956</b>	<b>40,688</b>

NON-INTEREST EXPENSE

Salaries and employee benefits

37,417 20,892