

TIMBERLAND BANCORP INC
Form 10-Q
February 10, 2014
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 December 31, 2013

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 0-23333

TIMBERLAND BANCORP, INC.
(Exact name of registrant as specified in its charter)

Washington
(State or other jurisdiction of incorporation or
organization)

91-1863696
(IRS Employer Identification No.)

624 Simpson Avenue, Hoquiam, Washington
(Address of principal executive offices)

98550
(Zip Code)

(360) 533-4747
(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.

Large accelerated filer Accelerated Filer Non-accelerated filer Smaller reporting company

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes ___ No X

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

CLASS	SHARES OUTSTANDING AT JANUARY 31, 2014
Common stock, \$.01 par value	7,048,636

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements (unaudited)

TIMBERLAND BANCORP, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED BALANCE SHEETS

December 31, 2013 and September 30, 2013

(Dollars in thousands, except per share amounts)

(Unaudited)

	December 31, 2013	September 30, 2013
Assets		
Cash and cash equivalents:		
Cash and due from financial institutions	\$11,508	\$12,879
Interest-bearing deposits in banks	54,730	81,617
Total cash and cash equivalents	66,238	94,496
Certificates of deposit ("CDs") held for investment (at cost which approximates fair value)	32,428	30,042
Mortgage-backed securities ("MBS") and other investments - held to maturity, at amortized cost (estimated fair value \$3,433 and \$3,533)	2,617	2,737
MBS and other investments - available for sale	3,930	4,101
Federal Home Loan Bank of Seattle ("FHLB") stock	5,401	5,452
Loans receivable	565,655	557,329
Loans held for sale	994	1,911
Less: Allowance for loan losses	(10,745)	(11,136)
Net loans receivable	555,904	548,104
Premises and equipment, net	17,914	17,764
Other real estate owned ("OREO") and other repossessed assets, net	12,483	11,720
Accrued interest receivable	2,092	1,972
Bank owned life insurance ("BOLI")	17,217	17,102
Goodwill	5,650	5,650
Core deposit intangible ("CDI")	90	119
Mortgage servicing rights ("MSRs"), net	2,144	2,266
Other assets	3,825	4,123
Total assets	\$727,933	\$745,648
Liabilities and shareholders' equity		
Liabilities:		
Deposits:		
Non-interest-bearing demand	\$98,585	\$87,657
Interest-bearing	502,898	520,605
Total deposits	601,483	608,262
FHLB advances	45,000	45,000
Other liabilities and accrued expenses	2,362	2,698
Total liabilities	648,845	655,960
See notes to unaudited condensed consolidated financial statements		

TIMBERLAND BANCORP, INC. AND SUBSIDIARY
 CONDENSED CONSOLIDATED BALANCE SHEETS (continued)

December 31, 2013 and September 30, 2013

(Dollars in thousands, except per share amounts)

(Unaudited)

	December 31, 2013	September 30, 2013
Shareholders' equity		
Fixed Rate Cumulative Perpetual Preferred Stock. Series A. \$0.01 par value; 1,000,000 shares authorized; redeemable at \$1,000 per share; 12,065 shares, Series A. issued and outstanding - September 30, 2013	\$—	\$11,936
Common stock, \$.01 par value; 50,000,000 shares authorized; 7,047,636 shares issued and outstanding - December 31, 2013 7,045,036 shares issued and outstanding - September 30, 2013	10,614	10,570
Unearned shares issued to Employee Stock Ownership Plan ("ESOP")	(1,388) (1,454)
Retained earnings	70,211	68,998
Accumulated other comprehensive loss	(349) (362)
Total shareholders' equity	79,088	89,688
Total liabilities and shareholders' equity	\$727,933	\$745,648
See notes to unaudited condensed consolidated financial statements		

TIMBERLAND BANCORP, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED STATEMENTS OF INCOME

For the three months ended December 31, 2013 and 2012

(Dollars in thousands, except per share amounts)

(Unaudited)

Three Months Ended
December 31,

After membership is determined, a security's shares are adjusted to include only those shares available to the public. This is often referred to as "free float." The purpose of the adjustment is to exclude from market calculations the capitalization that is not available for purchase and is not part of the investable opportunity set.

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