

PATRIOT NATIONAL BANCORP INC  
Form 10-Q  
August 15, 2016  
**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 the Quarter Ended June 30, 2016

Commission file number 000-29599

**PATRIOT NATIONAL BANCORP, INC.**

**(Exact name of registrant as specified in its charter)**

Connecticut                      06-1559137  
(State of incorporation)    (I.R.S. Employer Identification Number)

**900 Bedford Street, Stamford, Connecticut 06901**

**(Address of principal executive offices)**

**(203) 324-7500**

**(Registrant's telephone number)**

Check whether the registrant (1) filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the past 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 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

State the number of shares outstanding of each of the registrant's classes of common equity, as of the latest practicable date.

Common stock, \$0.01 par value per share, 3,958,486 shares outstanding as of the close of business August 12, 2016.



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**PART I- FINANCIAL INFORMATION****Item 1: Consolidated Financial Statements****PATRIOT NATIONAL BANCORP, INC. AND SUBSIDIARY****CONSOLIDATED BALANCE SHEETS (Unaudited)**

	June 30, 2016	December 31, 2015
	<i>(in thousands, except shares and per share amounts)</i>	
<b>ASSETS</b>		
Cash and due from banks:		
Noninterest bearing deposits and cash	\$2,893	\$2,588
Interest bearing deposits	43,594	82,812
Total cash and cash equivalents	46,487	85,400
Securities:		
Available for sale securities, at fair value (Note 2)	23,037	29,377
Other Investments	4,450	4,450
Restricted stock, at cost	7,982	8,645
Total securities	35,469	42,472
Loans receivable (net of allowance for loan losses: 2016: \$5,250; 2015: \$5,242) (Note 3)	523,404	479,127
Premises and equipment, net	29,972	29,421
Other real estate owned	851	-
Accrued interest and dividends receivable	2,120	2,010
Deferred tax asset (Note 7)	13,073	13,763
Other assets	1,679	1,338
<b>Total assets</b>	<b>\$653,055</b>	<b>\$653,531</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
Deposits (Note 5):		
Noninterest bearing deposits	\$75,244	\$85,065
Interest bearing deposits	371,092	359,615
Total deposits	446,336	444,680
Federal Home Loan Bank borrowings (Note 9)	128,000	132,000
Junior subordinated debt owed to unconsolidated trust (Note 9)	8,248	8,248
Note Payable (Note 9)	1,846	1,939
Advances from borrowers for taxes and insurance	2,451	2,367
Accrued expenses and other liabilities	3,064	2,833

<b>Total liabilities</b>	589,945	592,067
<b>Shareholders' equity</b>		
Preferred stock, no par value; 1,000,000 shares authorized, no shares issued and outstanding	-	-
Common stock, \$.01 par value, 100,000,000 shares authorized; 3,959,903 and 3,957,377 shares issued; 3,958,733 and 3,956,207 shares outstanding; at June 30, 2016 and December 31, 2015, respectively	40	40
Additional paid-in capital	106,876	106,568
Accumulated deficit	(43,565 )	(44,832 )
Less: Treasury stock, at cost: 2016 and 2015, 1,170 shares	(160 )	(160 )
Accumulated other comprehensive loss	(81 )	(152 )
<b>Total shareholders' equity</b>	63,110	61,464
<b>Total liabilities and shareholders' equity</b>	\$653,055	\$653,531

See Accompanying Notes to Consolidated Financial Statements.

**PATRIOT NATIONAL BANCORP, INC. AND SUBSIDIARY**

**CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)**

	Three Months Ended June 30,		Six Months Ended June 30,	
	2016	2015	2016	2015
	<i>(in thousands, except per share amounts)</i>			
<b>Interest and Dividend Income</b>				
Interest and fees on loans	\$5,783	\$5,924	\$11,623	\$11,470
Interest on investment securities	132	119	274	235
Dividends on investment securities	90	60	176	117
Other interest income	28	17	69	46
<b>Total interest and dividend income</b>	<b>6,033</b>	<b>6,120</b>	<b>12,142</b>	<b>11,868</b>
<b>Interest Expense</b>				