

PATRIOT NATIONAL BANCORP INC
Form 10QSB
May 12, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB

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

For the Quarter Ended March 31, 2005

Commission file number 000-29599

PATRIOT NATIONAL BANCORP, INC.
(Exact name of small business issuer as specified in its charter)

Connecticut
(State of incorporation)

06-1559137
(I.R.S. Employer Identification Number)

900 Bedford Street, Stamford, Connecticut 06901
(Address of principal executive offices)

(203) 324-7500
(Issuer's telephone number)

Check whether the issuer (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

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

Common stock, \$2.00 par value per share, 2,489,391 shares issued and outstanding as of the close of business April 30, 2005.

Transitional Small Business Disclosure Format (check one): Yes No

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PART I - FINANCIAL INFORMATION**Item 1. Consolidated Financial Statements****PATRIOT NATIONAL BANCORP, INC
CONSOLIDATED BALANCE SHEETS**

	March 31, 2005 (Unaudited)	December 31, 2004
ASSETS		
Cash and due from banks	\$ 6,193,287	\$ 6,670,409
Federal funds sold	13,000,000	37,500,000
Short term investments	66,732	11,460,057
Cash and cash equivalents	19,260,019	55,630,466
Available for sale securities (at fair value)	90,911,955	76,269,475
Federal Reserve Bank stock	693,200	692,600
Federal Home Loan Bank stock	1,296,700	1,296,700
Loans receivable (net of allowance for loan losses: 2005 \$3,741,525; 2004 \$3,481,525)	293,527,519	263,874,820
Accrued interest receivable	2,069,450	1,758,339
Premises and equipment	2,124,590	2,132,633
Deferred tax asset, net	2,005,824	1,677,042
Goodwill	930,091	930,091
Other assets	846,046	784,789
Total assets	\$ 413,665,394	\$ 405,046,955
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities		
Deposits:		
Noninterest bearing deposits	\$ 39,390,978	\$ 42,584,120
Interest bearing deposits	326,794,873	324,421,205
Total deposits	366,185,851	367,005,325
Federal Home Loan Bank borrowings	18,000,000	8,000,000
Subordinated debt	8,248,000	8,248,000
Accrued expenses and other liabilities	1,781,160	2,037,196
Total liabilities	394,215,011	385,290,521
Shareholders' equity		
Preferred stock: 1,000,000 shares authorized; no shares issued		
Common stock, \$2 par value: 30,000,000 shares authorized; shares issued and outstanding: 2005 - 2,489,391; 2004 - 2,486,391	4,978,782	4,972,782
Additional paid-in capital	11,854,503	11,830,173
Retained earnings	3,546,770	3,346,718
Accumulated other comprehensive loss - net unrealized loss on available for sale securities, net of taxes	(929,672)	(393,239)
Total shareholders' equity	19,450,383	19,756,434
Total liabilities and shareholders' equity	\$ 413,665,394	\$ 405,046,955

See accompanying notes to consolidated financial statements.

PATRIOT NATIONAL BANCORP, INC.
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	Three Months Ended March 31,	
	2005	2004
Interest and Dividend Income		
Interest and fees on loans	\$ 4,670,265	\$ 3,526,755
Interest and dividends on investment securities	857,567	765,220
Interest on federal funds sold	66,624	15,656
Total interest and dividend income	5,594,456	4,307,631
Interest Expense		
Interest on deposits	1,992,161	1,425,690
Interest on Federal Home Loan Bank borrowings	72,043	102,324
Interest on subordinated debt	115,710	88,248
Interest on other borrowings	-	23,835
Total interest expense	2,179,914	1,640,097
Net interest income	3,414,542	2,667,534
Provision for Loan Losses	260,000	160,000
Net interest income after provision for loan losses	3,154,542	2,507,534
Noninterest Income		
Mortgage brokerage referral fees	463,799	495,619
Loan processing fees	78,531	119,409
Fees and service charges	127,921	100,931
Other income	40,764	35,544
Total noninterest income	711,015	751,503
Noninterest Expenses		
Salaries and benefits	2,048,992	1,797,613
Occupancy and equipment expense, net	493,214	381,417
Data processing and other outside services	240,240	196,160
Professional services	135,711	100,419
Advertising and promotional expenses	110,360	112,411
Loan administration and processing expenses	44,330	65,660
Other operating expenses	310,529	270,251
Total noninterest expenses	3,383,376	2,923,931
Income before income taxes	482,181	335,106
Provision for Income Taxes	195,000	139,000
Net income	\$ 287,181	\$