

PARK NATIONAL CORP /OH/
Form 10-Q
August 15, 2011

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, 2011

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 1-13006

Park National Corporation
(Exact name of registrant as specified in its charter)

Ohio
(State or other jurisdiction of
incorporation or organization)

31-1179518
(I.R.S. Employer Identification No.)

50 North Third Street, Newark, Ohio 43055
(Address of principal executive offices) (Zip Code)

(740) 349-8451
(Registrant's telephone number, including area code)

N/A

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

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 the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

| | |
|---|--|
| Large accelerated filer <input checked="" type="checkbox"/> | Accelerated filer <input type="checkbox"/> |
| Non-accelerated filer <input type="checkbox"/> | Smaller reporting company <input type="checkbox"/> |

(Do not check if 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

15,398,909 Common shares, no par value per share, outstanding at August 12, 2011.

PARK NATIONAL CORPORATION

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PARK NATIONAL CORPORATION

Consolidated Condensed Balance Sheets (Unaudited)

(in thousands, except share and per share data)

| | June 30, 2011 | December 31, 2010 |
|---|--------------------|----------------------|
| Assets: | | |
| Cash and due from banks | \$131,604 | \$ 109,058 |
| Money market instruments | 85,512 | 24,722 |
| Cash and cash equivalents | 217,116 | 133,780 |
| Investment securities | | |
| Securities available-for-sale, at fair value (amortized cost of \$1,107,211 and \$1,274,258 at June 30, 2011 and December 31, 2010) | 1,117,397 | 1,297,522 |
| Securities held-to-maturity, at amortized cost (fair value of \$786,222 and \$686,114 at June 30, 2011 and December 31, 2010) | 775,311 | 673,570 |
| Other investment securities | 68,158 | 68,699 |
| Total investment securities | 1,960,866 | 2,039,791 |
| Loans | 4,710,513 | 4,732,685 |
| Allowance for loan losses | (110,187) | (121,397) |
| Net loans | 4,600,326 | 4,611,288 |
| Bank owned life insurance | 151,930 | 146,450 |
| Goodwill and other intangible assets | 77,039 | 78,377 |
| Bank premises and equipment, net | 69,830 | 69,567 |
| Other real estate owned | 47,997 | 44,325 |
| Accrued interest receivable | 22,624 | 24,137 |
| Mortgage loan servicing rights | 10,259 | 10,488 |
| Other | 170,699 | 140,174 |
| Total assets | \$7,328,686 | \$ 7,298,377 |
| Liabilities and Stockholders' Equity: | | |
| Deposits: | | |
| Noninterest bearing | \$984,160 | \$ 937,719 |
| Interest bearing | 4,273,357 | 4,157,701 |
| Total deposits | 5,257,517 | 5,095,420 |
| Short-term borrowings | 234,112 | 663,669 |
| Long-term debt | 821,202 | 636,733 |
| Subordinated debentures and notes | 75,250 | 75,250 |
| Accrued interest payable | 5,732 | 6,123 |
| Other | 187,113 | 75,358 |
| Total liabilities | 6,580,926 | 6,552,553 |

COMMITMENTS AND CONTINGENCIES

Stockholders' equity:

| | | |
|--|-----------|-----------|
| Preferred stock (200,000 shares authorized; 100,000 shares issued with \$1,000 per share liquidation preference) | 97,718 | 97,290 |
| Common stock (No par value; 20,000,000 shares authorized; 16,151,042 shares issued at June 30, 2011 and 16,151,062 shares issued at December 31, 2010) | 301,203 | 301,204 |
| Common stock warrants | 4,406 | 4,473 |
| Retained earnings | 432,341 | 422,458 |
| Treasury stock (752,129 shares at June 30, 2011 and 752,128 shares at December 31, 2010) | (77,733) | (77,733) |
| Accumulated other comprehensive (loss), net of taxes | (10,175) | |