

NORWOOD FINANCIAL CORP
Form 10-Q
May 12, 2008
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended March 31, 2008

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 0-28366

Norwood Financial Corp.
(Exact name of Registrant as specified in its charter)

Pennsylvania
(State or other jurisdiction of

23-2828306
(I.R.S. Employer Identification No.)

Incorporation or organization)

717 Main Street, Honesdale, Pennsylvania
(Address of principal executive offices)

18431
(Zip Code)

(570) 253-1455
(Registrant's telephone number, including area code)

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

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Indicate by check (x) 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 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

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a 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

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

Class
Common stock, par value \$0.10 per share

Outstanding as of May 9, 2008
2,740,149

1

NORWOOD FINANCIAL CORP.

FORM 10-Q

FOR THE QUARTER ENDED MARCH 31, 2008

	Page Number
PART I - CONSOLIDATED FINANCIAL INFORMATION OF NORWOOD FINANCIAL CORP.	
Item 1. Financial Statements	3
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	13
Item 3. Quantitative and Qualitative Disclosures about Market Risk	22
Item 4. Controls and Procedures	23
PART II - OTHER INFORMATION	
Item 1. Legal Proceedings	23
Item 1A. Risk Factors	23
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	23
Item 3. Defaults upon Senior Securities	24
Item 4. Submission of Matters to a Vote of Security Holders	24
Item 5. Other Information	24
Item 6. Exhibits	24
Signatures	27

PART I. FINANCIAL INFORMATION**Item 1. Financial Statements**

NORWOOD FINANCIAL CORP.

Consolidated Balance Sheets (unaudited)

(dollars in thousands, except per share data)

	March 31, 2008	December 31, 2007
ASSETS		
Cash and due from banks	\$ 8,283	\$ 9,014
Interest bearing deposits with banks	33	50
Cash and cash equivalents	8,316	9,064
Securities available for sale	130,633	123,987
Securities held to maturity, fair value 2008: \$726, 2007: \$721	706	705
Loans receivable (net of unearned income)	329,377	331,296
Less: Allowance for loan losses	4,137	4,081
Net loans receivable	325,240	327,215
Investment in FHLB Stock, at cost	2,124	2,072
Bank premises and equipment, net	5,668	5,742
Bank owned life insurance	7,841	7,767
Accrued interest receivable	2,409	2,343
Other assets	1,030	1,715
TOTAL ASSETS	\$ 483,967	\$ 480,610
LIABILITIES		
Deposits:		
Non-interest bearing demand	\$ 55,618	\$ 60,061
Interest-bearing	315,535	309,939
Total deposits	371,153	370,000
Short-term borrowings	28,006	26,686
Long-term debt	23,000	23,000
Accrued interest payable	2,621	3,198
Other liabilities	2,613	1,907
TOTAL LIABILITIES	427,393	424,791
STOCKHOLDERS' EQUITY		
Common stock, \$.10 par value per share, authorized 10,000,000; shares issued 2,840,872	284	284
Surplus	10,119	10,159
Retained earnings	47,603	47,030
Treasury stock at cost: 2008: 101,328 shares, 2007: 87,256	(3,152)	(2,708)
Accumulated other comprehensive income	1,720	1,054

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TOTAL STOCKHOLDERS' EQUITY	56,574	55,819
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 483,967	