

AMERICAN NATIONAL BANKSHARES INC  
Form 10-Q  
August 09, 2012

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 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, 2012.

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: 0-12820

AMERICAN NATIONAL BANKSHARES INC.  
(Exact name of registrant as specified in its charter)

VIRGINIA  
(State or other jurisdiction of  
incorporation or organization)

54-1284688  
(I.R.S. Employer  
Identification No.)

628 Main Street  
Danville, Virginia  
(Address of principal executive offices)

24541  
(Zip Code)

(434) 792-5111  
(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.

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

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

At August 6, 2012, the Company had 7,836,056 shares of Common Stock outstanding, \$1 par value.

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## Part I. Financial Information

## Item 1. Financial Statements

American National Bankshares Inc. and Subsidiaries  
Consolidated Balance Sheets  
(Dollars in thousands, except share data)

	(Unaudited) June 30, 2012	(Audited) December 31, 2011
Assets		
Cash and due from banks	\$ 18,529	\$ 22,561
Interest-bearing deposits in other banks	10,380	6,332
Securities available for sale, at fair value	334,523	333,366
Restricted stock, at cost	6,268	6,019
Loans held for sale	9,215	6,330
Loans, net of unearned income	808,069	824,758
Less allowance for loan losses	(12,099 )	(10,529 )
Net loans	795,970	814,229
Premises and equipment, net	25,314	25,674
Other real estate owned, net	4,731	5,353
Goodwill	39,352	38,899
Core deposit intangibles, net	5,502	6,595
Bank owned life insurance	13,273	13,058
Accrued interest receivable and other assets	27,835	26,290
Total assets	\$ 1,290,892	\$ 1,304,706
Liabilities		
Demand deposits -- noninterest bearing	\$ 196,727	\$ 179,148
Demand deposits -- interest bearing	149,229	189,212
Money market deposits	170,505	182,347
Savings deposits	78,842	74,193
Time deposits	447,182	433,854
Total deposits	1,042,485	1,058,754
Short-term borrowings:		
Customer repurchase agreements	46,113	45,575
Other short-term borrowings	-	3,000
Long-term borrowings	10,142	10,206
Trust preferred capital notes	27,267	27,212
	6,461	7,130

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Accrued interest payable and other liabilities		
Total liabilities	1,132,468	1,151,877
Shareholders' equity		
Preferred stock, \$5 par, 2,000,000 shares authorized, none outstanding	-	-
Common stock, \$1 par, 20,000,000 shares authorized, 7,836,056 shares outstanding at June 30, 2012 and 7,806,869 shares outstanding at December 31, 2011	7,836	7,807
Capital in excess of par value	56,825	56,395
Retained earnings	86,642	81,797
Accumulated other comprehensive income, net	7,121	6,830
Total shareholders' equity	158,424	152,829
Total liabilities and shareholders' equity	\$ 1,290,892	\$ 1,304,706

The accompanying notes are an integral part of the consolidated financial statements.