

PRUDENTIAL BANCORP INC OF PENNSYLVANIA

Form 10-Q

August 14, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, DC 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 June 30, 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: 000-51214

Prudential Bancorp, Inc. of Pennsylvania
(Exact Name of Registrant as Specified in Its Charter)

Pennsylvania
(State or Other Jurisdiction of Incorporation or
Organization)

68-0593604
(I.R.S. Employer Identification
No.)

1834 Oregon Avenue
Philadelphia, Pennsylvania
(Address of Principal Executive Offices)

19145
(Zip Code)

(215) 755-1500

(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 is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition of "large accelerated filer", "accelerated filer", and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Edgar Filing: PRUDENTIAL BANCORP INC OF PENNSYLVANIA - Form 10-Q

Large accelerated filer ☐

Accelerated filer ☐

Non-accelerated filer ☐ (Do not check if
smaller reporting company)

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 practical date: as of August 8, 2008, 11,069,866 shares were issued and outstanding

PRUDENTIAL BANCORP, INC. OF PENNSYLVANIA AND SUBSIDIARIES

TABLE OF CONTENTS

	PAGE
PART I FINANCIAL INFORMATION:	
Item 1.	Condensed Financial Statements
	Unaudited Consolidated Statements of Financial Condition at June 30, 2008 and September 30, 2007 2
	Unaudited Consolidated Statements of Income for the Three and Nine Months Ended June 30, 2008 and 2007 3
	Unaudited Consolidated Statement of Changes in Stockholders' Equity and Comprehensive Income for the Nine Months Ended June 30, 2008 and 2007 4
	Unaudited Consolidated Statements of Cash Flows for the Nine Months Ended June 30, 2008 and 2007 5
	Notes to Consolidated Unaudited Financial Statements 6
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations 19
Item 3.	Quantitative and Qualitative Disclosures About Market Risk 27
Item 4T.	Controls and Procedures 30
PART II OTHER INFORMATION	
Item 1.	Legal Proceedings 31
Item 1A.	Risk Factors 32
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds 32
Item 3.	Defaults Upon Senior Securities 33
Item 4.	Submission of Matters to a Vote of Security Holders 33

Item 5.	Other Information	33
Item 6.	Exhibits	34
SIGNATURES		35

PRUDENTIAL BANCORP, INC. OF PENNSYLVANIA AND SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	June 30 2008	September 30, 2007
	(Dollars in thousands)	
ASSETS		
Cash and amounts due from depository institutions	\$ 4,882	\$ 4,133
Interest-bearing deposits	8,949	8,136
Total cash and cash equivalents	13,831	12,269
Investment securities held to maturity (estimated fair value—June 30, 2008, \$122,959; September 30, 2007, \$133,693)	124,018	134,782
Investment securities available for sale (amortized cost—June 30, 2008, \$3,026; September 30, 2007, \$38,007)	3,351	38,343
Mortgage-backed securities held to maturity (estimated fair value—June 30, 2008, \$40,325; September 30, 2007, \$44,213)	41,533	45,534
Mortgage-backed securities available for sale (amortized cost—June 30, 2008, \$48,264; September 30, 2007, \$8,492)	47,858	8,549
Loans receivable—net of allowance for loan losses (June 30, 2008, \$770; September 30, 2007, \$1,011)	233,481	219,149
Accrued interest receivable:		
Loans receivable	1,239	1,264
Mortgage-backed securities	369	234
Investment securities	1,918	2,006
Real estate owned	1,651	-
Federal Home Loan Bank stock—at cost	2,507	2,397
Office properties and equipment—net	2,212	2,363
Prepaid expenses and other assets	7,371	7,274
Deferred tax asset-net	181	28
TOTAL ASSETS	\$ 481,520	\$ 474,192
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES:		
Deposits:		
Noninterest-bearing	\$ 4,782	\$ 4,480
Interest-bearing	369,707	349,558
Total deposits	374,489	354,038
Advances from Federal Home Loan Bank	30,711	33,743
Accrued interest payable	2,720	2,868
Advances from borrowers for taxes and insurance	1,944	1,117
Accounts payable and accrued expenses	627	913
Accrued dividend payable	531	552
Total liabilities	411,022	393,231

COMMITMENTS AND CONTINGENCIES (Note 8)

STOCKHOLDERS' EQUITY:

Preferred stock, \$.01 par value, 10,000,000 shares authorized, none issued	-
---	---