

TF FINANCIAL CORP  
Form 10-Q  
August 14, 2013

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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 period ended June 30, 2013

- 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: 0-24168

TF FINANCIAL CORPORATION  
(Exact Name of Registrant as Specified in Its Charter)

Pennsylvania  
(State or Other Jurisdiction of Incorporation  
or Organization)

74-2705050  
(I.R.S. Employer Identification No.)

3 Penns Trail, Newtown, Pennsylvania  
(Address of Principal Executive Offices)

18940  
(Zip Code)

Registrant's telephone number, including area code: (215) 579-4000

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. (Check one):

Large accelerated filer

Accelerated filer

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

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 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: August 14, 2013

Class	Outstanding
\$.10 par value common stock	3,150,439 shares

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Exhibits

31.1	<u>Certification of CEO pursuant to Section 302 of the Sarbanes-Oxley Act of 2002</u>
31.2	<u>Certification of CFO pursuant of Section 302 of the Sarbanes-Oxley Act of 2002</u>
32.	<u>Certification pursuant of Section 906 of the Sarbanes-Oxley Act of 2002</u>

The following Exhibits are being furnished as part of this report:

101.INS	XBRL Instance Document
101.SCH	XBRL Taxonomy Extension Schema Document
101.CAL	XBRL Taxonomy Extension Calculation Linkbase Document
101.LAB	XBRL Taxonomy Extension Label Linkbase Document
101.PRE	XBRL Taxonomy Extension Presentation Linkbase Document
101.DEF	XBRL Taxonomy Definition Linkbase Document



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## TF FINANCIAL CORPORATION AND SUBSIDIARIES

## PART I-CONSOLIDATED FINANCIAL INFORMATION

## ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS

## CONSOLIDATED BALANCE SHEETS

(Unaudited)

	At	
	June 30, 2013	December 31, 2012
	(in thousands)	
<b>ASSETS</b>		
Cash and cash equivalents	\$ 44,958	\$ 31,137
Investment securities		
Available for sale	97,142	102,284
Held to maturity (fair value of \$1,906 and \$2,271 as of June 30, 2013 and December 31, 2012, respectively)	1,677	1,965
Loans receivable, net	523,039	526,720
Loans receivable, held for sale	1,509	706
Federal Home Loan Bank ("FHLB") stock — at cost	3,846	5,431
Accrued interest receivable	2,422	2,460
Premises and equipment, net	6,546	6,108
Goodwill	4,324	4,324
Bank owned life insurance	18,140	19,109
Other assets	11,178	11,592
<b>TOTAL ASSETS</b>	<b>\$ 714,781</b>	<b>\$ 711,836</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
Deposits	\$ 571,412	\$ 560,315
Advances from the FHLB	52,534	60,656
Advances from borrowers for taxes and insurance	3,295	2,880
Accrued interest payable	888	817
Other liabilities	3,199	4,223
<b>Total liabilities</b>	<b>631,328</b>	<b>628,891</b>
<b>Stockholders' equity</b>		
Preferred stock, no par value; 2,000,000 shares authorized at June 30, 2013 and December 31, 2012, none issued	—	—
Common stock, \$0.10 par value; 10,000,000 shares authorized, 5,290,000 shares issued, 2,842,095 and 2,838,493 shares outstanding at June 30, 2013 and December 31, 2012, respectively, net of shares in treasury of 2,447,905 and 2,451,507, respectively.	529	529
Additional paid-in capital	54,581	54,328
Unearned ESOP shares	(908 )	(970 )
Treasury stock — at cost	(50,821 )	(50,896 )
Retained earnings	81,733	78,984
Accumulated other comprehensive (loss) income	(1,661 )	970
<b>Total stockholders' equity</b>	<b>83,453</b>	<b>82,945</b>

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 714,781	\$ 711,836
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The accompanying notes are an integral part of these statements

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TF FINANCIAL CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF INCOME  
(Unaudited)

	For the three months ended June 30,		For the six months ended June 30,	
	2013	2012	2013	2012
	(in thousands, except per share data)			
Interest income				
Loans, including fees	\$5,963	\$6,231	\$12,029	\$12,428
Investment securities				
Fully taxable	355	667	724	1,296
Exempt from federal taxes	412	430	830	865
Interest-bearing deposits and other	14	—	18	2
<b>TOTAL INTEREST INCOME</b>	<b>6,744</b>	<b>7,328</b>	<b>13,601</b>	<b>14,591</b>
Interest expense				