

COMMUNITY WEST BANCSHARES /
Form 10-Q
August 14, 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 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: 000-23575

COMMUNITY WEST BANCSHARES
(Exact name of registrant as specified in its charter)

California
(State or other jurisdiction of incorporation or organization)

77-0446957
(I.R.S. Employer Identification No.)

445 Pine Avenue, Goleta, California 93117
(Address of principal executive offices) (Zip Code)

(805) 692-5821
(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):

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

Number of shares of common stock of the registrant outstanding as of August 12, 2008: 5,915,130 shares

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<p>The financial statements included in this Form 10-Q should be read with reference to Community West Bancshares' Annual Report on Form 10-K for the fiscal year ended December 31, 2007.</p>		
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CONSOLIDATED BALANCE SHEETS

	June 30, 2008 (unaudited)	December 31, 2007
(in thousands)		
ASSETS		
Cash and due from banks	\$ 5,634	\$ 6,855
Federal funds sold	7,338	2,434
Cash and cash equivalents	12,972	9,289
Time deposits in other financial institutions	677	778
Investment securities available-for-sale, at fair value; amortized cost of \$5,401 at June 30, 2008 and \$12,711 at December 31, 2007	5,390	12,664
Investment securities held-to-maturity, at amortized cost; fair value of \$34,588 at June 30, 2008 and \$25,733 at December 31, 2007	34,415	25,617
Federal Home Loan Bank stock, at cost	5,889	5,734
Federal Reserve Bank stock, at cost	842	812
Loans:		
Loans held for sale, at lower of cost or fair value	122,761	110,415
Loans held for investment, net of allowance for loan losses of \$6,423 at June 30, 2008 and \$4,412 at December 31, 2007	446,384	428,750
Total loans	569,145	539,165
Servicing rights	1,152	1,206
Other assets acquired through foreclosure, net	704	150
Premises and equipment, net	3,985	3,284
Other assets	12,490	11,151
TOTAL ASSETS	\$ 647,661	\$ 609,850
LIABILITIES		
Deposits:		
Non-interest-bearing demand	\$ 36,041	\$ 33,240
Interest-bearing demand	56,433	75,016
Savings	15,705	14,905
Time certificates	377,603	310,578
Total deposits	485,782	433,739
Federal Home Loan Bank advances	105,000	121,000
Other liabilities	6,479	4,952
Total liabilities	597,261	559,691
STOCKHOLDERS' EQUITY		
Common stock, no par value; 10,000,000 shares authorized; 5,915,130 shares issued and outstanding at June 30, 2008 and 5,894,585 at December 31, 2007	31,820	31,636
Retained earnings	18,587	18,551
Accumulated other comprehensive loss, net	(7)	(28)
Total stockholders' equity	50,400	50,159
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 647,661	\$ 609,850

See accompanying notes.

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COMMUNITY WEST BANCSHARES
CONSOLIDATED INCOME STATEMENTS (UNAUDITED)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2008	2007	2008	2007
(dollars in thousands, except per share amounts)				
INTEREST INCOME				
Loans	\$ 10,720	\$ 10,930	\$ 22,080	\$ 21,365
Investment securities	590	459	1,155	903
Other	70	235	156	404
Total interest income	11,380	11,624	23,391	22,672
INTEREST EXPENSE				