

EAGLE BANCORP/MT
Form 10QSB
May 10, 2006

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 10-QSB

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2006

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT

For the transition period from _____ to _____.

Commission file number 0-29687

Eagle Bancorp

(Exact name of small business issuer as specified in its charter)

United States (State or other jurisdiction of incorporation or organization)	81-0531318 (I.R.S. Employer Identification No.)
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1400 Prospect Avenue, Helena, MT 59601

(Address of principal executive offices)

(406) 442-3080

(Issuer's telephone number)

Website address: www.americanfederalsavingsbank.com

Check whether the issuer (1) filed all reports to be filed by Section 13 or 15(d) of the Exchange Act during the past 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 shell company (defined in Rule 12b-2 of the Exchange Act). Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date:

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Common stock, par value \$0.01 per share 1,091,722 shares outstanding
As of May 4, 2006

Transitional Small Business Disclosure Format (Check one): Yes [] No [X]

EAGLE BANCORP AND SUBSIDIARY

TABLE OF CONTENTS

	<u>PAGE</u>
PART I. FINANCIAL INFORMATION	
Item 1. Financial Statements	
Consolidated Statements of Financial Condition as of March 31, 2006 (unaudited) and June 30, 2005	1 and 2
Consolidated Statements of Income for the three and nine months ended March 31, 2006 and 2005 (unaudited)	3 and 4
Consolidated Statements of Changes in Stockholders' Equity for the nine months ended March 31, 2006 (unaudited)	5
Consolidated Statements of Cash Flows for the nine months ended March 31, 2006 and 2005 (unaudited)	6 and 7
Notes to Consolidated Financial Statements	8 to 12
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	13 to 22
Item 3. Controls and Procedures	23
PART II. OTHER INFORMATION	
Item 1. Legal Proceedings	24
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	24
Item 3. Defaults Upon Senior Securities	24
Item 4. Submission of Matters to a Vote of Security-Holders	25
Item 5. Other Information	25
Item 6. Exhibits	25
Signatures	26
Exhibit 31.1	27 and 28
Exhibit 31.2	29 and 30
Exhibit 32.1	31

EAGLE BANCORP AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
(Dollars in Thousands, Except for Per Share Data)

	March 31, 2006 (Unaudited)	June 30, 2005 (Audited)
ASSETS		
Cash and due from banks	\$ 3,327	\$ 3,122
Interest-bearing deposits with banks	883	1,844
Total cash and cash equivalents	4,210	4,966
Investment securities available-for-sale, at market value	66,072	75,227
Investment securities held-to-maturity, at amortized cost	1,070	1,201
Investment in nonconsolidated subsidiary	155	-
Federal Home Loan Bank stock, at cost	1,315	1,315
Mortgage loans held-for-sale	401	2,148
Loans receivable, net of deferred loan fees and allowance for loan losses	129,137	106,839
Accrued interest and dividends receivable	1,180	1,102
Mortgage servicing rights, net	1,775	1,857
Property and equipment, net	6,009	6,242
Cash surrender value of life insurance	5,185	5,049
Real estate acquired in settlement of loans, net of allowance for losses	-	-
Other assets	612	468
Total assets	\$ 217,121	\$ 206,414

See accompanying notes to consolidated financial statements.

EAGLE BANCORP AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION (Continued)
(Dollars in Thousands, Except for Per Share Data)

	March 31, 2006 (Unaudited)	June 30, 2005 (Audited)
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Deposit accounts:		
Noninterest bearing	\$ 12,104	\$ 11,660
Interest bearing	164,539	160,837
Advances from Federal Home Loan Bank	11,010	9,885
Long-term subordinated debentures	5,155	-
Accrued expenses and other liabilities	1,751	1,767
Total liabilities	194,559	184,149
Stockholders' Equity:		
Preferred stock (no par value, 1,000,000 shares authorized, none issued or outstanding)	-	-
Common stock (par value \$0.01 per share; 9,000,000 shares authorized; 1,223,572 shares issued; 1,093,322 and 1,103,972 outstanding at March 31, 2006 and June 30, 2005, respectively)	12	12
Additional paid-in capital	4,247	4,188
Unallocated common stock held by employee stock ownership plan ("ESOP")	(138)	(165)
Treasury stock, at cost (130,250 and 119,600 shares at March 31, 2006 and June 30, 2005, respectively)	(4,472)	(4,048)
Retained earnings	23,707	22,630
Accumulated other comprehensive income (loss)	(794)	(352)
Total stockholders' equity	22,562	22,265
Total liabilities and stockholders' equity	\$ 217,121	\$ 206,414

See accompanying notes to consolidated financial statements.

EAGLE BANCORP AND SUBSIDIARY
 QUARTERLY CONSOLIDATED STATEMENTS OF INCOME
 (Dollars in Thousands, Except for Per Share Data)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2006 (Unaudited)	2005	2006 (Unaudited)	2005
Interest and Dividend Income:				
Interest and fees on loans	\$ 1,978	\$ 1,526	\$ 5,665	\$ 4,498
Interest on deposits with banks	5	4	52	29
FHLB stock dividends	-	6	-	