MVB FINANCIAL CORP Form 10-Q August 11, 2014 Table of Contents

# United States Securities and Exchange Commission

Securities and Exchange Commission
Washington, D.C. 20549
FORM 10-Q
(Mark One)
x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended June 30, 2014
OR
o TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from to .
Commission File number 000-50567

# **MVB Financial Corp.**

(Exact name of registrant as specified in its charter)

20-0034461

(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification No.)

#### 301 Virginia Avenue

Fairmont, West Virginia 26554-2777

(Address of principal executive offices)

#### 304-363-4800

(Registrant s telephone number, including area code)

#### Not Applicable

(Former name, former address, and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant has (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 x No o

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 x No o

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 o

Accelerated filer o

Non-accelerated filer x

Smaller reporting company o

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

State the number of shares outstanding of each of the issuer s classes of common equity, as of the latest practicable date:	
As of August 11, 2014, the number of shares outstanding of the issuer s only class of common stock was 8,083,439.	

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#### MVB Financial Corp.

#### Part I. Financial Information

#### Item 1. Financial Statements

The unaudited interim consolidated financial statements of MVB Financial Corp. (the Company or MVB) and subsidiaries (Subsidiaries) including MVB Bank, Inc. (the Bank or MVB Bank) and its wholly-owned subsidiary Potomac Mortgage Group, Inc., which does business as MVB Mortgage (MVB Mortgage) and MVB Insurance, LLC (MVB Insurance) listed below are included on pages 3-30 of this report.

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#### Part I. Financial Information

#### **Item 1. Financial Statements**

MVB Financial Corp. and Subsidiaries

Consolidated Balance Sheets

(Dollars in thousands except per share data)

Assets Cash and cash equivalents:         Cash and cash equivalents:         Cash and due from banks         \$ 18,093         \$ 28,097           Interest bearing balances         10,026         10,936         39,487         39,487         101,036         10,936         101,036         10,936         101,036         10,936         100,411         39,481         39,482         101,036         10,942         9,427         9,427         101,036         10,942         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,943         10,942         10,942         10,942		June 30 2014 (Unaudited)	December 31 2013 (Note 1)
Cash and due from banks         \$ 18,093         \$ 28,907           Interest bearing balances         10,026         10,936           Crotal cash and cash equivalents         28,119         39,843           Certificates of deposits in other banks         9,427         9,427           Investment securities         90,146         106,411           Securities available-for-sale         90,146         106,411           Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Coars:         734,254         622,305           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         11,719         17,779           Total assets         \$ 1,062,621         \$ 987,060           Liabilities         \$ 1,062,621         \$ 987,060           Liabilities         \$ 684,534         632,475           Non-interest bearing         \$ 682,510         \$ 633,36			
Interest bearing balances         10,026         10,936           Total cash and cash equivalents         28,119         39,843           Certificates of deposits in other banks         9,427         9,427           Investment securities         90,146         106,411           Securities available-for-sale         90,146         106,411           Eccurities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Loans         734,254         622,305           Loss:         (6,241)         (4,935)           Loss:         Allowance for loan losses         66,241         (4,935)           Net loans         728,013         61,330           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,0602           Accrued interest receivable and other assets         9,106,261         987,000           Total assets         5         10,6262         987,000           Labilities         20,336         40,332           Poposits         5         62,510         63,336           Interest bearing         68,453         632,475 <td>Cash and cash equivalents:</td> <td></td> <td></td>	Cash and cash equivalents:		
Total cash and cash equivalents         28,119         39,843           Certificates of deposits in other banks         9,47         9,427           Investments securities:         90,146         106,411           Securities available-for-sale         90,146         106,411           Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Loans.         (6,241)         (4,935)           Less: Allowance for loan losses         (6,241)         (4,935)           Bank premises, furniture and equipment         21,294         16,019           Bank wored life insurance         21,346         16,062           Accrued interest receivable and other assets         1,062,621         987,006           Total deposits         5         62,510         897,006           Non-interest bearing         6         62,510         63,336		\$ 18,093	\$ - )
Certificates of deposits in other banks         9,427         9,427           Investment securities         80,146         106,411           Securities available-for-sale         90,146         106,611           Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Chans:         (6,241)         (4,935)           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank permises, furniture and equipment         21,346         16,062           Accrued interest receivable and other assets         21,310         17,393           Goodwill         17,779         17,779           Total assets         \$1,062,621         \$87,060           Liabilities         \$2,510         \$63,336           Deposits         \$2,510         \$63,336           Interest bearing         \$62,510         \$63,336           Interest bearing         \$64,534         692,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements		10,026	
Nevestment securities   Securities   Available-for-sale   90,146   106,411		28,119	39,843
Securities available-for-sale         90,146         106,411           Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Loans:         734,254         622,305           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank permises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,393           Goodwill         17,779         62,510         63,336         63,336         61,610         63,336         61,611         63,247         63,247         63,247         62,511         62,511         63,247         63,247<		9,427	9,427
Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)         55,978         56,670           Loans held for sale         69,209         89,186           Chans         734,254         622,305           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,310         17,393           Goodwill         17,779         17,779         17,779           Total assets         106,262         987,060           Liabilities         106,262         987,060           Deposits         684,534         632,336           Interest bearing         \$ 62,510         \$ 63,336           Interest bearing         \$ 62,510         \$ 69,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         36,521         81,578           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Stockholders equity         16,334<	Investment securities:		
Loans held for sale         69,209         89,186           Loans:         734,254         622,305           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,799           Goodwill         17,779         17,779           Total assets         1,062,621         \$ 987,060           Liabilities         Personance         8           Deposits         5         62,510         \$ 63,336           Interest bearing         684,534         632,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         9,483         6,878           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Stockholders equity           Preferred stock, par val	Securities available-for-sale	90,146	106,411
Loans:         734,254         622,305           Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,379           Goodwill         17,779         17,779         17,779           Total assets         1,062,621         \$ 987,060           Liabilities         8         62,510         \$ 63,336           Interest bearing         62,510         \$ 63,336           Interest bearing         684,534         632,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         36,521         81,578           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Steckholders equity         8,500           Scheckholders equity         16,334         8,500 <td>Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)</td> <td>55,978</td> <td>56,670</td>	Securities held-to-maturity (fair value of \$55,931 for 2014 and \$54,118 for 2013)	55,978	56,670
Less: Allowance for loan losses         (6,241)         (4,935)           Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,393           Goodwill         17,779         17,779           Total assets         1,062,621         \$ 987,060           Liabilities         Very Common interest bearing         62,510         \$ 63,336           Interest bearing         684,534         632,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         9,483         6,878           Repurchase agreements         36,521         81,578           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Steckholders equity         16,334         8,500           Common stock, par value \$1,10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in	Loans held for sale	69,209	89,186
Net loans         728,013         617,370           Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,793           Goodwill         17,779         17,779           Total assets         \$ 1,062,621         \$ 987,060           Liabilities         **** **** **** **** **** **** **** **	Loans:	734,254	622,305
Bank premises, furniture and equipment         21,294         16,919           Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,393           Goodwill         17,779         17,779         17,779           Total assets         \$ 1,062,621         \$ 987,060           Liabilities           Deposits           Non-interest bearing         684,534         632,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         36,521         81,578           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500           shares issued in 2014 and 2013, respectively         16,334         8,500           Common stock, par value \$1,1000,000,000 shares authorized; 8,083,439 and 7,705,894 shares         16,334         8,500	Less: Allowance for loan losses	(6,241)	(4,935)
Bank owned life insurance         21,346         16,062           Accrued interest receivable and other assets         21,310         17,393           Goodwill         17,779         17,779           Total assets         \$ 1,062,621         \$ 987,060           Liabilities         Poposits           Non-interest bearing         \$ 62,510         \$ 63,336           Interest bearing         684,534         632,475           Total deposits         747,044         695,811           Accrued interest, taxes and other liabilities         9,483         6,878           Repurchase agreements         36,521         81,578           FHLB and other borrowings         125,769         104,647           Subordinated debt         33,437         4,124           Total liabilities         952,254         893,038           Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         16,334         8,500           Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively         8,083         7,706	Net loans	728,013	617,370
Accrued interest receivable and other assets       21,310       17,393         Goodwill       17,779       17,779         Total assets       \$ 1,062,621       \$ 987,060         Liabilities         Deposits         Non-interest bearing       \$ 62,510       \$ 63,336         Interest bearing       684,534       632,475         Total deposits       747,044       695,811         Accrued interest, taxes and other liabilities       9,483       6,878         Repurchase agreements       36,521       81,578         FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         Shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       8,083       7,706	Bank premises, furniture and equipment	21,294	16,919
Goodwill         17,779         17,779           Total assets         1,062,621         \$ 987,060           Liabilities         Use of the color o		21,346	16,062
Total assets         \$ 1,062,621 \$ 987,060           Liabilities         Deposits           Non-interest bearing         \$ 62,510 \$ 63,336           Interest bearing         684,534 \$ 632,475           Total deposits         747,044 \$ 695,811           Accrued interest, taxes and other liabilities         9,483 \$ 6,878           Repurchase agreements         36,521 \$ 81,578           FHLB and other borrowings         125,769 \$ 104,647           Subordinated debt         33,437 \$ 4,124           Total liabilities         952,254 \$ 893,038           Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500 shares issued in 2014 and 2013, respectively         16,334 \$ 8,500           Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively         8,083 \$ 7,706	Accrued interest receivable and other assets	21,310	17,393
Liabilities         Deposits         Non-interest bearing       \$ 62,510 \$ 63,336         Interest bearing       684,534 632,475         Total deposits       747,044 695,811         Accrued interest, taxes and other liabilities       9,483 6,878         Repurchase agreements       36,521 81,578         FHLB and other borrowings       125,769 104,647         Subordinated debt       33,437 4,124         Total liabilities       952,254 893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334 8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083 7,706	Goodwill	17,779	17,779
Deposits   Search	Total assets	\$ 1,062,621	\$ 987,060
Non-interest bearing         \$ 62,510 \$         \$ 63,336           Interest bearing         684,534 \$         632,475           Total deposits         747,044 \$         695,811           Accrued interest, taxes and other liabilities         9,483 \$         6,878           Repurchase agreements         36,521 \$         81,578           FHLB and other borrowings         125,769 \$         104,647           Subordinated debt         33,437 \$         4,124           Total liabilities         952,254 \$         893,038           Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500 shares issued in 2014 and 2013, respectively         16,334 \$         8,500           Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively         8,083 \$         7,706	Liabilities		
Non-interest bearing         \$ 62,510 \$         \$ 63,336           Interest bearing         684,534 \$         632,475           Total deposits         747,044 \$         695,811           Accrued interest, taxes and other liabilities         9,483 \$         6,878           Repurchase agreements         36,521 \$         81,578           FHLB and other borrowings         125,769 \$         104,647           Subordinated debt         33,437 \$         4,124           Total liabilities         952,254 \$         893,038           Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500 shares issued in 2014 and 2013, respectively         16,334 \$         8,500           Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively         8,083 \$         7,706	Deposits		
Interest bearing       684,534       632,475         Total deposits       747,044       695,811         Accrued interest, taxes and other liabilities       9,483       6,878         Repurchase agreements       36,521       81,578         FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       8,083       7,706		\$ 62,510	\$ 63,336
Total deposits       747,044       695,811         Accrued interest, taxes and other liabilities       9,483       6,878         Repurchase agreements       36,521       81,578         FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity       Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706		684,534	632,475
Repurchase agreements       36,521       81,578         FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706		747,044	695,811
Repurchase agreements       36,521       81,578         FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706	•		
FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       8,083       7,706	Accrued interest, taxes and other liabilities	9,483	6,878
FHLB and other borrowings       125,769       104,647         Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares       8,083       7,706	Repurchase agreements	36,521	81,578
Subordinated debt       33,437       4,124         Total liabilities       952,254       893,038         Stockholders equity         Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500         shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706		125,769	104,647
Stockholders equity           Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500 shares issued in 2014 and 2013, respectively         16,334         8,500           Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively         8,083         7,706		33,437	4,124
Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500       16,334       8,500         Shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706	Total liabilities	952,254	893,038
Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500       16,334       8,500         Shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706			
Preferred stock, par value \$1,000; 20,783 and 20,000 shares authorized and 9,283 and 8,500       16,334       8,500         Shares issued in 2014 and 2013, respectively       16,334       8,500         Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively       8,083       7,706	Stockholders equity		
shares issued in 2014 and 2013, respectively  Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively  8,083  7,706			
Common stock, par value \$1; 10,000,000 shares authorized; 8,083,439 and 7,705,894 shares issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively 8,083 7,706		16,334	8,500
issued; and 8,032,362 and 7,654,817 shares outstanding in 2014 and 2013, respectively 8,083 7,706			
		8,083	7,706
		74,161	,

Retained earnings	15,110	13,343
Accumulated other comprehensive loss	(2,237)	(2,961)
Treasury stock, 51,077 shares, at cost	(1,084)	(1,084)
Total stockholders equity	110,367	94,022
Total liabilities and stockholders equity	\$ 1,062,621 \$	987,060

See accompanying notes to unaudited financial statements.

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MVB Financial Corp. and Subsidiaries

Consolidated Statements of Income

(Unaudited) (Dollars in thousands except per share data)

	Six Months Ended June 30			Th	Three Months Ended June 30			
	2014	June 50	2013	2014	June 50	2013		
Interest income								
Interest and fees on loans	\$ 14,8	70 \$	10,898	\$ 7	7,831 \$	5,528		
Interest on deposits with other banks		97	97		51	52		
Interest on investment securities taxable		69	554		358	275		
Interest on tax exempt loans and securities	1,5	11	971		757	489		
Total interest income	17,2	47	12,520	8	3,997	6,344		
Interest expense								
Deposits	2,7	79	1,856	1	,681	949		
Repurchase agreements	2	33	271		107	148		
FHLB and other borrowings	5	59	491		296	229		
Subordinated debt		45	39		26	19		
Total interest expense	3,6	16	2,657	2	2,110	1,345		
Net interest income	13,6	31	9,863	6	5,887	4,999		
Provision for loan losses	1,4	08	1,667		889	667		
Net interest income after provision for loan								
losses	12,2	23	8,196	5	5,998	4,332		
Noninterest income								
Service charges on deposit accounts	2	59	306		139	169		
Income on bank owned life insurance		55	224		127	132		
Visa debit card income		25	262		173	139		
Gain on loans held for sale	8,7		12,358	Δ	1,992	7,430		
Capitalized servicing retained income		41	656		85	318		
Insurance income	1,7		211		749	122		
Gain on sale of securities		25	82		125	81		
Gain (loss) on derivatives		39	699		604	(178)		
Other operating income		54	809		380	410		
Total noninterest income	13,3		15,607	7	7,374	8,623		
			,,	·	,	3,220		
Noninterest expense								
Salary and employee benefits	14,7		13,657	7	7,932	7,437		
Occupancy expense	1,2		910		663	480		
Equipment depreciation and maintenance		35	575		363	247		
Data processing		65	451		385	246		
Mortgage processing	1,1		1,185		569	678		
Visa debit card expense		77	213		139	111		
Advertising		27	569		347	333		
Legal and accounting fees		64	385		144	183		
Printing, stationery and supplies		31	250		116	162		
Consulting fees		90	225		179	105		
FDIC insurance		39	274		189	135		
Travel		22	212		168	127		
Other operating expenses	1,8		1,482		994	739		
Total noninterest expense	23,0	24	20,388	12	2,188	10,983		

Income before income taxes	2,580	3,415	1,184	1,972
Income tax expense	453	743	215	488
Net income	\$ 2,127	\$ 2,672	\$ 969	\$ 1,484
Preferred dividends	43	43	22	22
Net income available to common shareholders	\$ 2,084	\$ 2,629	\$ 947	\$ 1,462