

Cullman Bancorp, Inc.
Form 10-Q
August 11, 2011
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

x **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the Quarterly Period ended June 30, 2011

Or

.. **TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For transition period from to

Commission File Number 000-53801

Cullman Bancorp, Inc.

(Exact Name of Registrant as Specified in Charter)

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Federal
(State of Other Jurisdiction)

63-0052835
(I.R.S Employer)

of Incorporation)

Identification Number)

316 Second Avenue S.W., Cullman, Alabama
(Address of Principal Executive Officer)

35055
(Zip Code)

256-734-1740

Registrant's telephone number, including area code

Not Applicable

(Former name or former address, if changed since last report)

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 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, or a non-accelerated filer, or a smaller reporting company. See 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

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

Indicate the number of shares outstanding of each of the Issuer's classes of common stock as of the latest practicable date.

2,561,996 of Common Stock, par value \$.01 per share, were issued and outstanding as of August 11, 2011.

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CULLMAN BANCORP, INC.

Form 10-Q Quarterly Report

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(All amounts in thousands, except share and per share data)

	June 30, 2011 (Unaudited)	December 31, 2010
ASSETS		
Cash and cash equivalents	\$ 1,957	\$ 2,368
Federal funds sold	14,861	174
Cash and cash equivalents	16,818	2,542
Securities available for sale	23,893	24,117
Loans, net of allowance of \$1,009 and \$854, respectively	173,804	177,317
Loans held for sale		320
Premises and equipment, net	10,787	10,612
Foreclosed real estate	1,702	1,997
Accrued interest receivable	1,124	1,157
Restricted equity securities	2,545	2,595
Bank owned life insurance	2,403	2,349
Other assets	760	849
Total assets	\$ 233,836	\$ 223,855
LIABILITIES AND SHAREHOLDERS EQUITY		
Deposits		
Non-interest bearing	\$ 10,721	\$ 6,188
Interest bearing	134,156	130,211
Total deposits	144,877	136,399
Federal Home Loan Bank advances	47,000	47,000
Long-term debt	816	816
Accrued interest payable and other liabilities	1,612	1,370
Total liabilities	194,305	185,585
Shareholders' equity		
Common stock, \$0.01 par value; 20,000,000 shares authorized; 2,561,996 and 2,512,750 shares outstanding, respectively, at June 30, 2011 and December 31, 2010	26	25
Additional paid-in capital	10,389	10,330
Retained earnings	30,024	29,134
Accumulated other comprehensive income (loss)	79	(232)
Unearned ESOP shares, at cost	(862)	(887)
Amount reclassified on ESOP shares	(125)	(100)

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Total shareholders' equity	39,531	38,270
Total liabilities and shareholders' equity	\$ 233,836	\$ 223,855

See accompanying notes to the consolidated financial statements

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CULLMAN BANCORP, INC.

CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME

(Unaudited)

(All amounts in thousands, except share and per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Interest and dividend income:				
Loans, including fees	\$ 2,715	\$ 2,813	\$ 5,484	\$ 5,572
Securities, taxable	222	238	449	465
Federal funds sold and other	8	4	14	8
Total interest income	2,945	3,055	5,947	6,045
Interest expense:				
Deposits	422	527	863	1,067
Federal Home Loan Bank advances and other borrowings	429	514	853	1,025
Total interest expense	851	1,041	1,716	2,092
Net interest income	2,094	2,014	4,231	3,953
Provision for loan losses	107	76	199	133
Net interest income after provision for loan losses	1,987	1,938	4,032	3,820
Noninterest income:				
Service charges on deposit accounts	102	110	202	220
Income on bank owned life insurance	27	28	53	54
Gain on sales of mortgage loans	42	86	99	150
Net gain on sales of securities				11
Other	13	13	28	25
Total noninterest income	184	237	382	460
Noninterest expense:				
Salaries and employee benefits	826	764	1,592	1,443
Occupancy and equipment	143	165	300	330
Data processing	121	124	253	251
Professional and supervisory fees	92	118	233	213
Office expense	30	33	64	56
Advertising	13	17	34	30
FDIC deposit insurance	38	29	70	66
Losses on foreclosed real estate	86	90	136	164
Other	49	61	131	135
Total noninterest expense	1,398	1,401	2,813	2,688
Income before income taxes	773	774	1,601	1,592

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Income tax expense	283	264	586	564
Net income	\$ 490	\$ 510	\$ 1,015	\$ 1,028
Other comprehensive income, net of tax				
Unrealized gain on securities available for sale, net of tax	\$ 364	\$ 117	\$ 311	\$ 149
Reclassification adjustment for gains realized in income, net of tax		(1)		(8)
Other comprehensive income	364	116	311	141
Comprehensive income	\$ 854	\$ 626	\$ 1,326	\$ 1,169
Earnings per share: (Note 3)				