

TREATY OAK BANCORP INC  
Form 10QSB  
February 14, 2008

## UNITED STATES

# SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

## FORM 10-QSB

- QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the quarterly period ended December 31, 2007**

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

Commission File Number: 333-112325

## **Treaty Oak Bancorp, Inc.**

(Exact name of registrant as specified in its charter)

**Texas**

(State or other jurisdiction of  
corporation or organization)

**20-0413144**

(I.R.S. Employer Identification Number)

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**101 Westlake Drive, Austin, Texas**

(Address of Principal Executive Offices)

**78746**

(Zip Code)

**(512) 617-3600**

(Registrant's telephone number, including area code)

Indicate by check mark whether the issuer (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.0**

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

**Yes 0 No.x**

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of the close of business on February 14, 2008.

\$0.01 Par Value Common Stock

2,969,739 shares

Transitional Small Business Disclosure Format (Check one):

**Yes. 0 No x**

**QUARTERLY REPORT ON FORM 10-QSB**  
**FOR THE PERIOD ENDED DECEMBER 31, 2007**

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This Form 10-QSB contains forward-looking statements consisting of estimates with respect to the financial condition, results of operations, and other business of Treaty Oak Bancorp, Inc., that are subject to various factors which could cause actual results to differ materially from those estimates. Factors that could influence the estimates include changes in the national, regional, and local market conditions, legislative and regulatory conditions, and an adverse interest rate environment.

## Treaty Oak Bancorp, Inc.

## Consolidated Balance Sheets (unaudited)

December 31, 2007 and September 30, 2007

(Dollars In Thousands, Except Par Value and Share Amounts)

ASSETS	December 31, 2007	September 30, 2007 (1)
Cash and cash items	\$ 337	\$ 435
Due from banks	5,079	2,670
Federal funds sold	14,190	19,224
Total cash and cash equivalents	19,606	22,329
Securities available for sale	6	7
Securities held to maturity, fair value of \$1,214 and \$354, respectively	1,209	354
Investment in Federal Home Loan Bank stock, at cost	242	224
Investment in Independent Banker s Financial Corporation stock, at cost	102	102
Due from time deposits	1,198	198
Loans, net	85,071	83,333
Premises and equipment, net	6,229	6,044
Accrued interest receivable	637	686
Goodwill and other intangibles, net	1,193	1,195
Other assets	692	814
Total assets	\$ 116,185	\$ 115,286
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>		
Deposits:		
Noninterest-bearing demand	\$ 21,743	\$ 30,158
NOW, money market and savings	46,492	36,371
Time deposits	29,613	30,188
Total deposits	97,848	96,717
Accounts payable and accrued expenses	305	413
Accrued interest payable	269	214
Notes payable	2,588	2,604
Other liabilities	31	28
Total liabilities	101,041	99,976
Shareholders equity:		
Preferred stock, \$0.01 par value; 1,000,000 shares authorized; none issued		
Common stock, \$0.01 par value; 20,000,000 shares authorized; 2,980,948 and 2,962,484, respectively, issued	30	30
Paid-in capital	18,873	18,758
Accumulated deficit	(3,654)	(3,428)
Less shares held in treasury, at cost (11,209 and 6,003 shares, respectively)	(105)	(50)
Total shareholders equity	15,144	15,310
Total liabilities and shareholders equity	\$ 116,185	\$ 115,286

See Notes to Consolidated Financial Statements (unaudited)

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(1) Derived from Audited Consolidated Financial Statement

**Treaty Oak Bancorp, Inc.**

**Consolidated Statements of Operations (unaudited)**

**Three Months Ended December 31, 2007 and 2006**

**(Dollars In Thousands, Except Share and Per Share Amounts)**

	<b>Three Months Ended December 31, 2007</b>	<b>Three Months Ended December 31, 2006</b>
Interest income:		
Loans, including fees	\$ 1,816	\$ 1,545
Taxable securities	33	14
Interest on deposits with other banks	30	
Federal funds sold		