GERMAN AMERICAN BANCORP, INC. Form 10-Q August 06, 2010

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-0

I ORW I	0-Q
(Mark One) x Quarterly Report pursuant to Section 13 or 15(d) of the Period Ended June 30, 2010	ne Securities Exchange Act of 1934 for the Quarterly
Or	
o Transition Report pursuant to Section 13 or 15(d) of the Period from to	he Securities Exchange Act of 1934 for the Transition
Commission File Number 001-15877	
German American (Exact name of registrant as	•
Indiana (State or other jurisdiction of incorporation or organization)	35-1547518 (I.R.S. Employer Identification No.)
711 Main Street, Jaspe (Address of Principal Executive	
Registrant's telephone number, including area code: (812) 482	2-1314
Indicate by check mark whether the registrant (1) has filed all Securities Exchange Act of 1934 during the preceding 12 m required to file such reports), and (2) has been subject to such	onths (or for such shorter period that the registrant was
YES x NO o	
Indicate by check mark whether the registrant has submitted every Interactive Data File required to be submitted and post preceding 12 months (or for such shorter period that the regist	sted pursuant to Rule 405 of Regulation S-T during the
YES x NO o	
Indicate by check mark whether the registrant is a large acceleration or a smaller reporting company:	lerated filer, an accelerated filer, a non-accelerated filer,

Large accelerated filer o Accelerated filer x Non-accelerated filer o

Smaller reporting company o

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act): YES o NO x

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

Class
Common Stock, no par value

Outstanding at August 2, 2010 11,104,918

CAUTION REGARDING FORWARD-LOOKING STATEMENTS AND ASSOCIATED RISKS

Information included in or incorporated by reference in this Quarterly Report on Form 10-Q, our other filings with the Securities and Exchange Commission (the "SEC") and our press releases or other public statements, contains or may contain "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Please refer to the discussions of our forward-looking statements and associated risks in our annual report on Form 10-K for the year ended December 31, 2009, in Item 1, "Business – Forward-Looking Statements and Associated Risks" and our discussion of risk factors in Item 1A, "Risk Factors" of that annual report on Form 10-K, as updated from time to time in our subsequent SEC filings, including by Item 1A of Part II of this Report and by Item 2 of Part I of this Report ("Management's Discussion and Analysis of Financial Condition and Results of Operations") at the conclusion of that Item 2 under the heading "Forward-Looking Statements and Associated Risks."

INDEX

PART I.	FINANCIAL INFORMATION	3
Item 1.	Financial Statements	3
	Consolidated Balance Sheets – June 30, 2010 and December 31, 2009	3
	Consolidated Statements of Income and Comprehensive Income - Three Months Ended June 30, 2010 and 2009	4
	Consolidated Statements of Income and Comprehensive Income - Six Months Ended June 30, 2010 and 2009	5
	Consolidated Statements of Cash Flows – Six Months Ended June 30, 2010 and 2009	6
	Notes to Consolidated Financial Statements – June 30, 2010	7-19
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	20-30
Item 3.	Quantitative and Qualitative Disclosures About Market Risk	30
Item 4.	Controls and Procedures	31
PART II.	OTHER INFORMATION	32
Item 1A.	Risk Factors	32
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	32
Item 5.	Other Information	32-33
Item 6.	Exhibits	33
SIGNATU	URES	34
INDEX O	F EXHIBITS	35
2		

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

GERMAN AMERICAN BANCORP, INC. CONSOLIDATED BALANCE SHEETS

(unaudited, dollars in thousands except share and per share data)

ASSETS Cash and Due from Banks \$ 16,052 Cederal Funds Sold and Other Short-term Investments 19,399 12,002 Cash and Cash Equivalents 36,509 28,054 Securities Available-for-Sale, at Fair Value 298,555 250,940 Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 5,706 Loans Held-for-Sale 914,667 879,475 Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intagible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,006 Accrued Interest Receivable and Other Assets 15,267 Total Deposits		June 30, 2010		De	ecember 31, 2009
Federal Funds Sold and Other Short-term Investments 19,399 12,002 Cash and Cash Equivalents 36,509 28,054 Securities Available-for-Sale, at Fair Value 298,555 250,940 Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 \$7,060 Loans 914,667 879,475 Less: Unearned Income (1,729) (1,633) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,818 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 15,68 15,68 Interest-bearing Demand	ASSETS				
Cash and Cash Equivalents 36,509 28,054 Securities Available-for-Sale, at Fair Value 298,555 250,940 Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,386 2,774 Loans Held-for-Sale 10,768 5,706 Loans 914,667 879,475 Less: Unearned Income (10,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 166,922 \$ 155,268 Interest-bearing Demand Deposits \$ 66,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 52,438 484,699	Cash and Due from Banks	\$	17,110	\$	16,052
Sccurities Available-for-Sale, at Fair Value 298,555 250,940 Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 5,706 Loans 914,667 879,475 Less: Unearned Income (10,813) (11,016) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 1,340,928 1,242,965 LIABILITIES 1,340,928 1,242,965 LIABILITIES 1,049,856 969,643 Time Deposits 1,049,856 969,643 Interest-bearing Demand, Savings, and Money Market Acc	Federal Funds Sold and Other Short-term Investments		19,399		12,002
Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 5,706 Loans Held-for-Sale 10,667 879,475 Less: Unearned Income (1,729 (1,653) Allowance for Loan Losses (10,813 (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Goodwill 9,835 9,655 Intangible Assets 3,305 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,292 \$155,268 Interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,20,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued 11,105 11,077 Common Stock, no par value; \$1 stated value; 20,000,000 shares authorized 69,020 68,816 Retained Earnings 32,595 29,041	Cash and Cash Equivalents		36,509		28,054
Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30, 2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 5,706 Loans Held-for-Sale 10,667 879,475 Less: Unearned Income (1,729 (1,653) Allowance for Loan Losses (10,813 (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Goodwill 9,835 9,655 Intangible Assets 3,305 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,292 \$155,268 Interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,20,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued 11,105 11,077 Common Stock, no par value; \$1 stated value; 20,000,000 shares authorized 69,020 68,816 Retained Earnings 32,595 29,041					
2010 and December 31, 2009, respectively) 1,886 2,774 Loans Held-for-Sale 10,768 5,706 Loans 914,667 879,475 Less: Unearmed Income (1,729) 1,653 Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 13,40,928 \$ 1,242,965 LIABILITIES \$ 166,922 \$ 155,268 Non-interest-bearing Demand Deposits \$ 26,922 \$ 26,782 Interest-bearing Demand, Savings, and Money Market Accounts \$ 22,438 484,699 Time Deposits 300,496 329,676	Securities Available-for-Sale, at Fair Value		298,555		250,940
Loans 10,768 5,706 Loans 914,667 879,475 Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,928 1,242,965 LIABILITIES Non-interest-bearing Demand Deposits 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121	Securities Held-to-Maturity, at Cost (Fair value of \$1,899 and \$2,801 on June 30,				
Loans 914,667 879,475 Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,298 1,242,965 LIABILITIES 166,922 \$ 155,268 Interest-bearing Demand Deposits 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTA	2010 and December 31, 2009, respectively)		1,886		2,774
Loans 914,667 879,475 Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,298 1,242,965 LIABILITIES 166,922 \$ 155,268 Interest-bearing Demand Deposits 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTA					
Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,928 1,242,965 LIABILITIES Son-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$22,438 484,699 Time Deposits 360,492 39,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,	Loans Held-for-Sale		10,768		5,706
Less: Unearned Income (1,729) (1,653) Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS 1,340,928 1,242,965 LIABILITIES Son-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$22,438 484,699 Time Deposits 360,492 39,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,					
Allowance for Loan Losses (10,813) (11,016) Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES \$166,922 \$155,268 Interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$22,438 484,699 Time Deposits \$360,496 329,676 Total Deposits \$157,861 148,121 Accrued Interest Payable and Other Liabilities \$13,054 \$1,652 TOTAL LIABILITIES \$1,049,856 969,643 FHILB Advances and Other Borrowings \$157,861 148,121	Loans		914,667		879,475
Loans, Net 902,125 866,806 Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES \$166,922 \$155,268 Interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$22,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY 2 2 1,1,077 </td <td>Less: Unearned Income</td> <td></td> <td>(1,729)</td> <td></td> <td>(1,653)</td>	Less: Unearned Income		(1,729)		(1,653)
Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost 10,621 10,621 Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 1,340,928 \$ 1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Common Stock, no par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value; \$1 stated value; 20,000,000 share	Allowance for Loan Losses		(10,813)		(11,016)
Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 1,340,928 \$ 1,242,965 LIABILITIES \$ 166,922 \$ 155,268 Interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$ 22,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY - - Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued - - Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized	Loans, Net		902,125		866,806
Premises, Furniture and Equipment, Net 26,182 22,153 Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 1,340,928 \$ 1,242,965 LIABILITIES \$ 166,922 \$ 155,268 Interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$ 22,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY - - Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued - - Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized					
Other Real Estate 1,822 2,363 Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$ 1,340,928 \$ 1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 <td< td=""><td>Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost</td><td></td><td>10,621</td><td></td><td>10,621</td></td<>	Stock in FHLB of Indianapolis and Other Restricted Stock, at Cost		10,621		10,621
Goodwill 9,835 9,655 Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued ————————————————————————————————————	Premises, Furniture and Equipment, Net		26,182		22,153
Intangible Assets 3,056 2,618 Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Other Real Estate		1,822		2,363
Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Goodwill		9,835		9,655
Company Owned Life Insurance 24,400 24,008 Accrued Interest Receivable and Other Assets 15,169 17,267 TOTAL ASSETS \$1,340,928 \$1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$166,922 \$155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Intangible Assets		3,056		2,618
TOTAL ASSETS \$ 1,340,928 \$ 1,242,965 LIABILITIES Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041			24,400		24,008
LIABILITIES Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts \$ 522,438 484,699 Time Deposits \$ 360,496 329,676 Total Deposits \$ 1,049,856 969,643 FHLB Advances and Other Borrowings \$ 157,861 \$ 148,121 Accrued Interest Payable and Other Liabilities \$ 13,054 \$ 11,652 TOTAL LIABILITIES \$ 1,220,771 \$ 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; \$00,000 shares authorized, no shares issued — Common Stock, no par value, \$1 stated value; \$20,000,000 shares authorized \$ 11,105 \$ 11,077 Additional Paid-in Capital \$ 69,020 \$ 68,816 Retained Earnings \$ 32,595 \$ 29,041	Accrued Interest Receivable and Other Assets		15,169		17,267
Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	TOTAL ASSETS	\$	1,340,928	\$	1,242,965
Non-interest-bearing Demand Deposits \$ 166,922 \$ 155,268 Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041					
Interest-bearing Demand, Savings, and Money Market Accounts 522,438 484,699 Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings 32,595 29,041	LIABILITIES				
Time Deposits 360,496 329,676 Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Non-interest-bearing Demand Deposits	\$	166,922	\$	155,268
Total Deposits 1,049,856 969,643 FHLB Advances and Other Borrowings 157,861 148,121 Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — — — Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized 11,105 11,077 Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Interest-bearing Demand, Savings, and Money Market Accounts		522,438		484,699
FHLB Advances and Other Borrowings Accrued Interest Payable and Other Liabilities TOTAL LIABILITIES 13,054 11,652 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings 157,861 148,121 1,052 1,220,771 1,129,416	Time Deposits		360,496		329,676
Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — — — — — — — — — — — — — — — — — —	Total Deposits		1,049,856		969,643
Accrued Interest Payable and Other Liabilities 13,054 11,652 TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued — — — — — — — — — — — — — — — — — — —					
TOTAL LIABILITIES 1,220,771 1,129,416 SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings 1,220,771 1,129,416 1,105 11,077 69,020 68,816 Retained Earnings	FHLB Advances and Other Borrowings		157,861		148,121
SHAREHOLDERS' EQUITY Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings 500,000 shares authorized 11,105 11,077 69,020 68,816 Retained Earnings 32,595 29,041	Accrued Interest Payable and Other Liabilities		13,054		11,652
Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings	TOTAL LIABILITIES		1,220,771		1,129,416
Preferred Stock, \$10 par value; 500,000 shares authorized, no shares issued Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized Additional Paid-in Capital Retained Earnings - — — — — — — — — — — — — — — — — — —					
Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized11,10511,077Additional Paid-in Capital69,02068,816Retained Earnings32,59529,041	SHAREHOLDERS' EQUITY				
Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041			_	_	
Additional Paid-in Capital 69,020 68,816 Retained Earnings 32,595 29,041	Common Stock, no par value, \$1 stated value; 20,000,000 shares authorized		11,105		11,077
Retained Earnings 32,595 29,041			69,020		68,816
	Retained Earnings		32,595		29,041
	Accumulated Other Comprehensive Income, Net of Tax		7,437		4,615

TOTAL SHAREHOLDERS' EQUITY	120,157	113,549
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 1,340,928 \$	1,242,965
End of period shares issued and outstanding	11,104,918	11,077,382

See accompanying notes to consolidated financial statements.

GERMAN AMERICAN BANCORP, INC. CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME

(unaudited, dollars in thousands except share and per share data)

	Three Months Ended			
			e 30,	
	201	0	200	9
INTEREST INCOME				
Interest and Fees on Loans	\$	13,194	\$	13,473
Interest on Federal Funds Sold and Other Short-term Investments		27		22
Interest and Dividends on Securities:				
Taxable		2,462		2,151
Non-taxable		258		277
TOTAL INTEREST INCOME		15,941		15,923
INTEREST EXPENSE		• 60.6		2 22 7
Interest on Deposits		2,686		3,335
Interest on FHLB Advances and Other Borrowings		1,340		1,471
TOTAL INTEREST EXPENSE		4,026		4,806
NET DEPEND NO ME		11.015		11 117
NET INTEREST INCOME		11,915		11,117
Provision for Loan Losses		1,000		1,000
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES		10,915		10,117
NON INTERFECT INCOME				
NON-INTEREST INCOME		205		457
Trust and Investment Product Fees		395		457
Service Charges on Deposit Accounts		1,075		1,080
Insurance Revenues		1,083		1,290
Company Owned Life Insurance		186		200
Other Operating Income		553		368
Net Gains on Sales of Loans		499		461
Net Gain (Loss) on Securities		2.701	_	(34)
TOTAL NON-INTEREST INCOME		3,791		3,822
NON-INTEREST EXPENSE				
		5,288		5,515
Salaries and Employee Benefits		835		816
Occupancy Expense		600		654
Furniture and Equipment Expense FDIC Premiums		336		885
Data Processing Fees		365		344
Professional Fees		524		405
Advertising and Promotion		273		199
· · · · · · · · · · · · · · · · · · ·		246		142
Supplies Intangible Amortization		247		221
Other Operating Expenses		1,188		1,052
TOTAL NON-INTEREST EXPENSE		9,902		10,233
TO THE MOINTINI ENDE		7,902		10,233
Income before Income Taxes		4,804		3,706
Income Tax Expense		1,396		942
THEOTHE TAX EXPENSE		1,390		942

Edgar Filing: GERMAN AMERICAN BANCORP, INC. - Form 10-Q

NET INCOME	\$	3,408	\$	2,764	
COMPREHENSIVE INCOME	\$	5,331	\$	2,092	
Earnings Per Share and Diluted Earnings Per Share	\$	0.31	\$	0.25	
Dividends Per Share	\$	0.14		0.14	
See accompanying notes to consolidated financial statements.					

GERMAN AMERICAN BANCORP, INC. CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME

(unaudited, dollars in thousands except share and per share data)

	Six Months Ended		
	June 30,		
	2010	2009	
INTEREST INCOME			
Interest and Fees on Loans	\$ 26,033	\$ 26,867	
Interest on Federal Funds Sold and Other Short-term Investments	36	39	
Interest and Dividends on Securities:			
Taxable	4,927	4,341	
Non-taxable Non-taxable	528	533	
TOTAL INTEREST INCOME	31,524	31,780	
INTEREST EXPENSE			
Interest on Deposits	5,298	7,340	
Interest on FHLB Advances and Other Borrowings	2,662	2,682	
TOTAL INTEREST EXPENSE	7,960	10,022	
NET INTEREST INCOME	23,564	21,758	
Provision for Loan Losses	2,500	1,750	
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	21,064	20,008	
NON-INTEREST INCOME			
Trust and Investment Product Fees	786	847	
Service Charges on Deposit Accounts	2,021	2,140	
Insurance Revenues	2,769	2,777	
Company Owned Life Insurance	388	438	
Other Operating Income	1,589	872	
Net Gains on Sales of Loans	817	1,026	
Net Gain (Loss) on Securities	_	$- \qquad (34)$	
TOTAL NON-INTEREST INCOME	8,370	8,066	