

CAMDEN NATIONAL CORP
Form 10-Q
May 07, 2010
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended March 31, 2010

OR

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

Commission File No. 0-28190

CAMDEN NATIONAL CORPORATION
(Exact name of registrant as specified in its charter)

MAINE
(State or other jurisdiction of
incorporation or organization)

01-0413282
(I.R.S. Employer
Identification No.)

2 ELM STREET, CAMDEN, ME
(Address of principal executive offices)

04843
(Zip Code)

Registrant's telephone number, including area code: (207) 236-8821

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 periods 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 (§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 No

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):

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Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a 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 practical date:

Outstanding at May 7, 2010: Common stock (no par value) 7,656,653 shares.

CAMDEN NATIONAL CORPORATION

FORM 10-Q FOR THE QUARTER ENDED MARCH 31, 2010
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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

The Shareholders and Board of Directors
Camden National Corporation

We have reviewed the accompanying interim consolidated financial information of Camden National Corporation and Subsidiaries as of March 31, 2010, and for the three-month periods ended March 31, 2010 and 2009. These financial statements are the responsibility of the Company's management.

We conducted our reviews in accordance with standards of the Public Company Accounting Oversight Board (United States). A review of interim financial information consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit in accordance with standards of the Public Company Accounting Oversight Board (United States), the objective of which is to express an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements for them to be in conformity with accounting principles generally accepted in the United States of America.

/s/ Berry, Dunn, McNeil & Parker
Berry, Dunn, McNeil & Parker

Bangor, Maine
May 7, 2010

CAMDEN NATIONAL CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CONDITION

| (In Thousands, Except Number of Shares) | March 31, 2010 (unaudited) | December 31, 2009 |
|---|----------------------------------|----------------------|
| ASSETS | | |
| Cash and due from banks | \$ 29,899 | \$ 29,772 |
| Securities | | |
| Securities available for sale, at fair value | 460,702 | 479,708 |
| Securities held to maturity, at amortized cost (fair value \$39,462 and \$39,639 at March 31, 2010 and December 31, 2009, respectively) | 37,900 | 37,914 |
| Federal Home Loan Bank and Federal Reserve Bank stock, at cost | 21,965 | 21,965 |
| Total securities | 520,567 | 539,587 |
| Trading account assets | 1,794 | 1,725 |
| Loans | 1,530,067 | 1,526,758 |
| Less allowance for loan losses | (21,379) | (20,246) |
| Net loans | 1,508,688 | 1,506,512 |
| Goodwill and other intangible assets | 46,254 | 46,398 |
| Bank-owned life insurance | 42,049 | 41,677 |
| Premises and equipment, net | 26,563 | 26,054 |
| Deferred tax asset | 10,268 | 10,317 |
| Prepaid FDIC assessment | 7,635 | 8,197 |
| Interest receivable | 7,500 | 7,236 |
| Other real estate owned | 5,201 | 5,479 |
| Other assets | 12,138 | 12,429 |
| Total assets | \$ 2,218,556 | \$ 2,235,383 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Liabilities | | |
| Deposits: | | |
| Demand | \$ 184,449 | \$ 193,549 |
| Interest checking, savings and money market | 691,186 | 675,681 |
| Retail certificates of deposit | 538,832 | 545,789 |
| Brokered deposits | 86,563 | 80,788 |
| Total deposits | 1,501,030 | 1,495,807 |
| Federal Home Loan Bank advances | | |