

Village Bank & Trust Financial Corp.
Form SC 13D/A
May 17, 2018

SECURITIES & EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 13D

Amendment No. 1

Under the Securities Exchange Act of 1934

Village Bank and Trust Financial Corp.

(Name of Issuer)

Common Stock

(Title of Class of Securities)

92705T200

(CUSIP Number)

Kenneth R. Lehman, 1408 North Abingdon Street, Arlington, Virginia 703.812.5230

(Name, address and telephone number of person authorized to receive notices and communications)

May 14, 2018

(Date of event which requires filing of this statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), 13d-1(f) or 13d-1(g), check the following box
..

The information required in the remainder of this cover page shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934 (“Act”) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 92705T200 Page 2 of 4 Pages

1. NAME OF REPORTING PERSONS: Kenneth R. Lehman
 IRS IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY): NA

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP
 (a)
 (b)

3. FOR SEC USE ONLY

4. SOURCE OF FUNDS PF

5. CHECK IF DICLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OF 2(e)

6. CITIZENSHIP USA

NUMBER OF (7) SOLE VOTING POWER 608,623

SHARES (8) SHARED VOTING POWER 0
 BENEFICIALLY

OWNED BY (9) SOLE DISPOSITIVE POWER 608,623

EACH (10) SHARED DISPOSITIVE POWER 0
 REPORTING

PERSON WITH 11. 608,623

AGGREGATE AMOUNT
BENEFICIALLY OWNED BY EACH
REPORTING PERSON

- | | | |
|-----|---|-------|
| 12. | CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES | .. |
| 13. | PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) | 42.5% |
| 14. | TYPE OF REPORTING PERSON | IN |

CUSIP No. 92705T200 Page 3 of 4 Pages

Item 1. Security and Issuer

This statement relates to the common stock, par value \$4.00 (“Common Stock”) of Village Bank and Trust Financial Corp. (the “Company”). The Company’s principal executive offices are located at 13319 Midlothian Turnpike, Midlothian, VA 23113.

Item 2. Identity and Background

(a) This statement is filed by Kenneth R. Lehman (the “Reporting Person”).

(b) The address of the Reporting Person is 1408 North Abingdon Street, Arlington, Virginia.

(c) The Reporting Person is a private investor.

(d) The Reporting Person has not, during the last five years, been convicted in a criminal proceeding.

(e) The Reporting Person has not, during the last five years, been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and, as a result of such proceeding, was, or is subject to, a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, Federal or State securities laws or finding any violation with respect to such laws.

(f) The Reporting Person is a United States citizen.

Item 3. Source and Amount of Funds and Other Consideration

The funds for the purchases identified in Item 5(c) came from the Reporting Person’s cash on hand. All but 1,000 of the Reporting Person’s Common Stock owned prior to such purchases is pledged as security for a line of credit (although no funds are outstanding on such line of credit as of the date hereof). None of the shares acquired in the transactions described in Item 5(c) are pledged as security with any banking institution, brokerage firm, or other person or entity as collateral for any credit facility; however, from time to time in the future, all or part of the shares of

Common Stock owned by the Reporting Person may be so pledged.

Item 4. Purpose of the Transaction

The Reporting Person acquired the shares of Common Stock reported herein for investment. The Reporting Person may from time to time purchase additional shares of Common Stock, and/or dispose of any or all of the shares of Common Stock at any time. The Reporting Person resigned as a director of the Company on May 14, 2018 (a copy of the resignation letter is filed as Exhibit 1), and intends from time to time to engage in discussions with management regarding the Company's financial condition, results of operations, and business strategies. Other than as described herein, as of the date hereof the Reporting Person does not have any plans or proposals that relate to or would result in: (a) the acquisition by any person of additional securities of the issuer, or the disposition of securities of the issuer; (b) an extraordinary corporate transaction, such as a merger, reorganization or liquidation, involving the issuer or any of its subsidiaries; (c) a sale or transfer of a material amount of assets of the issuer or any of its subsidiaries; (d) any change in the present board of directors or management of the issuer, including any plans or proposals to change the number or term of directors or to fill any existing vacancies on the board; (e) any material change in the present capitalization or dividend policy of the issuer; (f) any other material change in the issuer's business or corporate structure; (g) changes in the issuer's charter, bylaws or instruments corresponding thereto or other actions which may impede the acquisition of control of the issuer by any person; (h) causing a class of securities of the issuer to be delisted from a national securities exchange or to cease to be authorized to be quoted in an inter-dealer quotation system of a registered national securities association; (i) a class of equity securities of the issuer becoming eligible for termination of registration pursuant to section 12(g)(4) of the Securities Exchange Act of 1934; or (j) any action similar to any of those enumerated in (a) through (i) above.

The Reporting Person is likely from time to time to review or reconsider his intention in holding and/or acquiring shares of Common Stock, and at such time may formulate a plan or proposal that relates to or would result in one or more of the matters referred to above in (a) through (j).

CUSIP No. 92705T200 Page 4 of 4 Pages

Item 5. Interest in Securities of the Issuer

- (a) The Reporting Person owns 608,623 shares, or 42.5%, of the outstanding shares of Common Stock.
- (b) The Reporting Person has sole power to vote, direct the vote of, dispose of, or direct the disposition of all reported shares of Common Stock.

As reported previously on Forms 4, on February 15, 14, and 13, 2018, the Reporting Person purchased 8,000, 10,273, and 13,000 shares of Common Stock on the open market for \$30.85, \$30.83, and \$30.68 per share, respectively, and on March 31, 2018, the Reporting Person acquired 90 shares of Common Stock under the (c) Company's 2015 Long Term Incentive Plan for the January 1, 2017 to December 31, 2017, service period. On May 14, the Reporting Person forfeited 60 unvested shares of Common Stock under the Company's 2015 Long Term Incentive Plan. Other than transactions reported in this Item 5(c), the Reporting Person has not engaged in any transactions in the Common Stock for the period beginning 60 days prior to February 15, 2018.

- (d) No other person has the power to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of the shares of Common Stock.

(e) Not applicable.

Item 6. Contracts, Arrangements, Understandings or Relationships with Respect to Securities of the Issuer

Other than as described herein, there are no contracts, arrangements, understandings or relationships (legal or otherwise) between the Reporting Person and any person with respect to any securities of the Company, including but not limited to transfer or voting of any other securities, finder's fees, joint ventures, loan or option arrangements, puts or calls, guarantees of profits, divisions of profits or loss, or the giving or withholding of proxies.

Item 7. Materials to be Filed as Exhibits

Exhibit 1: Letter pursuant to which the Reporting Person resigned as a director of the Company.

Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

DATED: May 14, 2018

/s/ Kenneth R. Lehman

Kenneth R. Lehman