

FULTON FINANCIAL CORP
Form 10-Q
November 04, 2016

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C. 20459

FORM 10-Q

(Mark One)

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

For the quarterly period ended September 30, 2016, or

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

For the transition period from _____ to _____

Commission File No. 0-10587

FULTON FINANCIAL CORPORATION

(Exact name of registrant as specified in its charter)

PENNSYLVANIA

(State or other jurisdiction of
incorporation or organization)

23-2195389

(I.R.S. Employer
Identification No.)

One Penn Square, P.O. Box 4887, Lancaster, Pennsylvania 17604

(Address of principal executive offices)

(Zip Code)

(717) 291-2411

(Registrant's telephone number, including area code)

Indicate by checkmark 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 checkmark 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 checkmark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer

Non-accelerated filer Smaller reporting company

Indicate by checkmark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS:

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

Common Stock, \$2.50 Par Value –173,271,000 shares outstanding as of October 28, 2016.

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FULTON FINANCIAL CORPORATION
 FORM 10-Q FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2016
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Item 1. Financial Statements

CONSOLIDATED BALANCE SHEETS

(in thousands, except per-share data)

	September 30, 2016 (unaudited)	December 31, 2015
ASSETS		
Cash and due from banks	\$ 86,497	\$ 101,120
Interest-bearing deposits with other banks	368,031	230,300
Federal Reserve Bank and Federal Home Loan Bank stock	60,935	62,216
Loans held for sale	27,836	16,886
Available for sale investment securities	2,508,068	2,484,773
Loans, net of unearned income	14,391,238	13,838,602
Less: Allowance for loan losses	(162,526)	(169,054)
Net Loans	14,228,712	13,669,548
Premises and equipment	228,009	225,535
Accrued interest receivable	43,600	42,767
Goodwill and intangible assets	531,556	531,556
Other assets	617,818	550,017
Total Assets	\$ 18,701,062	\$ 17,914,718
LIABILITIES		
Deposits:		
Noninterest-bearing	\$ 4,210,099	\$ 3,948,114
Interest-bearing	10,742,380	10,184,203
Total Deposits	14,952,479	14,132,317
Short-term borrowings:		
Federal funds purchased	8,444	197,235
Other short-term borrowings	255,598	300,428
Total Short-Term Borrowings	264,042	497,663
Accrued interest payable	13,645	10,724
Other liabilities	376,174	282,578
Federal Home Loan Bank advances and long-term debt	965,286	949,542
Total Liabilities	16,571,626	15,872,824
SHAREHOLDERS' EQUITY		
Common stock, \$2.50 par value, 600 million shares authorized, 219.1 million shares issued in 2016 and 218.9 million shares issued in 2015	547,735	547,141
Additional paid-in capital	1,457,597	1,450,690
Retained earnings	710,833	641,588
Accumulated other comprehensive income (loss)	4,491	(22,017)
Treasury stock, at cost, 45.9 million shares in 2016 and 44.7 million shares in 2015	(591,220)	(575,508)
Total Shareholders' Equity	2,129,436	2,041,894
Total Liabilities and Shareholders' Equity	\$ 18,701,062	\$ 17,914,718

See Notes to Consolidated Financial Statements

CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

(in thousands, except per-share data)	Three months ended		Nine months ended	
	September 30		September 30	
	2016	2015	2016	2015
INTEREST INCOME				
Loans, including fees	\$ 136,639	\$ 131,804	\$ 405,361	\$ 391,491
Investment securities:				
Taxable	10,874	11,252	34,036	33,478
Tax-exempt	2,550	1,904	6,910	5,872
Dividends	143	190	438	834