

Magyar Bancorp, Inc.
Form 10QSB
May 09, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB

QUARTERLY REPORT UNDER SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended March 31, 2008

Commission File Number 000-51726

Magyar Bancorp, Inc.
(Exact Name of Small Business Issuer as Specified in Its Charter)

Delaware
(State or Other Jurisdiction of Incorporation or
Organization)

20-4154978
(I.R.S. Employer Identification Number)

400 Somerset Street, New Brunswick, New Jersey
(Address of Principal Executive Office)

08901
(Zip Code)

(732) 342-7600
(Issuer's Telephone Number including area code)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 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 check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

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

Class	Outstanding at May 1, 2008
Common Stock, \$0.01 Par Value	5,786,911

Yes No

MAGYAR BANCORP, INC.

Form 10-QSB Quarterly Report

Table of Contents

PART I. FINANCIAL INFORMATION

		Page Number
<u>Item 1.</u>	<u>Financial Statements</u>	1
<u>Item 2.</u>	<u>Management's Discussion and Analysis or Plan of Operation</u>	14
<u>Item 3.</u>	<u>Controls and Procedures</u>	25

PART II. OTHER INFORMATION

<u>Item 1.</u>	<u>Legal Proceedings</u>	26
<u>Item 2.</u>	<u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	26
<u>Item 3.</u>	<u>Defaults Upon Senior Securities</u>	26
<u>Item 4.</u>	<u>Submission of Matters to a Vote of Security Holders</u>	26
<u>Item 5.</u>	<u>Other Information</u>	26
<u>Item 6.</u>	<u>Exhibits</u>	27
<u>Signature Pages</u>		28

Table of Contents

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

MAGYAR BANCORP, INC. AND SUBSIDIARY

Consolidated Balance Sheets

(In Thousands, Except Share Data)

	March 31, 2008 (Unaudited)	September 30, 2007
Assets		
Cash	\$ 4,282	\$ 5,132
Interest earning deposits with banks	163	101
Total cash and cash equivalents	4,445	5,233
Investment securities - available for sale, at fair value	45,944	27,373
Investment securities - held to maturity, at amortized cost (fair value of \$10,933 and \$17,957 at March 31, 2008 and September 30, 2007, respectively)	10,801	18,116
Federal Home Loan Bank of New York stock, at cost	3,777	2,325
Loans receivable, net of allowance for loan losses of \$4,064 and \$3,754 at March 31, 2008 and September 30, 2007, respectively	396,009	381,614
Bank owned life insurance	10,330	10,120
Accrued interest receivable	2,306	2,521
Premises and equipment, net	21,883	22,302
Other real estate owned	5,101	2,238
Other assets	3,396	1,335
Total assets	\$ 503,992	\$ 473,177
Liabilities and Stockholders' Equity		
Liabilities		
Deposits	\$ 361,928	\$ 368,777
Escrowed funds	1,257	1,172
Federal Home Loan Bank of New York advances	72,263	39,985
Securities sold under agreements to repurchase	15,000	10,000
Accrued interest payable	1,277	1,706
Accounts payable and other liabilities	2,938	3,344
Total liabilities	454,663	424,984
Stockholders' equity		
Preferred stock: \$.01 Par Value, 1,000,000 shares authorized; none issued	-	-
Common stock: \$.01 Par Value, 8,000,000 shares authorized; 5,923,742		

Edgar Filing: Magyar Bancorp, Inc. - Form 10QSB

issued; 5,790,111 and 5,798,942 outstanding at March 31, 2008		
and September 30, 2007, respectively	59	59
Additional paid-in capital	25,990	26,082
Treasury stock 133,631 and 124,800 shares at March 31, 2008 and		
September 30, 2007, respectively	(1,766)	(1,740)
Unearned shares held by Employee Stock Ownership Plan	(1,687)	(1,845)
Retained earnings	26,185	25,717
Accumulated other comprehensive gain (loss), net	548	(80)
Total stockholders' equity	49,329	48,193
Total liabilities and stockholders' equity	\$ 503,992	\$ 473,177

The accompanying notes are an integral part of these statements.

Table of Contents

MAGYAR BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income
(In Thousands, Except Per Share Data)

	For the Three Months Ended March 31,		For the Six Months Ended March 31,	
	2008	2007	2008	2007
	(Unaudited)			
Interest and dividend income				
Loans, including fees	\$ 6,537	\$ 6,681	\$ 13,462	