

NORTHEAST BANCORP /ME/
Form 10-Q
May 11, 2007

**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, 2007

Or

Transition report pursuant to Section 13 or 15 (d) of the Securities Exchange Act of 1934

For the transition period for _____ to _____

Commission File Number 1-14588

Northeast Bancorp

(Exact name of registrant as specified in its charter)

Maine

01-0425066

(State or other jurisdiction of incorporation or organization)

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

500 Canal Street, Lewiston, Maine

04240

(Address of Principal executive offices)

(Zip Code)

(207) 786-3245

Registrant's telephone number, including area code

Not Applicable

Former name, former address and former fiscal year, if changed since last report.

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 period that the registrant was required to file such reports), and (2) has been subjected to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (check one): Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined by 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 practicable date. As of May 11, 2007, the registrant had outstanding 2,452,632 shares of common stock, \$1.00 stated value per share.

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PART 1 - FINANCIAL INFORMATION

Item 1. Financial Statements

NORTHEAST BANCORP AND SUBSIDIARY
Consolidated Balance Sheets

	March 31, 2007 (Unaudited)	June 30, 2006
Assets		
Cash and due from banks	\$ 7,543,407	\$ 9,573,908
Interest-bearing deposits	1,419,691	1,099,813
Federal Home Loan Bank overnight deposits	11,475,000	1,430,000
Total cash and cash equivalents	20,438,098	12,103,721
Available-for-sale securities, at market value	80,452,530	86,137,707
Loans held-for-sale	5,049,251	681,143
Loans receivable	425,682,352	435,662,529
Less allowance for loan losses	5,756,000	5,496,000
Net loans	419,926,352	430,166,529
Premises and equipment, net	7,228,309	7,315,881
Acquired assets - net	-	10,384
Accrued interest receivable	2,490,192	2,678,558
FHLB and FRB stock, at cost	5,285,200	5,957,800
Goodwill	2,506,538	407,897
Intangible assets, net of accumulated amortization of \$2,600,858 at 03/31/07 and \$2,366,564 at 6/30/06	3,970,371	1,919,665
Bank owned life insurance (BOLI)	9,156,180	8,895,326
Other assets	5,609,978	6,643,191
Total assets	\$ 562,112,999	\$ 562,917,802
Liabilities and Stockholders' Equity		
Liabilities:		
Deposits		
Demand	\$ 35,564,366	\$ 38,137,357
NOW	55,119,699	54,432,157
Money market	9,154,662	9,430,378
Regular savings	21,484,342	24,247,324
Brokered time deposits	36,511,112	51,859,091
Certificates of deposit	224,612,061	217,187,070
Total deposits	382,446,242	395,293,377
FHLB advances	79,266,820	75,888,598
Capital lease obligation	2,686,094	2,781,046

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Other borrowings	1,992,000	57,129
Securities sold under repurchase agreements	34,205,331	29,637,426
Junior subordinated notes issued to affiliated trusts	16,496,000	16,496,000
Other liabilities	3,398,695	3,668,101
Total liabilities	520,491,182	523,821,677

Commitments and contingent liabilities

Stockholders'