

FIRST CITIZENS BANCSHARES INC /DE/  
Form 10-Q  
August 03, 2007  
Table of Contents

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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 10-Q**

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**Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**  
For the quarterly period ended June 30, 2007

or

**Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**  
Commission File Number: 0-16471

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**First Citizens BancShares, Inc**

(Exact name of Registrant as specified in its charter)

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**Delaware**  
(State or other jurisdiction of  
incorporation or organization)

**56-1528994**  
(I.R.S. Employer  
Identification Number)

**4300 Six Forks Road, Raleigh, North Carolina**  
(Address of principle executive offices)

**27609**  
(Zip code)

**(919) 716-7000**

(Registrant's telephone number, including area code)

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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 twelve 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 ninety 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 in Rule 12b-2 of the Exchange Act). Yes  No

**Class A Common Stock \$1 Par Value 8,756,778 shares**

**Class B Common Stock \$1 Par Value 1,677,675 shares**

**(Number of shares outstanding, by class, as of August 3, 2007)**

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**Table of Contents**

INDEX

	<b>Page</b>
<b><u>PART I.</u></b> FINANCIAL INFORMATION	
Item 1. <u>Financial Statements (Unaudited)</u>	
<u>Consolidated Balance Sheets at June 30, 2007, December 31, 2006 and June 30, 2006</u>	1
<u>Consolidated Statements of Income for the three-month and six-month periods ended June 30, 2007 and 2006</u>	2
<u>Consolidated Statements of Changes in Shareholders' Equity for the six-month periods ended June 30, 2007 and 2006</u>	3
<u>Consolidated Statements of Cash Flows for the six-month periods ended June 30, 2007 and 2006</u>	4
<u>Notes to Consolidated Financial Statements</u>	5-7
Item 2. <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	8-23
Item 3. <u>Quantitative and Qualitative Disclosures about Market Risk</u>	23
Item 4. <u>Controls and Procedures</u>	23
<b><u>PART II.</u></b> OTHER INFORMATION	
Item 4. <u>Submission of Matters to a Vote of Security Holders</u>	24
Item 6. <u>Exhibits.</u>	24

**Table of Contents**

## PART I

Item 1. Financial Statements (Unaudited)  
**Consolidated Balance Sheets**

First Citizens BancShares, Inc. and Subsidiaries

(thousands, except share data)	June 30*	December 31#	June 30*
	2007	2006	2006
<b>Assets</b>			
Cash and due from banks	\$ 845,929	\$ 1,010,984	\$ 957,888
Overnight investments	695,962	348,597	631,705
Investment securities available for sale	2,962,889	3,001,890	2,626,065
Investment securities held to maturity	60,910	219,158	398,715
Loans and leases	10,473,106	10,239,551	10,029,045
Less allowance for loan and lease losses	129,276	132,004	130,532
Net loans and leases	10,343,830	10,107,547	9,898,513
Premises and equipment	736,137	702,926	663,521
Income earned not collected	72,718	71,562	58,746
Goodwill	102,625	102,625	102,735
Other intangible assets	6,891	8,000	9,146
Other assets	180,714	156,408	179,458
<b>Total assets</b>	<b>\$ 16,008,605</b>	<b>\$ 15,729,697</b>	<b>\$ 15,526,492</b>
<b>Liabilities</b>			
Deposits:			
Noninterest-bearing	\$ 2,707,243	\$ 2,682,997	\$ 2,806,242
Interest-bearing	10,065,079	10,060,327	9,910,977
Total deposits	12,772,322	12,743,324	12,717,219
Short-term borrowings	1,360,511	1,150,847	957,018
Long-term obligations	405,314	401,198	527,478
Other liabilities	102,478	123,509	96,198
Total liabilities	14,640,625	14,418,878	14,297,913
<b>Shareholders Equity</b>			
Common stock:			
Class A - \$1 par value (8,756,778 shares issued for all periods)	8,757	8,757	8,757
Class B - \$1 par value (1,677,675 shares issued for all periods)	1,678	1,678	1,678
Surplus	143,766	143,766	143,766
Retained earnings	1,203,431	1,148,372	1,083,635
Accumulated other comprehensive income (loss)	10,348	8,246	(9,257)
<b>Total shareholders equity</b>	<b>1,367,980</b>	<b>1,310,819</b>	<b>1,228,579</b>
<b>Total liabilities and shareholders equity</b>	<b>\$ 16,008,605</b>	<b>\$ 15,729,697</b>	<b>\$ 15,526,492</b>

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\* Unaudited

# Derived from the 2006 Annual Report on Form 10-K.

See accompanying Notes to Consolidated Financial Statements.

**Table of Contents**

**Consolidated Statements of Income**

First Citizens BancShares, Inc. and Subsidiaries

(thousands, except per share data; unaudited)	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006
<b>Interest income</b>				
Loans and leases	\$ 177,846	\$ 167,174	\$ 352,870	\$ 326,379
Investment securities:				
U. S. Government	33,915	26,584	66,659	