MAIN STREET TRUST INC Form 10-Q May 09, 2007

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 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

Commission File Number: 0-30031

MAIN STREET TRUST, INC.

(Exact name of Registrant as specified in its charter)

Illinois

(State or other jurisdiction of incorporation or organization)

37-1338484

(I.R.S. Employer Identification Number)

100 West University, Champaign, Illinois

(Address of principal executive offices)

61820

(Zip Code)

(217) 351-6500

(Registrant s telephone number, including area code)

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 subject to such filing requirements for the past 90 days.

Yes x No o

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.

Large accelerated filer o Accelerated filer X Non-accelerated filer o

Indicate by check mark whether the registrant is a shell company (as defined in Exchange Act Rule 12b-2).

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Yes o No x

Indicate the number of shares outstanding of the registrant s common stock, as of May 2, 2007:

Main Street Trust, Inc. Common Stock

10,039,138

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

MAIN STREET TRUST, INC. AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2007 and December 31, 2006

(Unaudited, in thousands, except share data)

Federal funds sold and interest bearing deposits 3,066 12,777 Cash and cash equivlents 4,830 6,385 Investments in debt and equity securities 320,137 318,57 Available-for-sale, at fair value 42,275 318,57 Held-to-maturity, at cost (fair value of \$61,871 and \$69,037 at March 31, 2007 and December 31, 2006, respectively) 62,458 69,893 Non-marketable equity securities 396,442 402,69 Loans, net of allowance for loan losses of \$13,731 and \$14,437 at March 31, 2007 and December 31, 2006, respectively 396,442 402,69 Mortagge loans held for sale 1,690 1,116 1,690 1,116 Permises and equipment 23,655 22,447 20,736 20,736 Core deposit intangibles 3,481 3,698 3,481 3,698 Accrued interest receivable 11,674 9,663 0,603 Other assets 27,178 27,376 27,376 Total assets 3 1,529,039 \$ 21 1,22 2,23 1,242,775 1,233,75 1,242,775 1,233,75 1,233,75 1,242,77	March 31, December 31, 2007 2006
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·	t, 1,180,181 and 1,196,950 shares at March 31, 2007 and December 31,

Total shareholders equity	153	,507	150),355
Total liabilities and shareholders equity	\$	1,529,039	\$	1,536,601

See accompanying notes to unaudited consolidated financial statements.

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MAIN STREET TRUST, INC. AND SUBSIDIARIES

Consolidated Statements of Income

For the Three Months Ended March 31, 2007 and 2006

(Unaudited, in thousands, except share data)

	2007	2006	
Interest income:			
Loans and fees on loans	\$ 18,004	\$ 16,795	
Investments in debt and equity securities			
Taxable	4,362	4,106	
Tax-exempt	241	330	
Federal funds sold and interest bearing deposits	248	297	
Total interest income	22,855	21,528	
Interest expense:			
Deposits	9,262	7,418	
Federal funds purchased and repurchase agreements	1,293	1,151	
Federal Home Loan Bank advances and other borrowings	287	681	
Total interest expense	10,842	9,250	