

PEOPLES FINANCIAL CORP /MS/
Form 8-K
December 05, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8 K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
Date of Report (Date of earliest event reported) November 22, 2013

PEOPLES FINANCIAL CORPORATION
(Exact Name of Registrant as Specified in its Charter)

Mississippi
(State or Other Jurisdiction of Incorporation)

01-12103
(Commission File Number)

64-0709834
(IRS Employer Identification No.)

152 Lameuse Street Biloxi, MS
(Address of Principal Executive Offices)

39530
(Zip Code)

(228) 435-5511

(Registrant's Telephone Number, Including Area Code)

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instructions A.2 below):

- .. Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- .. Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17CFR 240.14a-12)
- .. Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17CFR 240.14d-2(b))
- .. Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 8.01. Other Events.

On November 22, 2013, Peoples Financial Corporation (the Company) signed a contract for the sale of property included in its Other Real Estate portfolio. Based on the contract price of \$1,250,000, the Company recorded a write down of \$625,000 in the carrying value of this property. This transaction reduced earnings by \$413,000, net of taxes. The Company expects to close on this sale by December 31, 2013.

On November 25, 2013, the Company completed the sale of a gaming loan which had a principal balance of \$10,786,000 on the open market to unknown third party entities. This loan had been on nonaccrual since September 30, 2009. As a result of this transaction, the Company recognized interest income of \$1,167,000 and deferred loan fee income of \$355,000. This transaction increased earnings by \$1,005,000, net of taxes.

Nonaccrual loans, which totaled \$45,595,000 as of September 30, 2013, decreased to \$33,540,000 as of November 30, 2013.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: December 5, 2013

PEOPLES FINANCIAL CORPORATION

By: /s/ Chevis C. Swetman
Chevis C. Swetman
Chairman, President and CEO