

SIMMONS FIRST NATIONAL CORP

Form 8-K

April 20, 2006

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

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Exchange Act of 1934

Date of Report (Date of earliest event reported) April 20, 2006

SIMMONS FIRST NATIONAL CORPORATION
(Exact name of registrant as specified in its charter)

| | | |
|---|---------------------------------------|---|
| Arkansas (State or other jurisdiction of incorporation) | 0-6253 (Commission File Number) | 71-0407808 (I.R.S. Employer Identification No.) |
| 501 Main Street, Pine Bluff, Arkansas (Address of principal executive offices) | | 71601 (Zip Code) |

(870) 541-1000

(Registrant's telephone number, including area code)

Not Applicable

(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 Instruction 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 (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM: 2.02 RESULTS OF OPERATIONS AND FINANCIAL CONDITION

The following is the text of a press release issued by the registrant at 8:15 A.M. Central Time on April 20, 2006.

SIMMONS FIRST ANNOUNCES FIRST QUARTER EARNINGS

Pine Bluff, AR - Simmons First National Corporation (NASDAQ NM: SFNC) today announced first quarter earnings for the period ended March 31, 2006. Net income for the quarter was \$6.0 million, an increase of \$128,000 over the first quarter of 2005. Diluted earnings per share were \$0.41 for the first quarter of 2006 compared to \$0.40 per share for the same period in 2005, an increase of 2.5%.

“Given the current interest rate environment, we are pleased with the Company’s performance for the first quarter,” said J. Thomas May, Chairman and Chief Executive Officer. “While earnings increased modestly over the same period last year, we did report record first quarter earnings, solid loan growth, and a reduced provision for loan losses resulting from the improvements in asset quality. Also, non-interest expense increased only moderately through disciplined expense control, even with the full impact of adding six new financial centers since the first quarter of 2005.”

On a quarter over quarter basis, the Company’s net interest margin decreased 12 basis points to 4.05%. This decrease in the net interest margin can be attributed to the increase in the cost of funds resulting from deposit repricing, coupled with the effect of the flat yield curve. “We expect to see continuing competitive pressure in deposit repricing in the short term, and we anticipate slight margin compression for the balance of 2006,” stated Mr. May.

The Company’s loan portfolio totaled \$1.7 billion at March 31, 2006, an increase of \$105 million, or 6.6% over the same period last year. The growth was primarily attributable to increased demand in the commercial and real estate loan portfolios. Deposits were \$2.1 billion at March 31, 2006, an \$85 million, or 4.3% increase from March 31, 2005.

Total assets for the Company were \$2.5 billion at March 31, 2006, an increase of \$96 million over the quarter ended March 31, 2005. Stockholders’ equity at March 31, 2006 was \$245 million, a \$12.9 million increase from March 31, 2005.

Asset quality for the first quarter continued to strengthen as non-performing assets decreased by \$2.8 million from the same period last year, a 21% decrease. Non-performing loans to total loans improved to 0.52% from 0.75% from the same period last year, while the allowance for loan losses improved to 301% of non-performing loans as of March 31, 2006, compared to 223% as of March 31, 2005. At quarter end, the allowance for loan losses equaled 1.56% of total loans. The Company’s annualized net charge-offs to total loans for the first quarter of 2006 was 0.15%. Excluding credit cards, the annualized net charge-offs to total loans for the first quarter was 0.07%.

Simmons First National Corporation is an Arkansas based financial holding company with eight community banks in Pine Bluff, Lake Village, Jonesboro, Rogers, Searcy, Russellville, El Dorado and Hot Springs, Arkansas. The Company's eight banks conduct financial operations from 82 offices, of which 80 are financial centers, in 46 communities.

CONFERENCE CALL

Management will conduct a conference call to review this information at 3:00 p.m. Central Time on Thursday, April 20, 2006. Interested parties can listen to this call by calling 1-800-854-4175 (United States and Canada only) and asking for the Simmons First National Corporation conference call. A recorded playback of the call will be available the next morning by calling 1-800-642-1687. The passcode for this playback is 6932160 and the recording will be available through the end of business April 30, 2006. In addition, the call will be available live or in recorded version on the Company's website at www.simmonsfirst.com under the "webcast" icon.

GENERAL

Statements in this press release that are not historical facts should be considered forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements of this type speak only as of the date of this news release. By nature, forward-looking statements involve inherent risk and uncertainties. Various factors, including, but not limited to, economic conditions, credit quality, interest rates, loan demand and changes in the assumptions used in making the forward-looking statements, could cause actual results to differ materially from those contemplated by the forward-looking statements. Additional information on factors that might affect Simmons First National Corporation's financial results is included in its Form 10-K filing with the Securities and Exchange Commission.

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FOR MORE INFORMATION CONTACT:

ROBERT A. FEHLMAN

Executive Vice President and Chief Financial Officer

Simmons First National Corporation

(870) 541-1231

**Simmons First National
Corporation**
SFNC
**Consolidated End of Period Balance
Sheets**
**For the Quarters Ended
(Unaudited)**
**Mar 31
2006**
**Dec 31
2005**
**Sep 30
2005**
**Jun 30
2005**
**Mar 31
2005**
(In thousands)
ASSETS

| | | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Cash and non-interest bearing balances due from banks | \$ 89,400 | \$ 75,461 | \$ 83,088 | \$ 73,169 | \$ 67,615 |
| Interest bearing balances due from banks | 34,200 | 14,397 | 48,206 | 27,861 | 22,030 |
| Federal funds sold | 8,620 | 11,715 | 16,825 | 43,230 | 56,580 |
| Cash and cash equivalents | 132,220 | 101,573 | 148,119 | 144,260 | 146,225 |
| Investment securities - held-to-maturity | 148,733 | 150,299 | 151,123 | 149,293 | 147,644 |
| Investment securities - available-for-sale | 380,617 | 371,490 | 388,848 | 400,451 | 411,340 |
| Mortgage loans held for sale | 6,853 | 7,857 | 9,417 | 8,361 | 11,641 |
| Assets held in trading accounts | 4,646 | 4,631 | 4,731 | 4,680 | 4,718 |
| Loans | 1,691,020 | 1,718,107 | 1,709,372 | 1,662,337 | 1,586,483 |
| Allowance for loan losses | (26,463) | (26,923) | (27,330) | (27,013) | (26,422) |
| Net loans | 1,664,557 | 1,691,184 | 1,682,042 | 1,635,324 | 1,560,061 |
| Premises and equipment | 65,040 | 63,360 | 61,354 | 59,086 | 57,685 |
| Foreclosed assets held for sale, net | 1,666 | 1,540 | 2,120 | 1,482 | 1,340 |
| Interest receivable | 17,066 | 18,754 | 18,555 | 15,705 | 15,276 |
| Bank owned life insurance | 33,570 | 33,269 | 32,952 | 32,673 | 7,410 |
| Goodwill | 60,605 | 60,605 | 60,454 | 60,454 | 60,454 |
| Core deposit premiums | 4,822 | 5,029 | 5,207 | 5,414 | 5,621 |
| Other assets | 18,075 | 14,177 | 12,120 | 13,202 | 13,095 |
| TOTAL ASSETS | \$ 2,538,470 | \$ 2,523,768 | \$ 2,577,042 | \$ 2,530,385 | \$ 2,442,510 |

LIABILITIES

| | | | | | |
|--|------------|------------|------------|------------|------------|
| Non-interest bearing transaction accounts | \$ 328,477 | \$ 331,113 | \$ 305,506 | \$ 308,543 | \$ 296,347 |
| Interest bearing transaction accounts and savings deposits | 757,368 | 749,925 | 758,906 | 777,820 | 773,365 |
| Time deposits less than \$100,000 | 618,790 | 614,742 | 606,025 | 563,189 | 562,171 |
| Time deposits greater than \$100,000 | 389,021 | 364,178 | 377,290 | 376,739 | 376,478 |
| Total deposits | 2,093,656 | 2,059,958 | 2,047,727 | 2,026,291 | 2,008,361 |
| Federal funds purchased and securities sold under agreements to repurchase | 91,817 | 107,223 | 92,320 | 122,255 | 89,991 |
| Short-term debt | 2,245 | 8,031 | 92,747 | 36,851 | 907 |
| Long-term debt - at parent company | 4,000 | 4,000 | 4,000 | 6,000 | 6,000 |
| Long-term FHLB debt - at affiliate banks | 48,163 | 52,090 | 52,066 | 52,854 | 55,583 |

| | | | | | |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| Subordinated debt issued to capital trusts | 30,930 | 30,930 | 30,930 | 30,930 | 30,930 |
| Accrued interest and other liabilities | 22,448 | 17,451 | 16,081 | 16,512 | 18,466 |
| TOTAL LIABILITIES | 2,293,259 | 2,279,683 | 2,335,871 | 2,291,693 | 2,210,238 |
| STOCKHOLDERS' EQUITY | | | | | |
| Capital stock | 143 | 143 | 143 | 144 | 144 |
| Surplus | 51,380 | 53,723 | 54,429 | 55,608 | 56,315 |
| Undivided profits | 198,287 | 194,579 | 190,047 | 184,865 | 180,075 |
| Accumulated other comprehensive income (loss) | | | | | |
| Unrealized appreciation (depreciation) on AFS securities | (4,599) | (4,360) | (3,448) | (1,925) | (4,262) |
| TOTAL STOCKHOLDERS' EQUITY | 245,211 | 244,085 | 241,171 | 238,692 | 232,272 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 2,538,470 | \$ 2,523,768 | \$ 2,577,042 | \$ 2,530,385 | \$ 2,442,510 |

**Simmons First National
Corporation**

SFNC

**Consolidated Average
Quarter-to-Date Balance Sheets**
**For the Quarters Ended
(Unaudited)**
**Mar 31
2006**
**Dec 31
2005**
**Sep 30
2005**
**Jun 30
2005**
**Mar 31
2005**

(In thousands)

ASSETS

| | | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Cash and non-interest bearing balances due from banks | \$ 77,676 | \$ 85,534 | \$ 78,418 | \$ 77,007 | \$ 77,862 |
| Interest bearing balances due from banks | 27,968 | 16,426 | 16,384 | 15,765 | 35,027 |
| Federal funds sold | 16,235 | 6,353 | 29,375 | 35,157 | 52,022 |
| Cash and cash equivalents | 121,879 | 108,313 | 124,177 | 127,929 | 164,911 |
| Investment securities - held-to-maturity | 147,697 | 147,779 | 150,654 | 149,038 | 149,986 |
| Investment securities - available-for-sale | 378,026 | 384,346 | 390,580 | 412,101 | 404,127 |
| Mortgage loans held for sale | 6,570 | 8,056 | 11,395 | 9,425 | 8,532 |
| Assets held in trading accounts | 4,632 | 4,688 | 4,711 | 4,696 | 4,234 |
| Loans | 1,696,855 | 1,714,132 | 1,689,883 | 1,626,513 | 1,575,329 |
| Allowance for loan losses | (27,589) | (27,308) | (27,512) | (26,859) | (27,004) |
| Net loans | 1,669,266 | 1,686,824 | 1,662,371 | 1,599,654 | 1,548,325 |
| Premises and equipment | 64,560 | 62,633 | 60,497 | 58,320 | 57,538 |
| Foreclosed assets held for sale, net | 1,738 | 2,028 | 1,870 | 1,420 | 1,468 |
| Interest receivable | 18,030 | 19,121 | 17,038 | 15,301 | 14,398 |
| Bank owned life insurance | 33,408 | 33,102 | 32,832 | 24,823 | 3,593 |
| Goodwill | 60,605 | 60,554 | 60,454 | 60,454 | 60,454 |
| Core deposit premiums | 4,942 | 5,138 | 5,326 | 5,534 | 5,745 |
| Other assets | 12,046 | 11,718 | 12,809 | 12,104 | 15,554 |
| TOTAL ASSETS | \$ 2,523,399 | \$ 2,534,300 | \$ 2,534,714 | \$ 2,480,799 | \$ 2,438,865 |

LIABILITIES

| | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|
| Non-interest bearing transaction accounts | \$ 316,118 | \$ 314,491 | \$ 303,387 | \$ 300,909 | \$ 296,921 |
| Interest bearing transaction accounts and savings deposits | 747,046 | 748,902 | 751,877 | 778,516 | 771,301 |
| Time deposits less than \$100,000 | 618,730 | 612,344 | 584,009 | 561,898 | 556,878 |
| Time deposits greater than \$100,000 | 378,426 | 372,170 | 372,549 | 373,352 | 369,372 |
| Total deposits | 2,060,320 | 2,047,907 | 2,011,822 | 2,014,675 | 1,994,472 |
| Federal funds purchased and securities sold under agreements to repurchase | 109,299 | 109,065 | 92,508 | 108,519 | 98,499 |
| Short-term debt | 5,744 | 30,435 | 82,463 | 13,098 | 992 |
| Long-term debt | 83,961 | 85,808 | 88,242 | 91,045 | 93,365 |
| Accrued interest and other liabilities | 18,011 | 16,859 | 18,120 | 16,271 | 14,711 |
| TOTAL LIABILITIES | 2,277,335 | 2,290,074 | 2,293,155 | 2,243,608 | 2,202,039 |

| | | | | | |
|---|--------------|--------------|--------------|--------------|--------------|
| TOTAL STOCKHOLDERS' EQUITY | 246,064 | 244,226 | 241,559 | 237,191 | 236,826 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 2,523,399 | \$ 2,534,300 | \$ 2,534,714 | \$ 2,480,799 | \$ 2,438,865 |

Simmons First National Corporation
Consolidated Statements of Income -
Quarter-to-Date

SFNC

For the Quarters Ended
(Unaudited)

Mar 31
2006

Dec 31
2005

Sep 30
2005

Jun 30
2005

Mar 31
2005

(In thousands, except per share data)

INTEREST INCOME

| | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|
| Loans | \$ 30,087 | \$ 30,425 | \$ 29,225 | \$ 27,175 | \$ 25,413 |
| Federal funds sold | 175 | 63 | 262 | 273 | 327 |
| Investment securities | 4,830 | 4,751 | 4,693 | 4,659 | 4,574 |
| Mortgage loans held for sale, net of unrealized gains (losses) | 100 | 131 | 168 | 134 | 119 |
| Assets held in trading accounts | 25 | 24 | 25 | 25 | 25 |
| Interest bearing balances due from banks | 297 | 162 | 119 | 103 | 196 |
| TOTAL INTEREST INCOME | 35,514 | 35,556 | 34,492 | 32,369 | 30,654 |

INTEREST EXPENSE

| | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|
| Time deposits | 8,724 | 8,051 | 7,031 | 6,071 | 5,278 |
| Other deposits | 2,544 | 2,268 | 2,015 | 1,859 | 1,635 |
| Federal funds purchased and securities sold under agreements to repurchase | 1,104 | 1,016 | 815 | 728 | 545 |
| Short-term debt | 96 | 311 | 646 | 130 | 14 |
| Long-term debt | 1,094 | 1,095 | 1,113 | 1,104 | 1,089 |
| TOTAL INTEREST EXPENSE | 13,562 | 12,741 | 11,620 | 9,892 | 8,561 |
| NET INTEREST INCOME | 21,952 | 22,815 | 22,872 | 22,477 | 22,093 |
| Provision for loan losses | 1,708 | 1,630 | 1,736 | 1,939 | 2,221 |

NET INTEREST INCOME AFTER PROVISION

| | | | | | |
|------------------------|---------------|---------------|---------------|---------------|---------------|
| FOR LOAN LOSSES | 20,244 | 21,185 | 21,136 | 20,538 | 19,872 |
|------------------------|---------------|---------------|---------------|---------------|---------------|

NON-INTEREST INCOME

| | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|
| Other assets | 1,367 | 1,425 | 1,430 | 1,349 | 1,385 |
| Service charges on deposit accounts | 3,763 | 4,097 | 4,154 | 4,153 | 3,414 |
| Other service charges and fees | 658 | 507 | 472 | 454 | 584 |
| Income on sale of mortgage loans, net of commissions | 676 | 698 | 827 | 712 | 682 |
| Income on investment banking, net of commissions | 107 | 51 | 146 | 161 | 58 |
| Credit card fees | 2,458 | 2,709 | 2,619 | 2,584 | 2,340 |
| Premiums on sale of student loans | 736 | 251 | 295 | 642 | 634 |
| Bank owned life insurance income | 289 | 304 | 312 | 218 | 20 |
| Other income | 558 | 636 | 485 | 724 | 954 |
| Gain (loss) on sale of securities, net of taxes | - | - | - | (168) | - |
| TOTAL NON-INTEREST INCOME | 10,612 | 10,678 | 10,740 | 10,829 | 10,071 |

NON-INTEREST EXPENSE

| | | | | | |
|---------------------------------|--------|--------|--------|--------|--------|
| Salaries and employee benefits | 13,505 | 13,039 | 12,703 | 12,697 | 12,831 |
| Occupancy expense, net | 1,520 | 1,527 | 1,483 | 1,394 | 1,436 |
| Furniture and equipment expense | 1,418 | 1,482 | 1,421 | 1,406 | 1,449 |
| Loss on foreclosed assets | 33 | 31 | 57 | 55 | 48 |
| Deposit insurance | 69 | 65 | 72 | 69 | 73 |

| | | | | | |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Other operating expenses | 5,580 | 5,835 | 5,490 | 5,343 | 5,578 |
| TOTAL NON-INTEREST EXPENSE | 22,125 | 21,979 | 21,226 | 20,964 | 21,415 |
| NET INCOME BEFORE INCOME TAXES | 8,731 | 9,884 | 10,650 | 10,403 | 8,528 |
| Provision for income taxes | 2,743 | 3,059 | 3,316 | 3,460 | 2,668 |
| NET INCOME | \$ 5,988 | \$ 6,825 | \$ 7,334 | \$ 6,943 | \$ 5,860 |
| BASIC EARNINGS PER SHARE | \$ 0.42 | \$ 0.48 | \$ 0.51 | \$ 0.48 | \$ 0.41 |
| DILUTED EARNINGS PER SHARE | \$ 0.41 | \$ 0.47 | \$ 0.50 | \$ 0.47 | \$ 0.40 |

**Simmons First National
Corporation
Consolidated Risk-Based
Capital**

SFNC

**For the Quarters Ended
(Unaudited)**

**Mar 31
2006**

**Dec 31
2005**

**Sep 30
2005**

**Jun 30
2005**

**Mar 31
2005**

(In thousands)

Tier 1 capital

| | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|
| Stockholders' equity | \$ 245,211 | \$ 244,085 | \$ 241,171 | \$ 238,692 | \$ 232,272 |
| Trust preferred securities, net allowable | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 |
| Disallowed intangible assets, net of def. tax | (65,084) | (65,047) | (65,271) | (65,452) | (65,718) |
| Unrealized loss (gain) on AFS securities | 4,599 | 4,360 | 3,448 | 1,925 | 4,262 |
| Other | - | - | - | - | - |
| Total Tier 1 capital | 214,726 | 213,398 | 209,348 | 205,165 | 200,816 |

Tier 2 capital

| | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|
| Qualifying unrealized gain on AFS securities | 317 | 338 | 357 | 415 | 206 |
| Qualifying allowance for loan losses | 21,468 | 21,815 | 21,952 | 21,157 | 20,107 |
| Total Tier 2 capital | 21,785 | 22,153 | 22,309 | 21,572 | 20,313 |

| | | | | | |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total risk-based capital | \$ 236,511 | \$ 235,551 | \$ 231,657 | \$ 226,737 | \$ 221,129 |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|

| | | | | | |
|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Risk weighted assets | \$ 1,716,446 | \$ 1,740,005 | \$ 1,750,783 | \$ 1,686,669 | \$ 1,602,295 |
|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|

| | | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Adjusted average assets for leverage ratio | \$ 2,465,348 | \$ 2,475,659 | \$ 2,473,854 | \$ 2,420,348 | \$ 2,379,954 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|

Other assets

| | | | | | |
|--------------------------|--------|--------|--------|--------|--------|
| Leverage ratio | 8.71% | 8.62% | 8.46% | 8.48% | 8.44% |
| Tier 1 capital | 12.51% | 12.26% | 11.96% | 12.16% | 12.53% |
| Total risk-based capital | 13.78% | 13.54% | 13.23% | 13.44% | 13.80% |

**Simmons First National
Corporation
Consolidated Loans and
Investments**

SFNC

**For the Quarters Ended
(Unaudited)**
**Mar 31
2006**
**Dec 31
2005**
**Sep 30
2005**
**Jun 30
2005**
**Mar 31
2005**

(In thousands)

Loan Portfolio - End of Period

Consumer

| | | | | | |
|----------------|------------|------------|------------|------------|------------|
| Credit cards | \$ 129,833 | \$ 143,058 | \$ 138,077 | \$ 141,398 | \$ 141,793 |
| Student loans | 91,090 | 89,818 | 89,759 | 75,565 | 87,745 |
| Other consumer | 140,958 | 138,051 | 136,626 | 131,210 | 127,245 |

Real Estate

| | | | | | |
|---------------------------|---------|---------|---------|---------|---------|
| Construction | 242,145 | 238,898 | 227,063 | 207,136 | 186,526 |
| Single-family residential | 341,795 | 340,847 | 338,466 | 336,413 | 323,874 |
| Other commercial | 473,559 | 479,684 | 462,978 | 489,880 | 480,653 |
| Unearned income | (5) | (8) | (8) | (9) | (10) |

Commercial

| | | | | | |
|------------------------|---------|---------|---------|---------|---------|
| Commercial | 181,174 | 184,920 | 177,682 | 161,474 | 165,946 |
| Agricultural | 59,944 | 68,761 | 105,107 | 83,071 | 53,927 |
| Financial institutions | 16,158 | 20,499 | 21,219 | 21,979 | 999 |
| Other | 14,369 | 13,579 | 12,403 | 14,220 | 17,785 |

| | | | | | |
|--------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total Loans | \$ 1,691,020 | \$ 1,718,107 | \$ 1,709,372 | \$ 1,662,337 | \$ 1,586,483 |
|--------------------|---------------------|---------------------|---------------------|---------------------|---------------------|

Investment Securities - End of Period**Held-to-Maturity**

| | | | | | |
|----------------------------------|----------------|----------------|----------------|----------------|----------------|
| Other assets | \$ 1,003 | \$ 1,004 | \$ 2,007 | \$ 2,012 | \$ 3,016 |
| U.S. Government agencies | 32,000 | 28,000 | 25,999 | 25,999 | 23,500 |
| Mortgage-backed securities | 180 | 187 | 197 | 212 | 279 |
| State and political subdivisions | 113,512 | 117,148 | 120,424 | 118,586 | 118,376 |
| Other securities | 2,038 | 3,960 | 2,496 | 2,484 | 2,473 |
| Total held-to-maturity | 148,733 | 150,299 | 151,123 | 149,293 | 147,644 |

Available-for-Sale

| | | | | | |
|----------------------------------|----------------|----------------|----------------|----------------|----------------|
| U.S. Treasury | 10,201 | 10,887 | 17,363 | 20,092 | 23,006 |
| U.S. Government agencies | 350,688 | 340,990 | 346,309 | 355,534 | 364,227 |
| Mortgage-backed securities | 3,264 | 3,309 | 3,442 | 3,786 | 3,744 |
| State and political subdivisions | 2,139 | 3,053 | 3,169 | 3,589 | 4,194 |
| FHLB stock | 6,150 | 6,044 | 11,320 | 10,137 | 7,705 |
| Other securities | 8,175 | 7,207 | 7,245 | 7,313 | 8,464 |
| Total available-for-sale | 380,617 | 371,490 | 388,848 | 400,451 | 411,340 |

| | | | | | |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total investment securities | \$ 529,350 | \$ 521,789 | \$ 539,971 | \$ 549,744 | \$ 558,984 |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|

Fair Value - HTM investment securities

| | | | | | |
|--|------------|------------|------------|------------|------------|
| | \$ 147,589 | \$ 149,173 | \$ 151,192 | \$ 150,169 | \$ 147,287 |
|--|------------|------------|------------|------------|------------|

Investment Securities - QTD
Average

| | | | | | | | | | | |
|--|----|---------|----|---------|----|---------|----|---------|----|---------|
| Taxable securities | \$ | 409,238 | \$ | 412,483 | \$ | 419,204 | \$ | 439,010 | \$ | 429,674 |
| Tax exempt securities | | 116,485 | | 119,642 | | 122,030 | | 122,129 | | 124,439 |
| Total investment securities - QTD average | \$ | 525,723 | \$ | 532,125 | \$ | 541,234 | \$ | 561,139 | \$ | 554,113 |

**Simmons First National
Corporation
Consolidated Allowance and
Asset Quality
For the Quarters Ended
(Unaudited)**

SFNC

Mar 31
2006Dec 31
2005Sep 30
2005Jun 30
2005Mar 31
2005

(In thousands)

Allowance for Loan Losses

| | | | | | | | | | | |
|-------------------------------|----|--------|----|--------|----|--------|----|--------|----|--------|
| Balance, beginning of quarter | \$ | 26,923 | \$ | 27,330 | \$ | 27,013 | \$ | 26,422 | \$ | 26,508 |
|-------------------------------|----|--------|----|--------|----|--------|----|--------|----|--------|

Loans charged off

| | | | | | | | | | | |
|-------------------------|--|-------|--|-------|--|-------|--|-------|--|-------|
| Credit cards | | 593 | | 1,455 | | 1,157 | | 1,158 | | 1,180 |
| Other consumer | | 272 | | 299 | | 341 | | 356 | | 244 |
| Real estate | | 260 | | 262 | | 444 | | 222 | | 120 |
| Commercial | | 209 | | 532 | | 1,217 | | 520 | | 1,420 |
| Total loans charged off | | 1,334 | | 2,548 | | 3,159 | | 2,256 | | 2,964 |

Recoveries of loans previously
charged off

| | | | | | | | | | | |
|-----------------------|--|-----|--|-------|--|-------|--|-------|--|-------|
| Credit cards | | 236 | | 192 | | 245 | | 216 | | 179 |
| Other consumer | | 153 | | 131 | | 214 | | 159 | | 132 |
| Real estate | | 198 | | 46 | | 128 | | 47 | | 30 |
| Commercial | | 104 | | 142 | | 1,153 | | 486 | | 316 |
| Total recoveries | | 691 | | 511 | | 1,740 | | 908 | | 657 |
| Net loans charged off | | 643 | | 2,037 | | 1,419 | | 1,348 | | 2,307 |

Reclass to reserve for unfunded
commitments

| | | | | | | | | | | |
|--|--|---------|--|---|--|---|--|---|--|---|
| | | (1,525) | | - | | - | | - | | - |
|--|--|---------|--|---|--|---|--|---|--|---|

Allowance for loan losses on
acquisitions

| | | | | | | | | | | |
|--|--|---|--|---|--|---|--|---|--|---|
| | | - | | - | | - | | - | | - |
|--|--|---|--|---|--|---|--|---|--|---|

| | | | | | | | | | | |
|---------------------------|--|-------|--|-------|--|-------|--|-------|--|-------|
| Provision for loan losses | | 1,708 | | 1,630 | | 1,736 | | 1,939 | | 2,221 |
|---------------------------|--|-------|--|-------|--|-------|--|-------|--|-------|

| | | | | | | | | | | |
|-------------------------|----|--------|----|--------|----|--------|----|--------|----|--------|
| Balance, end of quarter | \$ | 26,463 | \$ | 26,923 | \$ | 27,330 | \$ | 27,013 | \$ | 26,422 |
|-------------------------|----|--------|----|--------|----|--------|----|--------|----|--------|

Non-performing assets

Non-performing loans

Nonaccrual loans

| | | | | | | | | | | |
|--------------------------------|----|-------|----|-------|----|-------|----|--------|----|--------|
| Real estate | \$ | 4,497 | \$ | 5,598 | \$ | 6,069 | \$ | 6,947 | \$ | 7,360 |
| Commercial | | 1,328 | | 602 | | 1,026 | | 795 | | 1,582 |
| Consumer | | 1,005 | | 1,096 | | 1,193 | | 1,167 | | 1,292 |
| Total nonaccrual loans | | 6,830 | | 7,296 | | 8,288 | | 8,909 | | 10,234 |
| Loans past due 90 days or more | | 1,974 | | 1,131 | | 1,181 | | 1,199 | | 1,615 |
| Total non-performing loans | | 8,804 | | 8,427 | | 9,469 | | 10,108 | | 11,849 |

Other non-performing assets

| | | | | | | | | | | |
|--------------------------------------|--|-------|--|-------|--|-------|--|-------|--|-------|
| Foreclosed assets held for sale | | 1,666 | | 1,540 | | 2,120 | | 1,482 | | 1,340 |
| Other non-performing assets | | 11 | | 16 | | 78 | | 51 | | 64 |
| Total other non-performing assets | | 1,677 | | 1,556 | | 2,198 | | 1,533 | | 1,404 |

| | | | | | | | | | | |
|-----------------------------|----|--------|----|-------|----|--------|----|--------|----|--------|
| Total non-performing assets | \$ | 10,481 | \$ | 9,983 | \$ | 11,667 | \$ | 11,641 | \$ | 13,253 |
|-----------------------------|----|--------|----|-------|----|--------|----|--------|----|--------|

Ratios

| | | | | | |
|--|---------|---------|---------|---------|---------|
| Allowance for loan losses to total loans | 1.56% | 1.57% | 1.60% | 1.63% | 1.67% |
| Allowance for loan losses to non-performing loans | 300.58% | 319.48% | 288.63% | 267.24% | 222.99% |
| Allowance for loan losses to non-performing assets | 252.49% | 269.69% | 234.25% | 232.05% | 199.37% |
| Non-performing assets ratio * | 0.62% | 0.58% | 0.68% | 0.70% | 0.83% |
| Non-performing loans to total loans | 0.52% | 0.49% | 0.55% | 0.61% | 0.75% |
| Non-performing assets to total assets | 0.41% | 0.40% | 0.45% | 0.46% | 0.54% |
| Annualized net charge offs to total loans | 0.15% | 0.47% | 0.33% | 0.33% | 0.58% |
| Annualized net charge offs to total loans (excluding credit cards) | 0.07% | 0.20% | 0.13% | 0.11% | 0.36% |

* Non-performing assets ratio = (non-performing loans + foreclosed assets) / (total loans + foreclosed assets)

**Simmons First National
Corporation
Consolidated - Selected
Financial Data**

SFNC

**For the Quarters Ended
(Unaudited)**

**Mar 31
2006**

**Dec 31
2005**

**Sep 30
2005**

**Jun 30
2005**

**Mar 31
2005**

**(In thousands, except share
data)**

QUARTER-TO-DATE

| | | | | | |
|--|------------|------------|------------|------------|------------|
| Diluted earnings per share | \$ 0.41 | \$ 0.47 | \$ 0.50 | \$ 0.47 | \$ 0.40 |
| Operating earnings (excludes nonrecurring items) | 5,988 | 6,825 | 7,334 | 6,943 | 5,860 |
| Diluted operating earnings per share | 0.41 | 0.47 | 0.50 | 0.47 | 0.40 |
| Cash dividends declared per common share | 0.16 | 0.16 | 0.15 | 0.15 | 0.15 |
| Cash dividends declared - amount | 2,280 | 2,293 | 2,152 | 2,154 | 2,158 |
| Return on average stockholders' equity | 9.87% | 11.09% | 12.05% | 11.74% | 10.04% |
| Return on average assets | 0.96% | 1.07% | 1.15% | 1.12% | 0.97% |
| Net interest margin (FTE) | 4.05% | 4.10% | 4.10% | 4.15% | 4.17% |
| FTE Adjustment - investments | 695 | 701 | 714 | 720 | 756 |
| FTE Adjustment - loans | 85 | 88 | 89 | 83 | 83 |
| Amortization of intangibles | 207 | 208 | 207 | 207 | 207 |
| Amortization of intangibles, net of taxes | 130 | 131 | 130 | 130 | 131 |
| Average shares outstanding | 14,265,085 | 14,329,026 | 14,357,059 | 14,365,441 | 14,450,533 |
| Shares repurchased | 89,500 | 29,458 | 44,835 | 35,660 | 261,500 |
| Average price of repurchased shares | 28.12 | 27.81 | 27.39 | 24.17 | 25.95 |
| Average earning assets | 2,277,983 | 2,281,780 | 2,292,982 | 2,252,695 | 2,229,257 |
| Average interest bearing liabilities | 1,943,206 | 1,958,724 | 1,971,648 | 1,926,428 | 1,890,407 |

YEAR-TO-DATE

| | | | | | |
|--|---------|---------|---------|---------|---------|
| Other assets | \$ 0.41 | \$ 1.84 | \$ 1.37 | \$ 0.87 | \$ 0.40 |
| Operating earnings (excludes nonrecurring items) | 5,988 | 26,962 | 20,137 | 12,803 | 5,860 |
| Diluted operating earnings per share | 0.41 | 1.84 | 1.37 | 0.87 | 0.40 |
| Cash dividends declared per common share | 0.16 | 0.61 | 0.45 | 0.30 | 0.15 |
| Return on average stockholders' equity | 9.87% | 11.24% | 11.29% | 10.89% | 10.04% |
| Return on average assets | 0.96% | 1.08% | 1.08% | 1.05% | 0.97% |
| Net interest margin (FTE) | 4.05% | 4.13% | 4.14% | 4.16% | 4.17% |
| FTE Adjustment - investments | 695 | 2,891 | 2,190 | 1,476 | 756 |
| FTE Adjustment - loans | 85 | 343 | 255 | 166 | 83 |
| Amortization of intangibles | 207 | 829 | 621 | 414 | 207 |

| | | | | | |
|---|------------|------------|------------|------------|------------|
| Amortization of intangibles, net of taxes | 130 | 522 | 391 | 261 | 131 |
| Average shares outstanding | 14,265,085 | 14,375,005 | 14,385,842 | 14,407,752 | 14,450,533 |
| Diluted shares outstanding | 274,270 | 311,922 | 297,548 | 304,431 | 327,079 |
| Average earning assets | 2,277,983 | 2,264,402 | 2,258,545 | 2,241,040 | 2,229,257 |
| Average interest bearing liabilities | 1,943,206 | 1,937,085 | 1,929,791 | 1,908,517 | 1,890,407 |

END OF PERIOD

| | | | | | |
|--|------------|------------|------------|------------|------------|
| Book value | \$ 17.19 | \$ 17.04 | \$ 16.82 | \$ 16.63 | \$ 16.15 |
| Shares outstanding | 14,264,144 | 14,326,923 | 14,337,803 | 14,353,963 | 14,381,434 |
| Full-time equivalent employees | 1,111 | 1,110 | 1,099 | 1,094 | 1,083 |
| Total number of ATM's | 87 | 86 | 83 | 81 | 80 |
| Total number of financial centers | 80 | 79 | 77 | 76 | 75 |
| Parent company only - investment in subsidiaries | 267,732 | 265,714 | 263,991 | 262,020 | 259,425 |
| Parent company only - intangible assets | 133 | 133 | 133 | 133 | 133 |

SIGNATURE

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.

SIMMONS FIRST NATIONAL CORPORATION

Date: April 20, 2006

/s/ Robert A. Fehlman

Robert A. Fehlman, Executive Vice President
and Chief Financial Officer