

NEW YORK MORTGAGE TRUST INC
Form 10-Q
May 10, 2006

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, 2006.

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the Transition Period From _____ to _____

Commission File Number 001-32216

NEW YORK MORTGAGE TRUST, INC.
(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of
incorporation or organization)

47-0934168
(I.R.S. Employer
Identification No.)

1301 Avenue of the Americas, New York, New York 10019
(Address of principal executive office) (Zip Code)

(212) 634-9400
(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 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 filers" and "large accelerated filers" 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 o No p

The number of shares of the registrant's common stock, par value \$.01 per share, outstanding on May 1, 2006 was 17,918,618.

NEW YORK MORTGAGE TRUST, INC.

FORM 10-Q

Part I. FINANCIAL INFORMATION

Item 1. Consolidated Financial Statements:

Consolidated Balance Sheets

Consolidated Statements of Operations

Consolidated Statements of Cash Flows

Consolidated Statements of Stockholders' Equity

Notes to Consolidated Financial Statements

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Forward Looking Financial Statement Effects

General

Strategic Overview

Description of Business

Known Material Trends and Commentary

Significance of Estimates and Critical Accounting Policies

Overview of Performance

Summary of Operations and Key Performance Measurements

Financial Highlights for the First Quarter of 2006

Results of Operations and Financial Condition

Off-Balance Sheet Arrangements

Liquidity and Capital Resources

Inflation

Item 3. Quantitative and Qualitative Disclosures about Market Risk

Interest Rate Risk

Credit Spread Exposure

Fair Values

Item 4. Controls and Procedures

Part II. OTHER INFORMATION

Item 1. Legal Proceedings

Item 6. Exhibits

Signatures

PART I: FINANCIAL INFORMATION
NEW YORK MORTGAGE TRUST, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Dollar amounts in thousands)

	March 31, 2006 (unaudited)	December 31, 2005
ASSETS		
Cash and cash equivalents	\$ 5,549	\$ 9,056
Restricted cash	3,287	5,468
Investment securities - available for sale	485,483	716,482
Receivable for securities sold	197,856	—
Due from loan purchasers	101,201	121,813
Escrow deposits - pending loan closings	2,947	1,434
Accounts and accrued interest receivable	17,219	14,866
Mortgage loans held for sale	114,254	108,271
Mortgage loans held in securitization trusts	740,546	776,610
Mortgage loans held for investment	—	4,060
Prepaid and other assets	18,683	16,505
Derivative assets	10,741	9,846
Property and equipment, net	7,010	6,882
TOTAL ASSETS	\$ 1,704,776	\$ 1,791,293
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES:		
Financing arrangements, portfolio investments	\$ 1,056,744	\$ 1,166,499
Financing arrangements, loans held for sale/for investment	210,046	225,186
Collateralized debt obligations	220,532	228,226
Due to loan purchasers	1,631	1,652
Accounts payable and accrued expenses	15,645	22,794
Subordinated debentures	45,000	45,000
Derivative liabilities	585	394
Payable for securities purchased	60,000	—
Other liabilities	890	584
Total liabilities	1,611,073	1,690,335
COMMITMENTS AND CONTINGENCIES (Note 13)		
STOCKHOLDERS' EQUITY:		
Common stock, \$0.01 par value, 400,000,000 shares authorized, 18,191,996 shares issued and 17,918,618 outstanding at March 31, 2006 and 18,258,221 shares issued and 17,953,674 outstanding at December 31, 2005	182	183
Additional paid-in capital	104,996	107,573
Accumulated other comprehensive (loss)/income	(971)	1,910
Accumulated deficit	(10,504)	(8,708)
Total stockholders' equity	93,703	100,958
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,704,776	\$ 1,791,293

See notes to consolidated financial statements.

NEW YORK MORTGAGE TRUST, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(dollar amounts in thousands, except per share data)
(unaudited)

	For the Three Months Ended	
	March 31,	
	2006	2005
REVENUE:		
Interest income:		
Investment securities and loans held in securitization trusts	\$ 17,584	\$ 12,863
Loans held for investment	—	1,661
Loans held for sale	5,042	2,593
Total interest income	22,626	17,117
Interest expense:		
Investment securities and loans held in securitization trusts	14,079	8,620
Loans held for investment	—	1,144
Loans held for sale	3,315	1,848
Subordinated debentures	885	78
Total interest expense	18,279	11,690
Net interest income	4,347	5,427
OTHER INCOME (EXPENSE):		
Gain on sales of mortgage loans	4,070	4,321
Brokered loan fees	2,777	2,000
Loss on sale of current period securitized loans	(773)	—
Gain on sale of securities and related hedges		