

SP Bancorp, Inc.  
Form SC 13G  
March 24, 2011

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

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SCHEDULE 13G\*  
(Rule 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT  
TO § 204.13d-1(b), (c) AND (d) AND AMENDMENTS THERETO FILED  
PURSUANT TO § 204.13d-2.

SP Bancorp, Inc.  
(Name of Issuer)

Common Stock  
(Title of Class of Securities)

78468K106  
(CUSIP Number)

March 14, 2011  
(Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- Rule 13d-1(b)
- Rule 13d-1(c)
- Rule 13d-1(d)

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\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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1. NAMES OF REPORTING PERSONS

Labrador Partners L.P.

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
 (b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	72,083
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	72,083

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 72,083

10. CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES\* ..

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9) 4.18%

12. TYPE OF REPORTING PERSON\* PN

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS

Farley Associates II LLC

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
 (b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	72,083
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	72,083

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 72,083

10. CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES\* ..

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9) 4.18%

12. TYPE OF REPORTING PERSON\* CO

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS  
Newfoundland Partners L.P.
2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
(b)  ..
3. SEC USE ONLY
4. CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware
5. SOLE VOTING POWER -0-
6. SHARED VOTING POWER 24,921
7. SOLE DISPOSITIVE POWER -0-
8. SHARED DISPOSITIVE POWER 24,921
9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 24,921
10. CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES\* ..
11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9) 1.44%
12. TYPE OF REPORTING PERSON\*  
PN

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS  
FA Newfoundland LLC

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
(b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	24,921
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	24,921

9. AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON 24,921

10. CHECK IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES\* ..

11. PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9) 1.44%

12. TYPE OF REPORTING PERSON\*  
CO

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS

Farley Capital II L.P.

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
 (b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	107,900
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	107,900
9.		AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	107,900
10.		CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES*	..
11.		PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)	6.26%
12.		TYPE OF REPORTING PERSON*	PN

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS

Stephen Farley LLC

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
 (b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	107,900
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	107,900
9.		AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	107,900
10.		CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES*	..
11.		PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)	6.26%
12.		TYPE OF REPORTING PERSON*	CO

\*SEE INSTRUCTIONS BEFORE FILLING OUT!

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1. NAMES OF REPORTING PERSONS

Stephen L. Farley

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP\* (a)  x  
 (b)  ..

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

United States

NUMBER OF	5.	SOLE VOTING POWER	-0-
SHARES			
BENEFICIALLY	6.	SHARED VOTING POWER	107,900
OWNED BY			
EACH	7.	SOLE DISPOSITIVE POWER	-0-
REPORTING			
PERSON WITH	8.	SHARED DISPOSITIVE POWER	107,900
9.		AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	107,900
10.		CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES*	..
11.		PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)	6.26%
12.		TYPE OF REPORTING PERSON*	IN

\*SEE INSTRUCTIONS BEFORE FILLING OUT!



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Item 1(a).

Name of Issuer:

The name of the issuer is SP Bancorp, Inc. (the "Company").

Item 1(b).

Address of Issuer's Principal Executive Offices:

The Company's principal executive offices are located at 5224 W. Plano Parkway, Plano, Texas 75093.

Item 2(a).

Name of Person Filing:

This statement is filed by:

- (i) Labrador Partners L.P., a Delaware limited partnership ("Labrador"), with respect to the shares of Common Stock directly owned by it;
  - (ii) Farley Associates II LLC, a Delaware limited liability company ("Farley Associates II"), which serves as general partner of Labrador, with respect to the shares of Common Stock directly owned by Labrador;
  - (iii) Newfoundland Partners L.P., a Delaware limited partnership ("Newfoundland Partners"), with respect to the shares of Common Stock directly owned by it;
  - (iv) FA Newfoundland LLC, a Delaware limited liability company ("FA Newfoundland"), which serves as general partner of Newfoundland Partners, with respect to the shares of Common Stock directly owned by Newfoundland Partners;
  - (v) Farley Capital II L.P., a Delaware limited partnership ("Farley Capital II"), which serves as the management company to Newfoundland Partners and Labrador, with respect to the shares of Common Stock directly owned by each of Newfoundland Partners and Labrador, and which serves as the investment manager to a managed account (the "Managed Account"), with respect to shares of Common Stock directly owned by the Managed Account;
  - (vi) Stephen Farley LLC, a Delaware limited liability company ("Farley LLC"), which serves as managing member of each of FA Newfoundland and Farley Associates II, and which serves as general partner of Farley Capital II, with respect to the shares of Common Stock directly owned by each of Newfoundland Partners, Labrador and the Managed Account; and
  - (vii) Stephen L. Farley, who serves as Managing Member of Farley LLC, with respect to the shares of Common Stock directly owned by each of Newfoundland Partners, Labrador and the Managed Account.
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The foregoing persons are hereinafter sometimes collectively referred to as the "Reporting Persons." Any disclosures herein with respect to persons other than the Reporting Persons are made on information and belief after making inquiry to the appropriate party.

Item 2(b). Address of Principal Business Office, or if none, Residence:

The address of the business office of each of the Reporting Persons is 780 Third Avenue, 31st Floor, New York, New York 10017.

Item 2(c). Citizenship:

Labrador, Newfoundland Partners and Farley Capital II are limited partnerships organized under the laws of the State of Delaware. Farley Associates II, Farley LLC and FA Newfoundland are limited liability companies organized under the laws of the State of Delaware. Stephen L. Farley is a United States citizen.

Item 2(d). Title of Class of Securities:

Common Stock, par value \$0.01 per share (the "Common Stock").

Item 2(e). CUSIP Number:

78468K106

Item 3. If this statement is filed pursuant to §§240.13d-1(b) or 240.13d-2(b) or (c), check whether the person filing is a:

- (a)  Broker or dealer registered under Section 15 of the Act,
- (b)  Bank as defined in Section 3(a)(6) of the Act,
- (c)  Insurance Company as defined in Section 3(a)(19) of the Act,
- (d)  Investment Company registered under Section 8 of the Investment Company Act of 1940,
- (e)  Investment Adviser in accordance with Rule 13d-1(b)(1)(ii)(E),
- (f)  Employee Benefit Plan or Endowment Fund in accordance with 13d-1 (b)(1)(ii)(F),
- (g)  Parent Holding Company or control person in accordance with Rule 13d-1 (b)(1)(ii)(G),
- (h)  Savings Association as defined in Section 3(b) of the Federal Deposit Insurance Act,

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(i) Church Plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act of 1940,

(j) Group, in accordance with Rule 13d-1(b)(1)(ii)(J).

Not applicable.

Item 4.

Ownership:

A. Labrador Partners L.P.

(a) Amount beneficially owned: 72,083

(b) Percent of class: 4.18%. The percentages used in this Item 4 and elsewhere in this Form 13G are calculated based upon 1,725,000 shares of Common Stock issued and outstanding as of November 10, 2010, as reported in the Company's Quarterly Report on Form 10-Q for the quarter ended September 30, 2010, filed with the SEC on November 11, 2010.

(c) (i) Sole power to vote or direct the vote: -0-

(ii) Shared power to vote or direct the vote: 72,083

(iii) Sole power to dispose or direct the disposition: -0-

(iv) Shared power to dispose or direct the disposition: 72,083

B. Farley Associates II LLC

(a) Amount beneficially owned: 72,083

(b) Percent of class: 4.18%

(c) (i) Sole power to vote or direct the vote: -0-

(ii) Shared power to vote or direct the vote: 72,083

(iii) Sole power to dispose or direct the disposition: -0-

(iv) Shared power to dispose or direct the disposition: 72,083

C. Newfoundland Partners L.P.

(a) Amount beneficially owned: 24,921

(b) Percent of class: 1.44%

(c) (i) Sole power to vote or direct the vote: -0-

(ii) Shared power to vote or direct the vote: 24,921

(iii) Sole power to dispose or direct the disposition: -0-

(iv) Shared power to dispose or direct the disposition: 24,921

D. FA Newfoundland LLC

(a) Amount beneficially owned: 24,921

(b) Percent of class: 1.44%

(c) (i) Sole power to vote or direct the vote: -0-

(ii) Shared power to vote or direct the vote: 24,921

(iii) Sole power to dispose or direct the disposition: -0-

(iv) Shared power to dispose or direct the disposition: 24,921

E. Farley Capital II L.P.

- (a) Amount beneficially owned: 107,900
- (b) Percent of class: 6.26%
- (c) (i) Sole power to vote or direct the vote: -0-
- (ii) Shared power to vote or direct the vote: 107,900
- (iii) Sole power to dispose or direct the disposition: -0-
- (iv) Shared power to dispose or direct the disposition: 107,900

F. Stephen Farley LLC

- (a) Amount beneficially owned: 107,900
- (b) Percent of class: 6.26%
- (c) (i) Sole power to vote or direct the vote: -0-
- (ii) Shared power to vote or direct the vote: 107,900
- (iii) Sole power to dispose or direct the disposition: -0-
- (iv) Shared power to dispose or direct the disposition: 107,900

G. Stephen L. Farley

- (a) Amount beneficially owned: 107,900
- (b) Percent of class: 6.26%
- (c) (i) Sole power to vote or direct the vote: -0-
- (ii) Shared power to vote or direct the vote: 107,900
- (iii) Sole power to dispose or direct the disposition: -0-
- (iv) Shared power to dispose or direct the disposition: 107,900

Item 5. Ownership of Five Percent or Less of a Class:

Not applicable.

Item 6. Ownership of More than Five Percent on Behalf of Another Person:

Stephen L. Farley is the Managing Member of Stephen Farley LLC, and in that capacity directs its operations. Stephen Farley LLC, of which Mr. Farley is the Managing Member, is the Managing Member of each of FA Newfoundland LLC and Farley Associates II LLC, and is the general partner of Farley Capital II L.P., and in that capacity, respectively, directs their operations. FA Newfoundland LLC is the general partner of Newfoundland Partners L.P., and in that capacity directs its operations. Farley Associates II LLC is the general partner of Labrador Partners L.P., and in that capacity directs its operations.

Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on By the Parent Holding Company or Control Person:

Not applicable.

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Item 8. Identification and Classification of Members of the Group:

See Item 2.

Item 9. Notice of Dissolution of Group:

Not applicable.

Item 10. Certification:

Each of the Reporting Persons hereby makes the following certification:

By signing below we certify that, to the best of our knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose and effect.

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SIGNATURES

After reasonable inquiry and to the best of our knowledge and belief, we certify that the information set forth in this statement is true, complete and correct.

Dated: March 24, 2011

STEPHEN L. FARLEY

/s/ Stephen L. Farley

STEPHEN FARLEY LLC

By: /s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member

FARLEY CAPITAL II L.P.

By: Stephen Farley LLC  
General Partner

By:/s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member

FARLEY ASSOCIATES II LLC

By: Stephen Farley LLC  
Managing Member

By:/s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member

LABRADOR PARTNERS L.P.

By: Farley Associates II LLC  
General Partner

By: Stephen Farley LLC  
Managing Member

By: /s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member

FA NEWFOUNDLAND LLC

By: Stephen Farley LLC  
Managing Member

By: /s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member

NEWFOUNDLAND PARTNERS L.P.

By: FA Newfoundland LLC  
General Partner

By: Stephen Farley LLC  
Managing Member

By: /s/ Stephen L. Farley  
Stephen L. Farley  
Managing Member