Consolidated Balance Sheet

(Unaudited)

ASSETS	Dec 2014	Dec 2013
Cash and due from banks		
Non-Interest Bearing	$13,677,321	$13,094,678
Interest Bearing	$12,987,575	$46,790,629
Federal funds sold	$0	$0
Securities available for sale:		
U.S. Government agencies & Other MBS		
book value of 2014 $66,439,627 2013 $56,918,602	67,766,671	57,820,598
Obligations of state and politial subdivisions		
book value of 2014 $114,454,446 2013 $103,785,800	122,532,572	106,620,359
Other Debt Securities		
book value of 2014 $2,286,600 2013 $1,873,400	2,286,600	1,873,400
Loans held for sale	150,000	0
Loans	391,670,201	380,598,695
Less: Allowance for loan loss	(6,365,886)	(6,323,904)
	385,304,316	374,274,792
Bank premises and equipment, net	17,256,039	15,696,699
Accrued interest receivable	2,922,375	2,737,853
Cash Flow assets	17,185,969	19,720,572
Foreclosed assets	2,701,337	4,015,313
Bank-owned life insurance	10,764,759	10,456,601
Other assets	7,650,698	9,890,338
Total Assets	**$663,186,230**	**$662,991,833**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Noninterest bearing deposits	$126,017,403	$118,876,325
Savings and interest bearing deposits	248,007,401	236,434,565
Certificates of deposits	188,696,300	217,094,273
Total deposits	562,721,104	572,405,164
Federal funds purchased, FHLB Daily & Term borrowing	10,000,000	10,000,000
Accrued interest payable	$148,264	$183,897
Other liabilities	9,006,946	2,586,290
Notes payable & TruPS	10,700,339	15,992,460
Total liabilities	592,576,654	601,167,811
Commitments		
Shareholders' equity		
Preferred stock, par value $1 per share; authorized		
50,000 shares; none outstanding	0	0
Common stock, voting	19,682,730	16,348,915
Common stock, non-voting	0	0

	voting		non-voting	
	12-14	12-13	12-14	12-13
Shares auth	4,800,000	4,800,000	635,000	635,000
Shares o/s *	3,985,926	3,296,233	0	0

*includes 49,380 in nonvested shares

Paid in capital	389,534	145,903
Unrealized gains/(losses) on securities available for sale	6,207,410	2,466,124
Unearned ESOP shares	(138,400)	(276,800)
Retained earnings	44,468,302	43,139,881
Total shareholders' equity	70,609,577	61,824,023
Total liabilities and shareholders' equity	**$663,186,230**	**$662,991,833**

**See accompanying notes to consolidated financial statements



Consolidated Statements of Earnings

(Unaudited)

	Three Months Ended	
	Dec 2014	**Dec 2013**
Interest Income		
Interest and fees on loans	$5,243,717	$5,314,310
Interest on federal funds sold	0	0
Interest on time deposits with banks & other	3,851	4,110
Interest on U.S. Agency Obligations & MBS	572,428	564,723
Interest on obligations of state and political subs	1,016,387	915,567
Total interest income	6,836,382	6,798,710
Interest Expense		
Interest on savings and interest bearing deposits	153,637	160,361
Interest on certificates of deposits	565,778	619,841
Interest on federal funds purchased	0	0
Other interest expense	142,603	155,865
Total interest expense	862,017	936,066
Net interest income	5,974,365	5,862,644
Provision for loan losses	150,000	283,333
Net interest income after provision for loan losses	5,824,365	5,579,311
Noninterest Income		
Income from fiduciary activities	543,999	556,167
Service charges on deposit accounts	300,799	301,609
Securities gains (losses)-net	130,436	132,914
Net other-than-temporary impairment losses	($106,481)	($230,881)
Merchant card income	1,275,904	1,431,125
ATM income	289,352	282,424
Cash Flow income	700,568	876,960
Other income	695,898	660,929
Total noninterest income	3,830,473	4,011,247
Noninterest Expense		
Salaries	2,899,019	2,769,245
Employee benefits	749,124	547,229
Occupancy expenses	734,309	662,820
Net gain (loss)on other real estate owned	62,406	173,411
Merchant card expense	720,621	911,739
ATM expense	171,620	190,042
Cash Flow expense	150,000	402,666
Other expenses	2,719,863	2,749,777
Total noninterest expense	8,206,962	8,406,929
Income before income taxes	1,447,876	1,183,629
Income taxes	(191,757)	(19,051)
Net income	**$1,639,633**	**$1,202,680**
Earnings per share, primary	$0.414	$0.308
Earnings per share, assuming dilution	$0.405	$0.300
Dividends per share	$0.113	$0.113

***See accompanying notes to consolidated financial statements.



Consolidated Statements of Earnings

(Unaudited)

	Twelve Months Ended	
	Dec 2014	**Dec 2013**
Interest Income		
Interest and fees on loans	$20,491,697	$21,079,462
Interest on federal funds sold	0	0
Interest on time deposits with banks & other	17,938	31,328
Interest on U.S. Agency Obligations & MBS	2,213,011	2,671,853
Interest on obligations of state and political subs	3,927,903	3,632,451
Total interest income	26,650,549	27,415,094
Interest Expense		
Interest on savings and interest bearing deposits	594,445	668,297
Interest on certificates of deposits	2,335,863	2,750,044
Interest on federal funds purchased	0	0
Other interest expense	603,163	702,859
Total interest expense	3,533,470	4,121,200
Net interest income	23,117,079	23,293,894
Provision for loan losses	600,000	1,133,336
Net interest income after provision for loan losses	22,517,079	22,160,558
Noninterest Income		
Income from fiduciary activities	2,280,020	1,996,982
Service charges on deposit accounts	1,148,539	1,250,781
Securities gains (losses)-net	176,673	952,682
Net other-than-temporary impairment losses	($369,200)	($575,853)
Merchant card income	4,743,700	5,285,306
ATM income	1,148,725	1,129,865
Cash Flow income	2,953,032	3,589,674
Other income	4,137,978	3,520,803
Total noninterest income	16,219,466	17,150,240
Noninterest Expense		
Salaries	11,791,170	11,731,885
Employee benefits	2,796,312	2,406,473
Occupancy expenses	2,699,046	2,639,780
Net gain (loss)on other real estate owned	534,935	379,011
Merchant card expense	2,645,388	3,027,949
ATM expense	661,196	741,823
Cash Flow expense	550,000	742,666
Other expenses	9,370,044	8,492,001
Total noninterest expense	31,048,092	30,161,589
Income before income taxes	7,688,452	9,149,209
Income taxes	1,154,585	1,796,156
Net income	**$6,533,867**	**$7,353,053**
Earnings per share, primary	$1.654	$1.896
Earnings per share, assuming dilution	$1.621	$1.842
Dividends per share	$0.450	$0.425

***See accompanying notes to consolidated financial statements.