

Consolidated Balance Sheet

(Unaudited)

ASSETS	Dec 2015	Dec 2014
Cash and due from banks		
Non-Interest Bearing	$11,734,624	$13,677,321
Interest Bearing	$3,069,202	$12,987,575
Federal funds sold	$0	$0
Securities available for sale:		
U.S. Government agencies & Other MBS		
book value of 2015 $63,101,584 2014 $66,439,627	64,671,955	67,766,671
Obligations of state and politial subdivisions		
book value of 2015 $114,778,856 2014 $114,454,446	121,700,430	122,532,572
Other Debt Securities		
book value of 2015 $2,677,400 2014 $2,036,600	2,677,400	2,286,600
Loans held for sale	578,000	150,000
Loans	412,892,651	391,670,201
Less: Allowance for loan loss	(5,488,068)	(6,365,886)
	407,404,583	385,304,316
Bank premises and equipment, net	18,724,375	17,256,039
Accrued interest receivable	2,737,675	2,922,375
Cash Flow assets	24,338,473	17,185,969
Foreclosed assets	2,078,493	2,701,337
Bank-owned life insurance	11,069,462	10,764,759
Other assets	8,273,480	7,650,698
Total Assets	**$679,058,152**	**$663,186,230**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits		
Noninterest bearing deposits	$138,987,307	$126,017,403
Savings and interest bearing deposits	253,318,726	248,007,401
Certificates of deposits	173,246,698	188,696,300
Total deposits	565,552,731	562,721,104
Federal funds purchased, FHLB Daily & Term borrowing	25,803,000	10,000,000
Accrued interest payable	$104,188	$148,264
Other liabilities	6,238,610	9,006,946
Notes payable & TruPS	5,402,464	10,700,339
Total liabilities	603,100,993	592,576,654
Commitments		
Shareholders' equity		
Preferred stock, par value $1 per share; authorized		
50,000 shares; none outstanding	0	0
Common stock, voting	19,771,365	19,682,730
Common stock, non-voting	0	0

	voting		non-voting	
	12-15	12-14	11-15	11-14
Shares auth	4,800,000	4,800,000	635,000	635,000
Shares o/s *	4,015,233	3,985,926	0	0

*includes 60,960 in nonvested shares

Paid in capital	834,401	389,534
Unrealized gains/(losses) on securities available for sale	5,604,683	6,207,410
Unearned ESOP shares	0	(138,400)
Retained earnings	49,746,710	44,468,302
Total shareholders' equity	75,957,159	70,609,577
Total liabilities and shareholders' equity	**$679,058,152**	**$663,186,230**

**See accompanying notes to consolidated financial statements



Consolidated Statements of Earnings

(Unaudited)

	Three Months Ended	
	Dec 2015	**Dec 2014**
Interest Income		
Interest and fees on loans	$5,285,022	$5,243,717
Interest on federal funds sold	0	0
Interest on time deposits with banks & other	4,313	3,851
Interest on U.S. Agency Obligations & MBS	532,614	572,428
Interest on obligations of state and political subs	999,441	1,016,387
Total interest income	6,821,390	6,836,382
Interest Expense		
Interest on savings and interest bearing deposits	154,385	153,637
Interest on certificates of deposits	528,421	565,778
Interest on federal funds purchased	0	0
Other interest expense	118,724	142,603
Total interest expense	801,530	862,017
Net interest income	6,019,861	5,974,365
Provision for loan losses	83,847	150,000
Net interest income after provision for loan losses	5,936,014	5,824,365
Noninterest Income		
Income from fiduciary activities	524,546	543,999
Service charges on deposit accounts	347,839	300,799
Securities gains (losses)-net	281,561	130,436
Net other-than-temporary impairment losses	($249,063)	($106,481)
Merchant card income	2,108,009	1,275,904
ATM income	316,074	289,352
Cash Flow income	825,019	700,568
Other income	722,811	695,897
Total noninterest income	4,876,797	3,830,472
Noninterest Expense		
Salaries	4,124,792	2,899,019
Employee benefits	1,146,876	749,124
Occupancy expenses	803,829	734,309
Net gain (loss)on other real estate owned	79,072	62,406
Merchant card expense	1,421,074	720,621
ATM expense	160,731	171,620
Cash Flow expense	0	150,000
Other expenses	2,254,071	2,719,863
Total noninterest expense	9,990,445	8,206,962
Income before income taxes	822,366	1,447,875
Income taxes	(90,943)	(191,757)
Net income	**$913,309**	**$1,639,632**
Earnings per share, primary	$0.228	$0.413
Earnings per share, assuming dilution	$0.223	$0.405
Dividends per share	$0.120	$0.135

***See accompanying notes to consolidated financial statements.



Consolidated Statements of Earnings

(Unaudited)

	Twelve Months Ended	
	Dec 2015	**Dec 2014**
Interest Income		
Interest and fees on loans	$20,552,863	$20,491,697
Interest on federal funds sold	20	0
Interest on time deposits with banks & other	16,109	17,938
Interest on U.S. Agency Obligations & MBS	2,201,317	2,213,011
Interest on obligations of state and political subs	4,030,393	3,927,903
Total interest income	26,800,702	26,650,549
Interest Expense		
Interest on savings and interest bearing deposits	625,863	594,445
Interest on certificates of deposits	2,294,411	2,335,863
Interest on federal funds purchased	0	0
Other interest expense	457,645	603,163
Total interest expense	3,377,919	3,533,470
Net interest income	23,422,782	23,117,079
Provision for loan losses	241,341	600,000
Net interest income after provision for loan losses	23,181,441	22,517,079
Noninterest Income		
Income from fiduciary activities	2,223,701	2,280,020
Service charges on deposit accounts	1,319,600	1,148,539
Securities gains (losses)-net	1,186,691	176,673
Net other-than-temporary impairment losses	($535,764)	($369,200)
Merchant card income	7,207,155	4,743,700
ATM income	1,180,500	1,148,725
Cash Flow income	3,085,960	2,953,032
Other income	4,440,724	4,137,978
Total noninterest income	20,108,567	16,219,466
Noninterest Expense		
Salaries	13,322,063	11,791,170
Employee benefits	3,314,640	2,796,312
Occupancy expenses	2,975,791	2,699,046
Net gain (loss)on other real estate owned	267,171	534,935
Merchant card expense	4,652,863	2,645,388
ATM expense	666,157	661,196
Cash Flow expense	225,000	550,000
Other expenses	8,981,275	9,370,044
Total noninterest expense	34,404,959	31,048,092
Income before income taxes	8,885,049	7,688,452
Income taxes	1,480,709	1,154,585
Net income	**$7,404,340**	**$6,533,867**
Earnings per share, primary	$1.854	$1.654
Earnings per share, assuming dilution	$1.817	$1.621
Dividends per share	$0.465	$0.450

***See accompanying notes to consolidated financial statements.