Calvin B. Taylor Bankshares, Inc.
and Subsidiary

Financial Highlights

At period end	September 30, 2015	December 31, 2014	% Change
Assets	$ 485,531,243	$ 451,042,947	7.65%
Deposits	$ 396,798,214	$ 366,303,211	8.33%
Loans, net	$ 234,770,469	$ 225,483,766	4.12%
Total capital	$ 81,661,768	$ 78,490,941	4.04%
Book value per share	$ 28.11	$ 26.91	4.46%
Total capital to total assets	16.82%	17.40%	

For the nine months ended	September 30, 2015	September 30, 2014	% Change
Average assets	$ 481,813,758	$ 452,640,565	6.45%
Average equity	$ 80,283,677	$ 78,983,622	1.65%
Net interest income	$ 10,341,199	$ 10,131,306	2.07%
Net income	$ 3,426,687	$ 3,405,543	0.62%
Net income per share	$ 1.18	$ 1.16	1.72%
Return on average assets	0.95%	1.00%	
Return on average equity	5.69%	5.75%	

Calvin B. Taylor Bankshares, Inc. and Subsidiary
Consolidated Balance Sheets

	(unaudited) September 30, 2015	December 31, 2014
Assets		
Cash and due from banks	$ 71,529,207	$ 37,937,508
Federal funds sold	12,856,982	12,752,587
Interest-bearing bank deposits	23,189,005	20,080,489
Investment securities available for sale	39,116,538	47,170,443
Investment securities held to maturity (approximate fair value of $87,909,472 and $91,292,681)	87,629,937	91,386,521
Loans, less allowance for loan losses of $978,321 and $908,588	234,770,469	225,483,766
Premises and equipment	6,582,724	5,458,034
Other real estate owned	365,000	410,500
Accrued interest receivable	1,150,177	1,093,821
Computer software	191,503	146,198
Bank owned life insurance	8,440,822	8,201,496
Prepaid expenses	427,681	433,781
Other assets	281,198	487,803
Total assets	$ 486,531,243	$ 451,042,947
Liabilities and Stockholders' Equity		
Deposits		
Noninterest-bearing	$ 128,687,308	$ 111,213,527
Interest-bearing	268,110,906	255,089,684
Total deposits	396,798,214	366,303,211
Securities sold under agreements to repurchase	7,676,642	5,702,986
Accrued interest payable	21,973	22,624
Deferred income taxes	217,376	285,213
Other liabilities	155,270	237,972
Total liabilities	404,869,475	372,552,006
Stockholders' equity		
Common stock, par value $1 per share; authorized 10,000,000 shares; issued and outstanding 2,904,912 shares at September 30, 2015, and 2,917,119 shares at December 31, 2014	2,904,912	2,917,119
Additional paid-in capital	6,391,047	6,697,024
Retained earnings	71,380,830	67,954,143
Total tier 1 capital	80,676,789	77,568,286
Accumulated other comprehensive income, net of tax	984,979	922,655
Total stockholders' equity	81,661,768	78,490,941
Total liabilities and stockholders' equity	$ 486,531,243	$ 451,042,947

Calvin B. Taylor Bankshares, Inc. and Subsidiary
Consolidated Statements of Comprehensive Income (unaudited)

	For the nine months ended September 30, 2015	2014
Interest and dividend revenue		
Loans, including fees	$ 9,576,845	$ 9,825,551
U. S. Treasury and government agency securities	746,500	542,983
State and municipal securities	95,764	55,999
Federal funds sold and due from banks	85,932	93,427
Interest-bearing bank deposits	86,898	61,565
Equity securities	20,053	23,747
Total interest and dividend revenue	10,611,992	10,603,272
Interest expense		
Deposits	263,578	284,273
Borrowings	7,215	7,693
Total interest expense	270,793	291,966
Net interest income	10,341,199	10,311,306
Provision for loan losses	165,000	180,000
Net interest income after provision for loan losses	10,176,199	10,131,306
Noninterest revenue		
Service charges on deposit accounts	462,825	501,308
ATM and debit card	578,765	554,746
Increase in cash surrender value of bank owned life insurance	182,295	187,951
Loss on revaluation of other real estate owned	(85,500)	-
Miscellaneous	371,794	325,362
Total noninterest revenue	1,510,179	1,569,367
Noninterest expenses		
Salaries	2,772,814	2,697,313
Employee benefits	844,022	841,292
Occupancy	549,200	551,613
Furniture and equipment	341,149	324,557
Data processing	204,083	209,543
ATM and debit card	235,830	255,810
Deposit insurance premiums	158,413	155,202
Other operating	1,249,680	1,370,800
Total noninterest expenses	6,355,191	6,406,130
Income before income taxes	5,331,187	5,294,543
Income taxes	1,904,500	1,889,000
Net income	$ 3,426,687	$ 3,405,543
Earnings per common share - basic and diluted	$ 1.18	$ 1.16
Other comprehensive income, net of tax		
Unrealized gains on available for sale investment securities arising during the period, net of taxes of $34,446 and $80,192	62,234	122,400
Comprehensive income	$ 3,488,921	$ 3,527,943