

Quarterly Statement of Condition First Quarter, March 31, 2013

Central Bank & Trust Co.
Central Insurance Services
Central Bank of Jefferson County
Central Investment Center, Inc.



Showing you the way.

 Central Bancshares, Inc.

Central Bancshares' Mission Statement

The mission of Central Bancshares is to be a high-performance financial services company that delivers superior service and value to each customer we serve. We will emphasize customer and employee satisfaction – always mindful that quality people will make the Central difference.

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Financial Highlights

	2013	2012	2011	2010	2009
Results of Operations:					
Net income	\$ 3,077,738	\$ 3,210,765	\$ 2,387,773	\$ 932,739	\$ 671,325
Net income per share	8.85	9.23	6.86	2.68	1.93
Cash dividends per share	0.00	0.00	0.00	0.00	1.25
Book value per share at quarter end	526.60	489.66	456.04	436.63	416.68
At March 31:					
Assets	\$ 2,111,204,277	\$ 2,131,532,379	\$ 2,120,841,940	\$ 2,076,296,844	\$ 1,905,528,925
Earning assets	1,982,736,880	1,984,825,537	1,956,509,558	1,919,819,781	1,760,051,586
Net loans and leases	1,549,293,031	1,628,566,777	1,700,704,934	1,707,562,864	1,556,252,057
Deposits	1,794,226,708	1,845,927,255	1,842,671,089	1,757,118,404	1,551,369,252
Shareholders' equity	183,217,184	170,364,594	158,666,840	151,911,645	144,972,745
Performance Ratios:					
Return on average assets	0.60%	0.61%	0.45%	0.18%	0.14%
Return on average shareholders' equity	6.82%	7.61%	6.10%	2.47%	1.86%
Average shareholders' equity to average assets	8.06%	7.31%	6.69%	6.67%	6.89%
Net charge-offs to average loans and leases	0.06%	0.07%	0.09%	0.16%	0.11%
Allowance for credit losses as a percentage of quarter end loans and leases	1.77%	1.84%	1.46%	1.28%	1.43%
Net interest margin (tax equivalent)	3.60%	3.88%	4.12%	3.97%	3.57%

Consolidated Balance Sheets

	March 31, 2013	March 31, 2012
ASSETS		
Cash and due from banks	\$ 38,280,809	\$ 43,229,232
Federal funds sold	126,000,000	159,800,000
<i>Total cash and cash equivalents</i>	<u>164,280,809</u>	<u>203,029,232</u>
Securities	273,299,441	158,830,842
Loans and leases, net of unearned income	1,577,236,416	1,659,012,647
Allowance for credit losses	(27,943,385)	(30,445,870)
<i>Loans and leases, net</i>	<u>1,549,293,031</u>	<u>1,628,566,777</u>
Premises and equipment, net	37,199,430	42,505,176
Federal Home Loan Bank stock	7,050,900	7,959,300
Intangible assets	15,212,718	16,398,437
Prepaid expenses and other assets	64,867,948	74,242,615
Total assets	\$ 2,111,204,277	\$ 2,131,532,379
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits:		
Non-interest bearing	\$ 400,199,392	\$ 396,461,638
Interest bearing	1,394,027,316	1,449,465,617
<i>Total deposits</i>	<u>1,794,226,708</u>	<u>1,845,927,255</u>
Customer sweep accounts	72,539,612	50,485,112
Federal funds purchased	2,650,000	0
Federal Home Loan Bank advances	2,841,716	16,565,463
Long term debt payable	37,600,000	37,600,000
Other liabilities	18,129,057	10,589,955
<i>Total liabilities</i>	<u>1,927,987,093</u>	<u>1,961,167,785</u>
SHAREHOLDERS' EQUITY		
Common stock, par value, \$10 a share; 350,000 shares authorized, 347,922 shares outstanding	3,479,220	3,479,220
Additional paid-in capital	6,890,468	6,890,468
Retained earnings	176,478,032	163,730,411
Accumulated other comprehensive income (loss)	(3,630,536)	(3,735,505)
<i>Total shareholders' equity</i>	<u>183,217,184</u>	<u>170,364,594</u>
Total liabilities and shareholders' equity	\$ 2,111,204,277	\$ 2,131,532,379

Consolidated Income Statements

(For three months ended)

	March 31, 2013	March 31, 2012
INTEREST INCOME		
Interest and fees on loans	\$ 19,652,448	\$ 21,725,340
Interest on securities	408,299	454,606
Interest on short term investments	116,263	77,936
	<u>20,177,010</u>	<u>22,257,882</u>
INTEREST EXPENSE		
Interest on deposits	2,509,836	3,178,143
Interest on borrowed funds	702,715	796,051
	<u>3,212,551</u>	<u>3,974,194</u>
Net interest income	16,964,459	18,283,688
Provision for credit losses	2,015,000	2,769,500
Net interest income after provision for credit losses	<u>14,949,459</u>	<u>15,514,188</u>
OTHER INCOME		
Service charges on deposit accounts	2,180,293	2,370,117
Service charges on loans	2,904,865	2,652,168
Wealth management income	2,782,790	2,519,191
Other income	1,306,850	702,024
	<u>9,174,798</u>	<u>8,243,500</u>
OTHER EXPENSES		
Salaries	8,090,674	7,727,277
Benefits	1,949,640	1,831,547
Occupancy	4,190,469	4,192,233
Other non-interest expenses	6,242,330	6,610,896
	<u>20,473,113</u>	<u>20,361,953</u>
Income before provision for income taxes	3,651,144	3,395,735
Provision for income taxes	573,406	184,970
Net income	<u>\$ 3,077,738</u>	<u>\$ 3,210,765</u>
Basic earnings per share	\$ 8.85	\$ 9.23

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