

**CITIZENS COMMERCE BANCSHARES, INC.**  
**CONSOLIDATED BALANCE SHEETS**  
December 31

**CITIZENS COMMERCE BANCSHARES, INC.**  
**CONSOLIDATED STATEMENTS OF INCOME**  
Years Ended December 31

	<u>2006</u>	<u>2005</u>		2006	2005
<b>ASSETS</b>			Interest income		
Cash and cash equivalents	\$ 10,814,532	\$ 5,295,014	Loans, including fees	\$14,020,345	\$11,850,511
Securities:			Securities		
Available for sale	29,813,711	32,469,206	U. S. Treasury, government agencies and other	740,555	705,970
Held to maturity	-	-	Municipal bonds	568,703	611,514
Loans held for sale	625,038	94,062	Federal funds sold	99,223	33,521
Loans, net	182,689,343	173,496,804	Other	81,488	72,406
Bank premises and equipment, net	4,621,142	4,589,728		15,510,314	13,273,922
Federal Home Loan Bank stock	1,071,600	1,011,700	Interest expense		
Federal Reserve Bank stock	297,900	297,900	Deposits	6,761,209	4,656,117
Other real estate owned	154,382	172,382	Subordinated debentures	228,885	228,885
Interest receivable	2,292,412	1,784,648	Other borrowings	930,229	830,359
Other assets	<u>2,670,634</u>	<u>1,278,573</u>		7,920,323	5,715,361
<b>Total assets</b>	<b><u>\$ 235,050,694</u></b>	<b><u>\$ 220,490,017</u></b>	Net interest income	7,589,991	7,558,561
			Provision for loan losses	350,000	342,000
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>			Net interest income after provision for loan losses	7,239,991	7,216,561
Deposits			Other income		
Demand - noninterest bearing	\$ 14,379,063	\$ 12,185,020	Service charges and fees	1,219,120	1,122,538
Savings, NOW and money market	68,225,855	73,719,079	Net gains on securities transactions	21,839	67,860
Time	<u>101,452,042</u>	<u>91,428,762</u>	Secondary market fees	134,380	208,199
Total deposits	184,056,960	177,332,861	Other	185,851	156,308
Securities sold under agreements to repurchase	8,242,083	4,322,995		1,561,190	1,554,905
Federal funds purchased	-	-	Other expenses		
Federal Home Loan Bank advances and notes payable	21,590,821	19,616,530	Salaries and benefits	2,985,564	2,893,192
Subordinated debentures	3,500,000	3,500,000	Occupancy and equipment	523,375	475,070
Interest payable	746,789	665,627	Data processing	407,212	382,633
Other liabilities	<u>1,189,098</u>	<u>1,024,765</u>	Professional fees	160,266	214,085
Total liabilities	219,325,751	206,462,778	Other	1,894,322	1,736,141
Stockholders' equity				5,970,739	5,701,121
Common stock, \$2.40 par value; 3,000,000 shares authorized, 1,319,873 (2006) and 1,312,093 (2005) shares issued and outstanding	3,167,695	3,149,024	Income before income taxes	2,830,440	3,070,345
Additional paid in capital	2,573,107	2,619,109	Provision for income taxes	775,661	854,816
Retained earnings	10,662,585	9,214,668	Net income	\$2,054,779	\$2,215,529
Unallocated shares held by KSOP	(490,821)	(616,530)	Earnings per share	\$1.59	\$1.70
Accumulated other comprehensive income	<u>(187,623)</u>	<u>(339,032)</u>	Return on average assets	0.92%	1.05%
Total stockholders' equity	15,724,943	14,027,239	Return on average equity	13.74%	16.26%
<b>Total liabilities and stockholders' equity</b>	<b><u>\$ 235,050,694</u></b>	<b><u>\$ 220,490,017</u></b>			