

CITIZENS COMMERCE BANCSHARES, INC.
CONSOLIDATED BALANCE SHEETS
December 31

	Audited <u>2015</u>	Audited <u>2014</u>
ASSETS		
Cash and cash equivalents	\$ 17,847,805	\$ 20,934,169
Securities:		
Available for sale	62,461,863	65,823,056
Loans held for sale	646,557	216,812
Loans, net of \$2,574,982 and \$2,617,556 in allowance for loan losses in 2015 and 2014	127,178,118	114,582,768
Bank premises and equipment, net	5,529,600	5,574,556
Federal Home Loan Bank stock	1,310,900	1,310,900
Federal Reserve Bank stock	337,050	271,700
Other real estate owned	959,520	1,799,806
Cash surrender value of bank owned life insurance	2,156,091	2,015,449
Interest receivable	921,744	825,840
Other assets	<u>424,274</u>	<u>501,369</u>
Total assets	\$ 219,773,522	\$ 213,856,425
LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits		
Demand - noninterest bearing	\$ 19,909,935	\$ 18,185,120
Savings, NOW and money market	85,148,067	80,441,847
Time	<u>74,185,211</u>	<u>75,699,310</u>
Total deposits	179,243,213	174,326,277
Securities sold under agreements to repurchase	5,009,361	4,735,801
Federal Home Loan Bank advances	24,000,000	24,000,000
Note payable	2,632,400	2,562,400
Subordinated debentures	3,500,000	3,500,000
Interest payable	1,455,894	1,169,222
Other liabilities	<u>3,926,814</u>	<u>3,244,647</u>
Total liabilities	219,767,682	213,538,347
Stockholders' equity		
Preferred stock, no par value; 25,000 shares authorized, 6,300 Series A shares and 315 shares of Series B, issued and outstanding with a liquidation preference of \$6,615,000	6,615,000	6,615,000
Common stock, no par value; 25,000,000 shares authorized, 1,795,323 (2015) and 1,731,272 (2014) shares issued and outstanding	3,313,652	3,314,110
Additional paid in capital	1,808,119	1,808,119
Accumulated deficit	(10,410,921)	(10,180,210)
Accumulated other comprehensive loss	<u>(1,320,010)</u>	<u>(1,238,941)</u>
Total stockholders' equity	5,840	318,078
Total liabilities and stockholders' equity	\$ 219,773,522	\$ 213,856,425

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

	Audited <u>2015</u>	Audited <u>2014</u>
Interest income		
Loans, including fees	\$ 5,942,778	\$ 5,759,596
Securities		
U. S. Treasury, government agencies and other	729,656	1,220,408
Municipal bonds	1,123,801	1,091,049
Federal funds sold	1,631	3,201
Other	<u>110,824</u>	<u>131,495</u>
	7,908,690	8,205,749
Interest expense		
Deposits	825,164	874,787
Subordinated debentures	155,097	148,722
Other borrowings	<u>1,321,879</u>	<u>1,302,529</u>
	<u>2,302,140</u>	<u>2,326,038</u>
Net interest income	5,606,550	5,879,711
(Credit) provision for loan losses	<u>(668,614)</u>	<u>-</u>
Net interest income after (credit) provision for loan losses	6,275,164	5,879,711
Other income		
Service charges and fees	801,579	834,498
Net gains on sale of securities	100,255	123,652
Gain on sale of loans held for sale	127,956	68,977
Other	<u>272,257</u>	<u>420,468</u>
	1,302,047	1,447,595
Other expenses		
Salaries and benefits	3,773,491	3,881,452
Occupancy and equipment	648,684	755,591
Data processing	601,919	592,355
Professional fees	353,864	403,213
FDIC Insurance	484,993	471,408
Other real estate owned, net of gain from sale or writedowns and other expenses	146,227	104,422
Other	<u>1,203,394</u>	<u>1,300,610</u>
	<u>7,212,572</u>	<u>7,509,051</u>
Net income (loss)	<u>\$ 364,639</u>	<u>\$ (181,745)</u>
Dividend and accretion on preferred shares	<u>595,350</u>	<u>575,837</u>
Net income (loss) available to common shareholders	<u>\$ (230,711)</u>	<u>\$ (757,582)</u>
Earnings (loss) per share		
Basic	\$ (0.13)	\$ (0.44)
Diluted	(0.13)	(0.44)