

CITIZENS BANCSHARES, INC.
CONSOLIDATED STATEMENTS OF INCOME
Years ended December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Interest income		
Loans, including fees	\$ 8,494,239	\$ 8,299,084
Securities – taxable	1,949,289	1,976,151
Securities – tax exempt	782,271	789,798
Federal funds sold and other	<u>125,184</u>	<u>235,193</u>
	11,350,983	11,300,226
Interest expense		
Deposits	4,286,413	4,532,843
Other borrowings and FHLB advances	<u>228,762</u>	<u>328,272</u>
	<u>4,515,175</u>	<u>4,861,115</u>
Net interest income	6,835,808	6,439,111
Provision for loan loss	<u>120,000</u>	<u>120,000</u>
Net interest income after provision for loan loss	6,715,808	6,319,111
Noninterest income		
Service charges on deposit accounts	341,783	320,493
Realized gains on security sales and calls	17,128	1,550
Other	<u>299,431</u>	<u>353,647</u>
	658,342	675,690
Noninterest expense		
Salaries and employee benefits	2,328,943	2,207,890
Occupancy expenses, net	211,558	246,736
Equipment expenses	187,945	189,050
Data processing	336,855	333,309
Marketing expenses	139,610	161,137
Other	<u>860,660</u>	<u>878,733</u>
	<u>4,065,571</u>	<u>4,016,855</u>
Income before income taxes	3,308,579	2,977,946
Income taxes	<u>1,008,350</u>	<u>850,381</u>
Net income	<u>\$ 2,300,229</u>	<u>\$ 2,127,565</u>
Per share data		
Basic earnings per share	\$ 14.38	\$ 13.30
Average shares outstanding	160,000	160,000