

# BIG ENOUGH TO LEAD. SMALL ENOUGH TO CARE.

2022 SECOND QUARTER REPORT



**Central Bancshares, Inc.**

Central Bank & Trust Co. • Central Insurance Services • Central Investment Center, Inc.

# FOCUSED ON COMMUNITY SINCE 1946.



## MISSION STATEMENT

The mission of Central Bancshares is to become Kentucky's leading, high-performing, community banking company by empowering our staff to deliver consistently superior service and value to our customers, shareholders and communities. We will be successful because Central Bankers are our greatest resource and our most sustainable advantage.

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### For additional copies or information:

MARKETING  
CENTRAL BANK  
300 West Vine Street  
Lexington, KY 40507

# FINANCIAL HIGHLIGHTS

As of and for the six months ended June 30

(dollars in thousands, except share data)	2022	2021	2020	2019	2018
<b>RESULTS OF OPERATIONS:</b>					
Net income	\$ 7,992	\$ 16,788	\$ 10,150	\$ 16,516	\$ 13,639
Net income per share	0.23	0.48	0.29	0.47	0.39
Book value per share at quarter end	9.81	9.94	9.16	8.55	7.72
<b>AT JUNE 30:</b>					
Assets	\$ 3,850,840	\$ 3,467,780	\$ 3,147,408	\$ 2,675,493	\$ 2,510,926
Earning assets	3,644,657	3,366,059	3,034,433	2,575,699	2,396,639
Loans, net	2,090,979	2,362,482	2,359,550	2,112,764	2,018,027
Deposits	3,116,000	2,849,060	2,537,665	2,141,569	2,052,387
Shareholders' equity	341,234	345,791	318,690	297,325	268,444
<b>PERFORMANCE RATIOS:</b>					
Return on average assets	0.42%	0.99%	0.70%	1.29%	1.12%
Return on average shareholders' equity	4.61%	10.06%	6.52%	11.58%	10.50%
Average tangible equity					
to average tangible assets	8.74%	9.50%	10.31%	10.66%	10.12%
Net charge-offs to average loans	0.08%	0.03%	0.05%	0.05%	0.02%
Allowance for loan losses as a					
percentage of quarter end loans	1.13%	1.05%	0.90%	1.00%	1.04%
Net interest margin (tax equivalent)	2.57%	3.18%	3.58%	4.10%	4.02%

## CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)

	June 30 2022	June 30 2021
<b>ASSETS</b>		
Cash and due from financial institutions	\$ 57,152	\$ 47,320
Interest bearing deposits with other financial institutions	471,850	599,500
Total cash and cash equivalents	<u>529,002</u>	<u>646,820</u>
Debt securities	1,051,170	372,222
Loans, net of unearned income	2,114,886	2,387,586
Allowance for loan losses	(23,907)	(25,104)
Loans, net	<u>2,090,979</u>	<u>2,362,482</u>
Premises and equipment, net	109,484	26,470
Federal Home Loan Bank stock	6,751	6,751
Intangible assets	14,313	14,313
Prepaid expenses and other assets	49,141	38,722
<b>Total assets</b>	<u>\$ 3,850,840</u>	<u>\$ 3,467,780</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Deposits:		
Non-interest bearing	\$ 1,303,732	\$ 1,167,523
Interest bearing	1,812,268	1,681,537
Total deposits	<u>3,116,000</u>	<u>2,849,060</u>
Repurchase agreements	243,988	209,764
Federal funds purchased	500	500
Federal Home Loan Bank advances	25,053	25,301
Subordinated debentures	15,000	15,000
Other liabilities	109,065	22,364
Total liabilities	<u>3,509,606</u>	<u>3,121,989</u>
<b>SHAREHOLDERS' EQUITY</b>		
Common stock (voting), \$10 par value; 350,000 shares authorized;		
347,922 shares issued and outstanding	3,479	3,479
Common stock (non-voting), no par value; 34,650,000 shares authorized;		
34,444,278 shares issued and outstanding	-	-
Additional paid-in capital	6,890	6,890
Retained earnings	357,506	336,891
Accumulated other comprehensive loss	(26,641)	(1,469)
Total shareholders' equity	<u>341,234</u>	<u>345,791</u>
Total liabilities and shareholders' equity	<u>\$ 3,850,840</u>	<u>\$ 3,467,780</u>

**CONSOLIDATED STATEMENTS OF INCOME**

(in thousands, except share data)

For the six months ended  
June 30  
2022  
June 30  
2021**INTEREST INCOME**

Loans, including fees	\$ 43,164	\$ 52,192
Debt securities	4,185	1,399
Deposits with other financial institutions	1,390	319
	<u>48,739</u>	<u>53,910</u>

**INTEREST EXPENSE**

Interest on deposits	2,154	1,618
Interest on borrowed funds	553	507
	<u>2,707</u>	<u>2,125</u>

Net interest income	46,032	51,785
Provision for loan losses	1,475	727
Net interest income after provision for loan losses	<u>44,557</u>	<u>51,058</u>

**NON-INTEREST INCOME**

Service charges on deposit accounts	2,963	2,705
Service charges on loans	5,297	6,778
Wealth management income	8,699	9,001
Other income	4,311	4,249
	<u>21,270</u>	<u>22,733</u>

**NON-INTEREST EXPENSE**

Salaries	21,654	22,316
Benefits	5,709	4,827
Occupancy and equipment	10,295	9,642
Other non-interest expenses	19,311	17,067
	<u>56,969</u>	<u>53,852</u>

Income before income taxes	8,858	19,939
Income taxes	866	3,151
<b>Net income</b>	<u>\$ 7,992</u>	<u>\$ 16,788</u>

<b>Basic earnings per share</b>	\$ 0.23	\$ 0.48
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# BOARDS OF DIRECTORS



*Luther Deaton, Jr.*  
Chairman, President & CEO

## Central Bancshares, Inc. and Central Bank & Trust Co. Board of Directors

**Luther Deaton, Jr.**  
Chairman, President & CEO, Central Bancshares, Inc. and Central Bank & Trust Co.

**Joan D. Kincaid**  
Vice Chairman of the Board, Central Bancshares, Inc. and Central Bank & Trust Co.

**Ulysses Lee "Junior" Bridgeman**  
President & CEO, Bridgeman Foods Inc.

**Michael D. Foley**  
Retired Partner  
RFH, PLLC Certified Public Accountants

**Wayne M. Martin**  
Vice President of Development, Retail Division, Booth Energy

**G. Michael Ritchie**  
Owner, MND Holdings, LLC

**Paul E. Sullivan**  
Partner, Frost Brown Todd, LLC

## Advisory Boards of Directors

### Central Bank, Georgetown Advisory Board of Directors

**Dallas Blankenship**  
Retired Superintendent, Scott County Board of Education

**Luther Deaton, Jr.**  
Chairman, President & CEO, Central Bancshares, Inc. and Central Bank & Trust Co.

**Mason "Butch" Glass**  
Community Volunteer

**George H. Lusby**  
Retired Scott County Judge Executive

**Kimberly E. Marshall**  
Market President

**Randy Mason**  
Owner-Operator, McDonald's

**W. Thomas Prather**  
Chairman, Central Bank Georgetown & Mayor of Georgetown

### Central Bank, Lexington Advisory Board of Directors

**David Ashford**  
President & Owner, Integrated Security Solutions

**Rick Avare**  
MAP Entities

**William Brewer**  
Dink, Inc.

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Owner, E.D. Bullard Company

**Lucas Campbell**  
Gorman Company

**Kevin Doyle**  
CFO, Congleton Hacker Company

**William Farish, Jr.**  
President, Lane's End Farm

**Don Howard, Jr.**  
President, H&W Management

**John Irvin, Jr.**  
Attorney, Kinkead & Stilz, PLLC

**Bill Justice**  
President, Justice Real Estate

**Debbie Long**  
Owner, Dudley's on Short

**Louis Mulloy**  
LTM Associates, LLC

**P.G. Peeples**  
President & CEO, Urban League of Lexington-Fayette County

**Deborah Spike-Pierce, DVM**  
President & CEO, Rood & Riddle Equine Hospital

**Bill Quigg**  
President, More Than A Bakery

**Bill Quenomoen**  
CEO, Denham-Blythe Company

**Adolph Rupp III**  
Rupp & Associates, Inc.

**Kenny Ray Schomp**  
President, Longship Logistics

**Mike Smith**  
Principal, Sherman Carter Barnhart Architects

**Gregg Thornton**  
Member, Ward, Hacker & Thornton, PLLC

**Dr. Lee Todd**  
Retired President, University of Kentucky

**Lawrence Weathers**  
Chief of Police, Lexington

**Kathy Wilford**  
Principal, Interspace Limited Design Group

**Carol Worsham**  
President, Winterwood, Inc.

### Central Bank, Louisville Advisory Board of Directors

**Claire Alagia**  
General Manager, Wakefield Reutlinger Realtors

**Ronald L. Carmicle**  
Owner, PLC Management

**Marcia Cassidy**  
Director, Capital Link Consultants

**Luther Deaton, Jr.**  
Chairman, President & CEO, Central Bancshares, Inc. and Central Bank & Trust Co.

**William "Billy" K. Doelker**  
Owner, Key Homes, LLC

**Michael D. Foley**  
Retired Partner  
RFH, PLLC Certified Public Accountants

**William E. Summers IV**  
Retired, Deputy Mayor, Louisville Metro Government

**Mark Wheeler**  
Market President

# BOARDS OF DIRECTORS

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Hometown Services

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Mayor of Richmond  
Pastor, First Baptist Church

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Builder and Developer

**Shannon Combs**  
Partner, Combs, Parsons and  
Collins Funeral Home

**Luther Deaton, Jr.**  
Chairman, President & CEO,  
Central Bancshares, Inc. and  
Central Bank & Trust Co.

**Jeff Fultz**  
Market President

**Greg Gerard**  
President, Baptist Health  
Richmond

**James Ernest Hillard**  
Owner, Middletown Industrial

**Dr. David McFaddin**  
President, Eastern Kentucky  
University

**Mike Rice**  
Owner, Cars of Kentucky, Inc.

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Owner, Zaxby's

**Luther Deaton, Jr.**  
Chairman, President & CEO,  
Central Bancshares, Inc. and  
Central Bank & Trust Co.

**Michael D. Foley**  
Retired Partner  
RFH, PLLC Certified Public  
Accountants

**Joan D. Kincaid**  
Vice Chairman of the Board,  
Central Bancshares, Inc. and  
Central Bank & Trust Co.

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Tutt, Inc.

**Paul E. Sullivan**  
Partner, Frost Brown Todd, LLC

**Benjamin G. Taylor**  
Taylor Made Farm & Sales  
Agency, Inc.

**Alan S. VanArsdall**  
Market President

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Reading Investments, LLC

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CEO, Towne Properties

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Tonya Burns Law

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Senior Vice President & COO, St.  
Elizabeth Healthcare, Florence

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President & CEO  
Carlisle Enterprises

**Luther Deaton, Jr.**  
Chairman, President & CEO,  
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Central Bank & Trust Co.

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CEO, Zalla Companies

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President, Munninghoff,  
Lange & Co.

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President, GSE, Inc.

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Manager, Turner Construction  
Company

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Logistics, Inc., and Zenith Logistics

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Owner, Ashley Development

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Central Bank & Trust Co.

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**Gerald F. (Kelly) Healy III**  
Director of Operations  
McDonald's

**Glenn D. Leveridge**  
Chairman, Central Bank  
Winchester

**Rex McCrary, D.M.D.**  
Dentist

**Jeff Monohan**  
President,  
The Allen Company

**Ralph J. Palmer**  
Retired, Palmer  
Engineering Co.

**Patricia M. Smith**  
President, MD Consulting, Inc.

**Robert Strode**  
Retired, Farming &  
Agribusiness

**Mary Jane Warner**  
Manager of Power Delivery, East  
Kentucky Power Cooperative, Inc.

# OFFICERS

## Central Bancshares, Inc.

Scott Guise  
*Auditing Officer*

Luther Deaton, Jr.  
*Chairman, President & CEO*

Joan D. Kincaid  
*Vice Chairman*

Susan L. Simmons  
*Vice President*

Ranee Leland  
*Vice President & Corporate Secretary*

Edward Barnes  
*Treasurer*

## Central Bank, Lexington

### ADMINISTRATION

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*Chairman, President & CEO*

Ranee Leland  
*Vice President & Corporate Secretary*

### Auditing

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*Executive Vice President*

Lisa S. Grant, CRCM  
*Senior Vice President & Compliance Officer*

Donna J. Craven, CRCM  
*Vice President*

Danny C. Noland  
*Vice President*

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*Vice President*

Leigh M. Carr  
*Assistant Vice President*

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*Executive Vice President*

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*Senior Vice President*

Shane Anderson  
*Vice President*

Mark R. Fox  
*Vice President*

Stephen J. Mallory  
*Vice President*

Ryan Allen  
*Commercial Lending Officer*

Cameron Freeman  
*Commercial Mortgage Officer*

### Commercial Real Estate Lending

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*Vice President*

Susan A. Dean  
*Vice President*

Paul B. Drake  
*Vice President*

Gary Loucks  
*Vice President*

Jordan Owens  
*Vice President*

### Consumer Lending

D. Keith Preston  
*Vice President*

Ramon Greene  
*Indirect Lending Officer*

Cameron Steiner  
*Consumer Mortgage Underwriter Officer*

### Central Bank Mortgage

Catherine Himes  
*Senior Vice President*

Tom Breathitt  
*Vice President*

Brad Fields  
*Vice President*

Lorraine Kinley  
*Vice President*

Bradley Sutherland  
*Vice President*

Brian W. West  
*Vice President*

Lisa Hart  
*Vice President*

Vina Risner  
*Assistant Vice President*

Melissa McCay  
*Secondary Mortgage Underwriter Officer*

Chris McGaughey  
*Community Development Officer*

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*Senior Vice President*

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*Vice President*

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*Vice President*

Chris Campbell  
*Assistant Vice President*

Allison Carter  
*Assistant Vice President*

Ashley N. Rodgers  
*Assistant Vice President*

### Credit Analysis

Benjamin Wilbanks  
*Senior Vice President*

Steffen Hanser  
*Assistant Vice President*

Michael Danhauer  
*Credit Analyst Officer*

### Special Assets

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*Senior Vice President*

Steve Hall  
*Vice President*

Becky Mullins  
*Assistant Vice President*

Mike McFarland  
*Special Assets Officer*

### Loan Processing

Donna M. Turner  
*Vice President*

### HUMAN RESOURCES

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*Executive Vice President*

Shelia Plymale  
*Senior Vice President*

Andrea Creech  
*Human Resources Officer*

Janette Hodges  
*Human Resources Officer*

### TECHNOLOGY SERVICES

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*Senior Vice President*

David Hake  
*Senior Vice President*

Kevin J. Lippert  
*Senior Vice President*

E. Sean Proffit  
*Senior Vice President*

Adrian Embree  
*Technology Officer*

Kyle Hamilton  
*Technology Officer*

### RETAIL & PRIVATE BANKING

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*Executive Vice President*

Matthew S. Ratliff  
*Vice President*

Nicole Wiseman  
*Retail Administration Officer*

### Banking Centers

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*Assistant Vice President*

Sharon Bradley  
*Assistant Vice President*

Gina Ensminger  
*Assistant Vice President*

Angela M. Friesz  
*Assistant Vice President*

Barbara Johnson  
*Assistant Vice President*

Karen Lackey  
*Assistant Vice President*

Philip Rochester  
*Assistant Vice President*



# OFFICERS

Alexandra T. Wolf  
*Assistant Vice President*

Bobby Cain  
*Retail Banking Officer*

Sheila Carmack  
*Retail Banking Officer*

Rachel Jones  
*Retail Banking Officer*

Laura M. Owens  
*Retail Banking Officer*

## Client Services

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*Vice President*

## Marketing

Lesley Catron, CFMP  
*Senior Vice President*

Christine Whalen, CFMP  
*Marketing Officer*

## Correspondent Banking

Doug Flynn  
*Correspondent Banking Officer*

## Private Banking

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*Senior Vice President*

Leslie Flynn  
*Vice President*

Jeff Murphy  
*Vice President*

Christopher Thomason  
*Vice President*

Melissa Shimfessel  
*Assistant Vice President*

## FINANCIAL PLANNING

Edward Barnes  
*Executive Vice President & CFO*

Mark A. Hampton, CPA  
*Senior Vice President*

Mark Kendall  
*Assistant Vice President*

Lisa A. Williamson  
*Assistant Vice President*

## ENTERPRISE RISK MANAGEMENT

C. Gregory Stacy  
*Executive Vice President*

Beth Lakes Robinson  
*Vice President*

## Funds Management

James R. Nall  
*Assistant Vice President*

## OPERATIONS AND SUPPORT

Laura Schweitzer  
*Executive Vice President*

## Facilities

Harvey Sword  
*Senior Vice President*

## Image Processing

Ryan Leigh Chapman  
*Assistant Vice President*

## Loan Services

Timothy R. Austin  
*Vice President*

Shawn Presnell  
*Vice President*

## Deposit Services

Lisa Durham  
*Senior Vice President*

## Financial Intelligence & Security Unit

Shane Ensminger  
*Senior Vice President*

Angela D. Campbell  
*Assistant Vice President*

Alan Stewart  
*Security Officer*

Betsy Williams  
*Security Officer*

## Retail Operations

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*Senior Vice President*

Joshua Bly  
*Retail Operations Officer*

## Digital Banking

Brenda P. Oaks  
*Vice President*

## Card Services

Chris Eder  
*Card Services Officer*

Ken Kirk  
*Card Services Officer*

## WEALTH MANAGEMENT

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*Executive Vice President*

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*Vice President*

## Employee Benefits

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*Vice President*

Terri Shaw  
*Retirement Plan Officer*

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Leigh Ann Young  
*Assistant Vice President*

## Personal Trust

Kathryn Wilson Gibson  
*Senior Vice President*

Elizabeth Johns  
*Vice President*

Jenny Foley, CPA  
*Assistant Vice President*

Matthew Frank, CFP®  
*Assistant Vice President*

Anna Hovekamp  
*Assistant Vice President*

Lauren Lovely  
*Assistant Vice President*

## Investment Management

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*Senior Vice President*

Chris Address, CFA®  
*Vice President*

Thomas Corr  
*Vice President*

Patrick Rassi  
*Senior Trust Investment Officer*

Chris Taylor  
*Trust Officer*

## CENTRAL INSURANCE SERVICES

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*Vice President*

Rob Wessel  
*Vice President*

Justin Whipple  
*Vice President*

Steven P. Wright  
*Vice President*

Don Yaden  
*Vice President*

Chris Harrison  
*Assistant Vice President*

Joanna Gwinn-Estill  
*Insurance Officer*

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*Executive Vice President & Senior Financial Advisor*

Tony Brown  
*Vice President & Financial Advisor*

Jeff Fields, CRPS®  
*Vice President & Financial Advisor*

Deborah Fisher  
*Assistant Vice President & Financial Advisor*

Thomas E. Roberts, CFP®  
*Financial Advisor*

John Saunier  
*Financial Advisor*

Jennifer Wilson  
*Financial Advisor*

## CENTRAL BANK, GEORGETOWN

Kimberly E. Marshall  
*Market President*

Andrea Smith  
*Vice President*

# OFFICERS

## Retail Banking

Crystal Hunt  
*Retail Banking Officer*

## Mortgage Lending

Ashley Weir  
*Vice President*

## CENTRAL BANK, LOUISVILLE

Mark Wheeler  
*Market President*

John Hubbuch, Jr.  
*Vice President*

Benjamin Morris  
*Vice President*

James "Jim" R. Sparks  
*Vice President*

## Retail Banking

Edman Cundiff  
*Vice President*

Elaine Fawbush  
*Vice President*

Clayton Rogers  
*Retail Banking Officer*

Bridgette Wingate  
*Community Development  
Officer*

## Private Banking

Robert Slider  
*Senior Vice President*

Mary Littrell  
*Vice President*

Jim Morris  
*Vice President*

M. Trish Osborn  
*Vice President*

## Wealth Management

Bill Kaiser  
*Vice President*

## CENTRAL BANK, MADISON COUNTY

Jeff Fultz  
*Market President*

Cameron Abney  
*Senior Vice President &  
Senior Market Lender*

Ken Riley  
*Vice President*

Andrew Alexander  
*Commercial Lending Officer*

## Retail Banking

Shawn McWilliams  
*Vice President*

Kristy Napier  
*Retail Banking Officer*

## Mortgage Lending

Donna Haney  
*Vice President*

## CENTRAL BANK, NICHOLASVILLE

Alan S. VanArsdall  
*Market President*

Brandy Osborne  
*Assistant Vice President*

Adam Rodgers  
*Assistant Vice President*

## Retail Banking

Jill Slone  
*Assistant Vice President*

Kathy Moore  
*Retail Banking Officer*

## Mortgage Lending

Monna Treadway  
*Vice President*

## CENTRAL BANK, NORTHERN KENTUCKY

James Uebel  
*Market President*

John Finley  
*Senior Vice President*

Karen Hartig  
*Senior Vice President*

Andy Hils  
*Senior Vice President &  
Senior Market Lender*

Karen J. Homan  
*Senior Vice President*

Amy Roberts  
*Vice President*

JB Schmidt  
*Assistant Vice President*

Mandy Barker  
*Commercial Lending Officer*

## Mortgage Lending

Dottie Dawson  
*Assistant Vice President*

## Retail Banking

Steven Gillespie  
*Vice President*

Adam Metzger  
*Vice President*

Mark Minton  
*Vice President*

Diana Webster  
*Vice President*

## Private Banking

Matthew E. Eilers  
*Senior Vice President*

Larry Luebbers  
*Vice President*

Hank Heidrich  
*Private Banking Officer*

## Wealth Management

Jeff Augsback  
*Trust Officer*

## CENTRAL BANK, WINCHESTER

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*Market President*

Bo Henry  
*Senior Vice President &  
Senior Market Lender*

Erica Parks  
*Assistant Vice President*

## Retail Banking

Tammy M. Carroll  
*Vice President*

Deborah R. Banks  
*Retail Banking Officer*

## Mortgage Lending

Paula Dickens  
*Vice President*

Lisa T. Earlywine  
*Vice President*

# NOTES

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Central Bank & Trust Co. is a wholly-owned subsidiary of Central Bancshares, Inc.



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