

# ALWAYS LEADING. ALWAYS SERVING. ALWAYS HERE.

2023 FIRST QUARTER REPORT



**Central Bancshares, Inc.**

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



## 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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# FINANCIAL HIGHLIGHTS

As of and for the three months ended March 31

(dollars in thousands, except share data)	2023	2022	2021	2020	2019
<b>RESULTS OF OPERATIONS:</b>					
Net income	\$ 8,668	\$ 3,289	\$ 8,924	\$ 5,903	\$ 8,924
Net income per share	0.25	0.09	0.26	0.17	0.26
Book value per share at quarter end	10.33	9.97	9.71	9.00	8.32
<b>AT MARCH 31:</b>					
Assets	\$ 3,560,515	\$ 3,850,805	\$ 3,456,712	\$ 2,733,210	\$ 2,604,923
Earning assets	3,377,766	3,650,437	3,366,469	2,632,120	2,508,289
Loans, net	2,382,340	2,054,579	2,395,173	2,008,976	2,065,037
Deposits	2,810,173	3,103,722	2,846,595	2,168,717	2,075,901
Shareholders' equity	359,366	346,742	337,774	313,206	289,555
<b>PERFORMANCE RATIOS:</b>					
Return on average assets	0.97%	0.35%	1.09%	0.87%	1.42%
Return on average shareholders' equity	10.10	3.76	10.89	7.65	12.79
Average tangible equity					
to average tangible assets	9.22	8.87	9.61	10.91	10.62
Net charge-offs to average loans	0.03	0.08	0.01	0.02	0.02
Allowance for loan losses as a					
percentage of quarter end loans	1.18	1.13	1.05	0.96	0.98
Net interest margin (tax equivalent)	3.83	2.46	3.28	3.72	4.15

## CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)

	March 31 2023	March 31 2022
<b>ASSETS</b>		
Cash and due from financial institutions	\$ 51,557	\$ 51,720
Interest bearing deposits with other financial institutions	73,900	546,208
Total cash and cash equivalents	<u>125,457</u>	<u>597,928</u>
Debt securities	888,267	1,019,355
Loans, net of unearned income	2,410,885	2,078,123
Allowance for loan losses	(28,545)	(23,544)
Loans, net	<u>2,382,340</u>	<u>2,054,579</u>
Premises and equipment, net	94,733	113,773
Federal Home Loan Bank stock	4,714	6,751
Intangible assets	14,313	14,313
Prepaid expenses and other assets	50,691	44,106
<b>Total assets</b>	<b>\$ 3,560,515</b>	<b>\$ 3,850,805</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Deposits:		
Non-interest bearing	\$ 1,187,953	\$ 1,297,712
Interest bearing	1,622,220	1,806,010
Total deposits	<u>2,810,173</u>	<u>3,103,722</u>
Repurchase agreements	250,103	249,849
Federal funds purchased	500	500
Federal Home Loan Bank advances	25,000	25,115
Subordinated debentures	15,000	15,000
Other liabilities	100,373	109,877
Total liabilities	<u>3,201,149</u>	<u>3,504,063</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	374,567	352,803
Accumulated other comprehensive loss	(25,570)	(16,430)
Total shareholders' equity	<u>359,366</u>	<u>346,742</u>
Total liabilities and shareholders' equity	<b>\$ 3,560,515</b>	<b>\$ 3,850,805</b>

## CONSOLIDATED STATEMENTS OF INCOME

(in thousands, except share data)

	For the three months ended	
	March 31	March 31
	2023	2022
<b>INTEREST INCOME</b>		
Loans, including fees	\$ 29,343	\$ 21,336
Debt securities	5,826	1,628
Deposits with other financial institutions	<u>1,744</u>	<u>327</u>
	36,913	23,291
<b>INTEREST EXPENSE</b>		
Interest on deposits	4,095	873
Interest on borrowed funds	<u>582</u>	<u>261</u>
	4,677	1,134
Net interest income	32,236	22,157
Provision for credit losses	<u>2,396</u>	<u>1,300</u>
Net interest income after provision for credit losses	29,840	20,857
<b>NON-INTEREST INCOME</b>		
Service charges on deposit accounts	1,492	1,438
Service charges on loans	2,494	2,650
Wealth management income	4,701	4,477
Other income	<u>2,368</u>	<u>2,269</u>
	11,055	10,834
<b>NON-INTEREST EXPENSE</b>		
Salaries	11,249	10,514
Benefits	3,204	2,800
Occupancy and equipment	5,077	5,149
Other non-interest expenses	<u>10,755</u>	<u>9,665</u>
	30,285	28,128
Income before income taxes	10,610	3,563
Income taxes	<u>1,942</u>	<u>274</u>
<b>Net income</b>	\$ 8,668	\$ 3,289
<b>Basic earnings per share</b>	\$ 0.25	\$ 0.09

# BOARDS OF DIRECTORS

## Central Bancshares, Inc. and Central Bank & Trust Co. Boards 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.

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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

**Lee F. Carter**  
Executive Director, Kentucky Horse Park

**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**  
Retired Mayor of Georgetown

**Clifford A. Wilson III**  
CEO, Georgetown Community Hospital & Market President, Central Kentucky LifePoint Hospitals

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President & Owner, Integrated Security Solutions

**William Brewer**  
Dink, Inc.

**Crinda Francke**  
President & CEO, Executrain of Central Kentucky

**Laura Gardner**  
General Manager, Thoroughbred Club

**Dr. John Hobbs**  
Baptist Health Medical Group

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

**Jay Johnson**  
President & Owner, Thermal Balance, Inc.

**Bill Justice**  
President, Justice Real Estate

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CFO, American Board Family Medicine

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

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Owner, Mills Companies I, LLC

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Managing Member, LTM Associates, LLC

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President & CEO, Urban League of Lexington-Fayette County

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

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

**Nick Rowe**  
President, Kentucky American Water Co.

**Kenny Ray Schomp**  
President, Longship Logistics

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

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

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

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

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

**Jerry Woodall**  
Owner, Woodall Construction Co., Inc.

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

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**Claire Alagia**  
Realtor, Jon Mand & Associates, Lenihan Sotheby's International Realty

**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.

# BOARDS OF DIRECTORS

**William “Billy” K. Doelker**  
*Owner, Key Homes, LLC*

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*Retired Partner  
RFH, PLLC Certified Public  
Accountants*

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*Retired Deputy Mayor, Louisville  
Metro Government*

**Mark Wheeler**  
*Market President*

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Hometown Services*

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Pastor, First Baptist Church*

**James R. Carr**  
*Builder & Developer, Indigo Run  
Inc.*

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

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

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*Market President*

**Greg Gerard**  
*President, Baptist Health  
Richmond*

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*Owner, Middletown Industrial*

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*President, Eastern Kentucky  
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*Chairman, President & CEO,  
Central Bancshares, Inc. and  
Central Bank & Trust Co.*

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*Retired Partner  
RFH, PLLC Certified Public  
Accountants*

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*Vice Chairman of the Board,  
Central Bancshares, Inc. and  
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Elizabeth Healthcare, Florence*

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Carlisle Enterprises*

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Central Bancshares, Inc. and  
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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*Member, Frost Brown Todd, LLC*

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Central Bancshares, Inc. and  
Central Bank & Trust Co.*

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*Market President*

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

**Glenn D. Leveridge**  
*Retired, Central Bank Market  
President*

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*President,  
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**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.

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*Vice Chairman*

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*Vice President*

Melissa Shimfessel  
*Vice President*

Edward Barnes  
*Treasurer*

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*Vice President*

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*Executive Vice President*

Danny C. Noland  
*Vice President*

Scott Guise  
*Auditing Officer*

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*Senior Vice President*

## Financial Intelligence & Security Unit

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*Senior Vice President*

Angela D. Campbell  
*Assistant Vice President*

Alan Stewart  
*Assistant Vice President*

### Risk Management

Beth Lakes Robinson  
*Senior Vice President*

Tim Hurley  
*Information Security Officer*

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*Executive Vice President*

### Commercial Lending

David Ross  
*Senior Vice President*

Shane Anderson  
*Vice President*

Mark R. Fox  
*Vice President*

Ryan Allen  
*Commercial Lending Officer*

Cameron Freeman  
*Commercial Mortgage Officer*

## Commercial Real Estate Lending

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*Vice President*

Paul B. Drake  
*Vice President*

Gary Loucks  
*Vice President*

Jordan Owens  
*Vice President*

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*Vice President*

Ramon Greene  
*Indirect Lending Officer*

Cameron Steiner  
*Consumer Mortgage Underwriter Officer*

### Central Bank Mortgage

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*Senior Vice President*

Tom Breathitt  
*Vice President*

Paula Dickens  
*Vice President*

Brad Fields  
*Vice President*

Lorraine Kinley  
*Vice President*

Bradley Sutherland  
*Vice President*

Lisa Hart  
*Vice President*

Melissa McCay  
*Secondary Mortgage Underwriter Officer*

### Corporate Services

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*Senior Vice President*

Joan Patterson, CTP  
*Vice President*

Lisa K. Vickers  
*Vice President*

Chris Campbell  
*Assistant Vice President*

Allison Carter  
*Assistant Vice President*

Ashley N. Rodgers  
*Assistant Vice President*

### Credit Analysis

Steffen Hanser  
*Assistant Vice President*

Leigh Carr  
*Assistant Vice President*

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*Vice President*

Becky Mullins  
*Assistant Vice President*

Mike McFarland  
*Special Assets Officer*

### Loan Processing

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*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*

### RETAIL & PRIVATE BANKING

Gregory M. Shewmaker  
*Executive Vice President*

Matthew S. Ratliff  
*Vice President*

### Banking Centers

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*Vice President*

Angela M. Friesz  
*Vice President*

Philip Rochester  
*Vice President*

Sharon Bradley  
*Assistant Vice President*

Gina Ensminger  
*Assistant Vice President*

Rachel Jones  
*Assistant Vice President*

Karen Lackey  
*Assistant Vice President*

Bobby Cain  
*Retail Banking Officer*

Sheila Carmack  
*Retail Banking Officer*

Laura M. Owens  
*Retail Banking Officer*

### Client Services

Diane Gentry  
*Vice President*

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Lesley Catron, CFMP  
*Senior Vice President*

Christine Whalen  
*Marketing Officer*

### Correspondent Banking

Doug Flynn  
*Correspondent Banking Officer*

### Private Banking

Mark Ruddell  
*Senior Vice President*

Leslie Flynn  
*Vice President*



# OFFICERS

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*Vice President*

Christopher Thomason  
*Vice President*

Alexandra T. Wolf  
*Assistant Vice President*

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*Executive Vice President  
& CFO*

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*Senior Vice President*

Mark Kendall  
*Assistant Vice President*

Lisa A. Williamson  
*Assistant Vice President*

## FUNDS MANAGEMENT

C. Gregory Stacy  
*Executive Vice President*

James R. Nall  
*Assistant Vice President*

Sarah Forman  
*Funds Management  
Analyst Officer*

## 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

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*Senior Vice President*

## Technology

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*Senior Vice President*

Kevin J. Lippert  
*Senior Vice President*

E. Sean Profit  
*Senior Vice President*

Adrian Embree  
*Technology Officer*

Kyle Hamilton  
*Technology Officer*

Jimmy Rose  
*Technology Officer*

## Delivery Channels

Michael Gartner  
*Senior Vice President*

Anna Clayton  
*Senior Vice President*

## Retail Operations

Joshua Bly  
*Retail Operations Officer*

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*Vice President*

## Card Services

Chris Eder  
*Card Services Officer*

Ken Kirk  
*Card Services Officer*

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*Executive Vice President*

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Terri Shaw  
*Trust Officer*

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*Assistant Vice President*

## Personal Trust

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*Senior Vice President*

Matthew Frank, CFP®  
*Vice President*

Anna Hovekamp  
*Vice President*

Elizabeth Johns  
*Vice President*

Lauren Lovely  
*Vice President*

Jenny Foley, CPA  
*Assistant Vice President*

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*Senior Vice President*

Chris Andress, CFA®  
*Vice President*

Thomas Corr  
*Vice President*

Patrick Rassi  
*Senior Trust Investment  
Officer*

Chris Taylor  
*Trust Officer*

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*President*

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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*

## CENTRAL INVESTMENT CENTER, INC.

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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  
*Vice President &  
Financial Advisor*

Thomas E. Roberts, CFP®  
*Vice President &  
Financial Advisor*

Jennifer Wilson  
*Vice President &  
Financial Advisor*

John Saunier  
*Financial Advisor*

## CENTRAL BANK, GEORGETOWN

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*Market President*

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*Vice President*

## Retail Banking

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*Retail Banking Officer*

Shelby Lyons  
*Retail Banking Officer*

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Ashley Weir  
*Vice President*

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Mark Wheeler  
*Market President*

John Hubbuch, Jr.  
*Vice President*

Benjamin Morris  
*Vice President*

# OFFICERS

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*Vice President*

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*Vice President*

Elaine Fawbush  
*Vice President*

Clayton Rogers  
*Retail Banking Officer*

Bridgette Wingate  
*Community Development  
Officer*

## Mortgage Lending

Trevor Humphrey  
*Mortgage Lending 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*

Adam Rodgers  
*Vice President*

## Retail Banking

Jill Slone  
*Assistant Vice President*

Kathy Moore  
*Retail Banking Officer*

## Mortgage Lending

Monna Key  
*Vice President*

## CENTRAL BANK, NORTHERN KENTUCKY

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*Market President*

Andy Hils  
*Senior Vice President &  
Senior Market Lender*

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*Senior Vice President*

JB Schmidt  
*Assistant Vice President*

Mandy Barker  
*Commercial Lending Officer*

Matt O'Toole  
*Commercial Lending Officer*

## Retail Banking

Steven Gillespie  
*Vice President*

Adam Metzger  
*Vice President*

Mark Minton  
*Vice President*

Diana Webster  
*Vice President*

Brad Hungler  
*Retail Banking Officer*

Chris McGaughey  
*Community Development  
Officer*

## Mortgage Lending

Dottie Dawson  
*Assistant Vice President*

## Private Banking

Matthew E. Eilers  
*Senior Vice President*

Larry Luebbers  
*Vice President*

## 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  
*Assistant Vice President*

## Mortgage Lending

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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