

ALWAYS LEADING. ALWAYS SERVING. ALWAYS HERE.

2024 SECOND 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.

CONTENTS

Financial Highlights	1
Consolidated Balance Sheets	2
Consolidated Statements of Income	3
Boards of Directors	4
Officers	6

FINANCIAL HIGHLIGHTS

As of and for the six months ended June 30

(dollars in thousands, except share data)

	2024	2023	2022	2021	2020
RESULTS OF OPERATIONS:					
Net income	\$ 16,416	\$ 17,697	\$ 7,992	\$ 16,788	\$ 10,150
Net income per share	0.48	0.51	0.23	0.48	0.29
Book value per share at quarter end	11.63	10.48	9.81	9.94	9.16
AT JUNE 30:					
Assets	\$ 3,564,991	\$ 3,601,890	\$ 3,850,840	\$ 3,467,780	\$ 3,147,408
Earning assets	3,382,718	3,414,109	3,644,657	3,366,059	3,034,433
Loans, net	2,816,427	2,476,769	2,090,979	3,362,482	2,359,550
Deposits	2,750,264	2,651,354	3,116,000	2,849,060	2,537,665
Shareholders' equity	397,372	364,488	341,234	345,791	318,690
PERFORMANCE RATIOS:					
Return on average assets	0.95%	0.99%	0.42%	0.99%	0.70%
Return on average shareholders' equity	8.51	10.06	4.61	10.06	6.52
Average tangible equity					
to average tangible assets	10.77	9.50	8.74	9.50	10.31
Net charge-offs to average loans	0.03	0.08	0.08	0.03	0.05
Allowance for credit losses as a					
percentage of quarter end loans	1.13	1.15	1.13	1.05	0.90
Net interest margin (tax equivalent)	3.85	3.79	2.57	3.18	3.58

CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)

	June 30 2024	June 30 2023
ASSETS		
Cash and due from financial institutions	\$ 56,427	\$ 57,217
Interest bearing deposits with other financial institutions	10,000	14,400
Total cash and cash equivalents	<u>66,427</u>	<u>71,617</u>
Debt securities	516,100	881,256
Loans, net of unearned income	2,848,588	2,505,654
Allowance for credit losses	(32,161)	(28,885)
Loans, net	<u>2,816,427</u>	<u>2,476,769</u>
Premises and equipment, net	89,668	93,452
Federal Home Loan Bank stock	8,030	12,799
Intangible assets	14,313	14,313
Prepaid expenses and other assets	54,026	51,684
Total assets	<u>\$ 3,564,991</u>	<u>\$ 3,601,890</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits:		
Non-interest bearing	\$ 1,049,630	\$ 1,118,676
Interest bearing	1,700,634	1,532,678
Total deposits	<u>2,750,264</u>	<u>2,651,354</u>
Repurchase agreements	206,488	254,544
Federal funds purchased	500	500
Federal Home Loan Bank advances	90,000	217,000
Subordinated debentures	15,000	15,000
Other liabilities	105,367	99,004
Total liabilities	<u>3,167,619</u>	<u>3,237,402</u>
SHAREHOLDERS' EQUITY		
Common stock (voting), \$10 par value; 350,000 shares authorized;		
341,681 and 347,922 shares issued and outstanding at June 30, 2024 and 2023, respectively	3,417	3,479
Common stock (non-voting), no par value; 34,650,000 shares authorized;		
33,825,725 and 34,444,278 shares issued and outstanding at June 30, 2024 and 2023, respectively	-	-
Additional paid-in capital	6,767	6,890
Retained earnings	407,756	383,596
Accumulated other comprehensive loss	(20,568)	(29,477)
Total shareholders' equity	<u>397,372</u>	<u>364,488</u>
Total liabilities and shareholders' equity	<u>\$ 3,564,991</u>	<u>\$ 3,601,890</u>

CONSOLIDATED STATEMENTS OF INCOME (in thousands, except share data)	For the six months ended	
	June 30 2024	June 30 2023
INTEREST INCOME		
Loans, including fees	\$ 76,447	\$ 60,622
Debt securities	9,228	11,822
Interest on deposits with other financial institutions	441	2,353
	<u>86,116</u>	<u>74,797</u>
INTEREST EXPENSE		
Interest on deposits	19,804	9,130
Interest on borrowed funds	3,605	1,950
	<u>23,409</u>	<u>11,080</u>
Net interest income	62,707	63,717
Provision for credit losses	2,953	3,476
Net interest income after provision for credit losses	<u>59,754</u>	<u>60,241</u>
NON-INTEREST INCOME		
Service charges on deposit accounts	2,840	2,958
Service charges on loans	5,270	4,977
Wealth management income	10,027	9,087
Other income	4,826	4,760
	<u>22,963</u>	<u>21,782</u>
NON-INTEREST EXPENSE		
Salaries	24,150	22,552
Benefits	6,165	6,071
Occupancy and equipment	10,254	10,305
Other non-interest expenses	22,275	21,408
	<u>62,844</u>	<u>60,336</u>
Income before income taxes	19,873	21,687
Income taxes	3,457	3,990
Net income	<u>\$ 16,416</u>	<u>\$ 17,697</u>
Basic earnings per share	\$ 0.48	\$ 0.51

BOARDS OF DIRECTORS



Luther Deaton, Jr.

Luther Deaton, Jr.
Chairman, President & CEO

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.

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
Retired 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

Central Bank, Lexington Advisory Board of Directors

David Ashford
President & Owner,
Integrated Security
Solutions

Rick Avare
Dealer Principal &
Managing Partner,
MAP Group

Lucas Campbell
Manager,
Gorman Company

Bruce Drake
Co-Founder
Bluegrass Hospitality
Group

Crinda Francke
President & CEO,
Executrain of Central
Kentucky

Laura Gardner
General Manager,
Thoroughbred Club

Dr. John Hobbs
Baptist Health Medical
Group

John Irvin, Jr.
Attorney at Law,
Kinkead & Stilz, PLLC

Jay Johnson
President & Owner,
Thermal Balance, Inc.

Trisha Layow
CFO, American Board
Family Medicine

Debbie Long
Owner, Dudley's on Short

Shelby Marshall
CEO & Owner,
Lynn Blueprint & Supply

Brian McCarty
Co-Founder,
Bluegrass Hospitality
Group

Marella Mills
Owner,
Mills Companies 1, LLC

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

Bill Quigg
President, More Than A
Bakery

Nick Rowe
President, Kentucky
American Water Co.

Adolph "Chip" Rupp
President, Rupp &
Associates, Inc.

Kenny Ray Schomp
President, Longship
Logistics

Mike Smith
Principal, Sherman Carter
Barnhart Architects

Gregg Thornton
Member, Ward, Hacker &
Thornton, PLLC

Kathy Wilford
Principal, Interspace
Limited Design Group

Jerry Woodall
Owner, Woodall
Construction Co., Inc.

Jeff Yeary
Managing Member,
Atlas Street LLC

Central Bank, Louisville Advisory Board of Directors

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

Ronald L. Carmicle
Owner, PLC Management

Marcia Cassady
Director, Capital Link
Consultants

Shawna Corman
Attorney, Smith Lynch LLC

BOARDS OF DIRECTORS

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

Central Bank, Madison County Advisory Board of Directors

Dianna Ackerman
Broker/Owner, ERA Professional
Hometown Services

Robert R. Blythe
Mayor of Richmond &
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.

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.

Central Bank, Nicholasville Advisory Board of Directors

Sandra J. Adams
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.

Ben A. Rainwater
Vice President, Tutt, Inc.

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

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

Alan S. VanArsdall
Market President

Central Bank, Northern Kentucky Advisory Board of Directors

Mark Ayer
Managing Member
Reading Investments, LLC

Adam Bortz
CEO, Towne Properties

Tonya Burns-Gerakos, Esq.
President, Burns Builders

Chris Carle
Retired, St. Elizabeth
Healthcare, Florence

Bryan Carlisle
Board Chair & Partner,
Carlisle & Bray Enterprises, LLC

Wayne Carlisle
President & CEO,
Carlisle Enterprises

Carri Chandler
Vice President,
St. Elizabeth Foundation

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

Thomas J. Munninghoff
President, Munninghoff,
Lange & Co.

Greg Schrand
President, GSE, Inc.

Gregory Shumate
Member, Frost Brown Todd, LLC

David M. Spaulding
President, Acendion Capital &
Development

James Uebel
Market President

Paul Verst
President & CEO, Verst Group
Logistics, Inc., and Zenith Logistics

Central Bank, Winchester Advisory Board of Directors

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

Jeff Fultz
Market President

Gerald F. (Kelly) Healy III
Retired, McDonald's

Glenn D. Leveridge
Retired, Central Bank
Market President

Jeff Monohan
President,
The Allen Company

Ralph J. Palmer
Retired, Palmer
Engineering Co.

Patricia M. Smith
President, MD Consulting, Inc.

Mary Jane Warner
Retired, East Kentucky
Power Cooperative, Inc.

OFFICERS

Central Bancshares, Inc.

Luther Deaton, Jr.
Chairman, President &
CEO

Joan D. Kincaid
Vice Chairman

Susan L. Simmons
Vice President

Melissa Shimfessel
Vice President

Edward Barnes
Treasurer

Central Bank, Lexington

ADMINISTRATION

Luther Deaton, Jr.
Chairman, President &
CEO

Melissa Shimfessel
Vice President

AUDITING

Jennifer R. Stivers
Executive Vice President

Danny C. Noland
Senior Vice President

Scott Guise
Auditing Officer

Compliance

Donna J. Craven, CRCM
Senior Vice President

Jamie Cooper
Loan Compliance Officer

Financial Intelligence & Security Unit

Shane Ensminger
Senior Vice President

Angela D. Campbell
Vice President

Alan Stewart
Assistant Vice President

Risk Management

Beth Lakes Robinson
Senior Vice President

Tim Hurley
Information Security
Officer

COMMERCIAL BANKING

Paul R. Thornsberry
Executive Vice President

Commercial Lending

David Ross
Senior Vice President

Shane Anderson
Vice President

Mark R. Fox
Vice President

Mark Yates
Vice President

Ryan Allen
Commercial Lending
Officer

Commercial Real Estate Lending

Susan A. Dean
Vice President

Paul B. Drake
Vice President

Gary Loucks
Vice President

Brad Noel
Vice President

Jordan Owens
Vice President

Consumer Lending

Cameron Steiner
Consumer Mortgage
Underwriter Manager

Ramon Greene
Indirect Lending Officer

Central Bank Mortgage

Catherine Himes
Senior Vice President

Brad Fields
Vice President

Lorraine Kinley
Vice President

Bradley Sutherland
Vice President

Lisa Hart
Vice President

Melissa McCay
Mortgage Underwriter

Corporate Services

Karen Rowland, CTP
Senior Vice President

Lisa K. Vickers
Vice President

Ashley N. Rodgers
Vice President

Tim Sprague
Vice President

Chris Campbell
Assistant Vice President

Rachel Jones
Assistant Vice President

Credit Analysis

Steffen Hanser
Assistant Vice President

Leigh Carr
Assistant Vice President

Special Assets

Becky Mullins
Assistant Vice President

Mike McFarland
Courtesy Coverage
Supervisor

Loan Processing

Donna M. Turner
Vice President

Jonathan Parks
Loan Processing Officer

HUMAN RESOURCES

Susan L. Simmons
Executive Vice President

Shelia Plymale
Senior Vice President

Shawn Presnell
Vice President

Andrea Creech
Assistant Vice President

Janette Hodges
Assistant Vice President

RETAIL & PRIVATE BANKING

Gregory M. Shewmaker
Executive Vice President

Matthew S. Ratliff
Senior Vice President

Banking Centers

Lana Alexander
Vice President

Angela M. Friesz
Vice President

Philip Rochester
Vice President

Sharon Bradley
Assistant Vice President

Gina Ensminger
Assistant Vice President

Karen Lackey
Assistant Vice President

Kerry Bickett
Retail Banking Officer

Bobby Cain
Retail Banking Officer

Ben Little
Retail Banking Officer

Laura M. Owens
Retail Banking Officer

Client Services

Diane Gentry
Vice President

Marketing

Lesley Catron, CFMP
Senior Vice President

Correspondent Banking

Doug Flynn
Correspondent Banking
Officer

Private Banking

Mark Ruddell
Senior Vice President

Leslie Flynn
Vice President

OFFICERS

Jeff Murphy
Vice President

Christopher Thomason
Vice President

Alexandra T. Wolf
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

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

Loan Services
Timothy R. Austin
Vice President

Ben Pelfrey
Loan Services Officer

Deposit Services

Diana Webb
Assistant Vice President

Image Processing

Joshua Bly
Assistant Vice President

Delivery Channels

Michael Gartner
Senior Vice President

Anna Clayton
Senior Vice President

Digital Banking

Brenda P. Oaks
Vice President

Card Services

Chris Eder
Assistant Vice President

Ken Kirk
Assistant Vice President

TECHNOLOGY

David Hake
Executive Vice President

E. Sean Profit
Senior Vice President

Adrian Embree
Assistant Vice President

Kyle Hamilton
Assistant Vice President

Jimmy Rose
Technology Officer

WEALTH MANAGEMENT

Barry Hickey
Executive Vice President

Business Development

Matthew Frank, CFP®
Vice President

Employee Benefits

Sheila C. Parks
Senior Vice President

Terri Shaw
Trust Officer

Operations

Leigh Ann Young
Vice President

Kimberlyann Smith
Trust Operations Officer

Personal Trust

Kathryn Wilson Gibson
Senior Vice President

Jenny Foley, CPA
Vice President

Anna Hovekamp
Vice President

Elizabeth Johns
Vice President

Lesley D. L. King
Vice President

Lauren Lovely
Vice President

Investment Management

Timothy D. Fyffe
Senior Vice President

Chris Address, CFA®
Vice President

Thomas Corr
Vice President

Patrick Rassi, CFA®
Vice President

Buck Woodford, CFA®
Vice President

Chris Taylor
Trust Officer

CENTRAL INSURANCE SERVICES

Ross Barnette
Executive Vice President

Tom Francis
Vice President

Chris Harrison
Vice President

Rob Wessel
Vice President

Justin Whipple
Vice President

Steven P. Wright
Vice President

Don Yaden
Vice President

CENTRAL INVESTMENT CENTER, INC.

Jeff Ginnan
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

Lauralea Pfendler
Financial Advisor

CENTRAL BANK, GEORGETOWN

Kimberly E. Marshall
Market President

Andrea Smith
Vice President

Retail Banking

Crystal Hunt
Retail Banking Officer

Shelby Lyons
Retail Banking Officer

Mortgage Lending

Ashley Weir
Vice President

OFFICERS

CENTRAL BANK, LOUISVILLE

Mark Wheeler
Market President

Michael Guenther
*Senior Vice President & Senior
Market Lender*

John Hubbuch, Jr.
Vice President

Benjamin Morris
Vice President

James "Jim" R. Sparks
Vice President

Retail Banking

Edman Cundiff
Senior Vice President

Elaine Fawbush
Vice President

Clayton Rogers
Vice President

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

Todd Addington
Commercial Lending Officer

Isaac Steverson
Commercial Lending Officer

Retail Banking

Jill Slone
Assistant Vice President

Kathy Moore
Retail Banking Officer

Mortgage Lending

Monna Key
Vice President

CENTRAL BANK, NORTHERN KENTUCKY

James Uebel
Market President

Andy Hils
*Senior Vice President &
Senior Market Lender*

Mic Cooney
Senior Vice President

Karen J. Homan
Senior Vice President

JB Schmidt
Vice President

Matt O'Toole
Commercial Lending Officer

Retail Banking

Diana Webster
Senior Vice President

Steven Gillespie
Vice President

Adam Metzger
Vice President

Mark Minton
Vice President

Brad Hungler
Retail Banking Officer

Chris McGaughey
*Community Development
Officer*

Private Banking

Matthew E. Eilers
Senior Vice President

Larry Luebbers
Vice President

Wealth Management

Jeff Augsback
Trust Officer

WINCHESTER

Jeff Fultz
Market President

Bo Henry
*Senior Vice President &
Senior Market Lender*

Erica Parks
Assistant Vice President

Retail Banking

Tammy M. Carroll
Vice President

Mortgage Lending

Lisa T. Earlywine
Vice President

NOTES



centralbank.com • (859) 253-6222 • (800) 637-6884

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

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



Member FDIC