

CENTRAL VIRGINIA BANKSHARES, INC
CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

	Three Months Ended				Twelve Months Ended			
	December 31				December 31			
	2007	2006	\$ Change	% Change	2007	2006	\$ Change	% Change
Interest and fees on loans	5,217,904	4,523,694	694,210	15.3%	19,505,965	17,283,586	2,222,379	12.9%
Interest on securities:								
U.S. Government agencies and corporations	1,461,409	1,156,615	304,794	26.4%	5,741,234	4,488,877	1,252,357	27.9%
U.S. Treasury securities	0	0	0		0	5,369	(5,369)	-100.0%
States and political subdivisions	233,399	261,097	(27,698)	-10.6%	965,663	1,052,826	(87,163)	-8.3%
Other	1,007,202	953,270	53,932	5.7%	3,887,347	3,846,148	41,199	1.1%
Interest on federal funds sold	222	249,005	(248,783)	-99.9%	513,162	295,545	217,617	73.6%
Total Interest on Securities and Funds Sold	2,702,232	2,619,987	82,245	3.1%	11,107,406	9,688,765	1,418,641	14.6%
Total Interest Income	7,920,136	7,143,681	776,455	10.9%	30,613,372	26,972,351	3,641,021	13.5%
Interest on Deposits	8,096,504				31,307,558			
Interest on federal funds purchased and securities sold under repurchase agreements	3,320,971	2,922,827	398,144	13.6%	13,387,997	9,836,260	3,551,737	36.1%
Interest on FHLB borrowings:								
Overnight	1,754	0	1,754		1,754	233,761	(232,007)	-99.2%
Term	432,377	402,869	29,508	7.3%	1,593,054	1,245,870	347,184	27.9%
Interest on capital trust preferred	103,252	105,054	(1,802)	-1.7%	414,414	402,867	11,547	2.9%
Total Interest on Borrowings	843,669	508,784	334,885	65.8%	2,414,040	2,066,462	347,578	16.8%
Total Interest Expense	4,164,640	3,431,611	733,029	21.4%	15,802,037	11,902,722	3,899,315	32.8%
Net interest income	3,755,496	3,712,071	43,425	1.2%	14,811,334	15,069,629	(258,295)	-1.7%
Net Interest Income (FTE)	3,931,863	3,889,622	42,241	1.1%	15,505,520	15,792,369	(286,849)	-1.8%
Provision for Loan Losses	180,000	0	180,000		180,000	0	180,000	
Net interest income after provision for loan losses	3,575,496	3,712,071	(136,575)	-3.7%	14,631,334	15,069,629	(438,295)	-2.9%
Other income								
Deposit fees and charges	519,049	459,812	59,237	12.9%	1,852,956	1,863,372	(10,416)	-0.6%
Bank card fees	124,284	104,004	20,280	19.5%	471,160	412,724	58,436	14.2%
Increase in cash surrender value of life insurance	98,266	52,848	45,418	85.9%	360,385	211,390	148,995	70.5%
Secondary mortgage market loan interest and fees	14,156	64,197	(50,041)	-77.9%	128,451	260,946	(132,495)	-50.8%
Investment and insurance commissions	111,014	63,106	47,908	75.9%	380,025	325,156	54,869	16.9%
Realized gain on sale of securities available for sale	104,560	85,166	19,394	22.8%	109,548	181,481	(71,933)	-39.6%
Realized gain on sale of assets	0	0	0		0	757,416	(757,416)	-100.0%
Other	49,208	72,883	(23,675)	-32.5%	239,529	363,543	(124,014)	-34.1%
Total Other Income	1,020,537	902,016	118,521	13.1%	3,542,054	4,376,028	(833,974)	-19.1%
					3,542,054	3,618,612	(76,558)	-2.1%
Other expenses								
Salaries and wages	1,398,489	1,331,207	67,282	5.1%	5,513,696	5,347,638	166,058	3.1%
Pensions and other employee benefits	427,554	373,107	54,447	14.6%	1,973,184	1,792,745	180,439	10.1%
Total Salaries and Benefits	1,826,044	1,704,314	121,730	7.1%	7,486,880	7,140,383	346,497	4.9%
Occupancy expense	152,062	165,912	(13,850)	-8.3%	649,689	660,897	(11,208)	-1.7%
Equipment depreciation	167,323	175,905	(8,582)	-4.9%	643,395	732,157	(88,762)	-12.1%
Equipment repairs and maintenance	100,058	104,739	(4,681)	-4.5%	408,127	374,110	34,017	9.1%
Advertising and public relations	113,291	118,241	(4,950)	-4.2%	451,986	372,228	79,758	21.4%
Federal insurance premiums	10,922	9,983	939	9.4%	42,312	40,567	1,745	4.3%
Office supplies, telephone, and postage	152,936	124,009	28,927	23.3%	525,705	566,588	(40,883)	-7.2%
Taxes and licenses	73,046	63,051	9,995	15.9%	295,035	261,640	33,395	12.8%
Legal and professional fees	130,187	35,082	95,105	271.1%	389,498	267,395	122,103	45.7%
Consulting fees	70,649	73,621	(2,972)	-4.0%	297,961	305,163	(7,202)	-2.4%
Other operating expenses	516,024	508,077	7,947	1.6%	1,947,771	1,935,384	12,387	0.6%
Total Other Expenses	1,486,498	1,378,620	107,878	7.8%	5,651,478	5,516,129	135,349	2.5%
Total Non-Interest Expense	3,312,542	3,082,934	229,608	7.4%	13,138,359	12,656,512	481,847	3.8%
Income before income taxes	1,283,490	1,531,153	(247,663)	-16.2%	5,035,030	6,789,145	(1,754,116)	-25.8%
Income taxes	273,951	369,838	(95,887)	-25.9%	1,046,318	1,639,143	(592,825)	-36.2%
Net Income	1,009,539	1,161,314	(151,775)	-13.1%	3,988,711	5,150,002	(1,161,291)	-22.5%
					3,988,711	4,650,107	(661,396)	-14.2%
					Net Income adjusted for Nonrecurring Sales Gain 2006			
Earnings per share of common stock - Primary:								
Income before income taxes	0.53	0.63		-17.0%	2.07	2.82	2.51	-26.6%
Net income - Basic	0.41	0.48		-13.9%	1.64	2.14	1.93	-23.4%
Earnings per share assuming dilution:								
Income before income taxes	0.52	0.63		-16.8%	2.05	2.78	2.47	-26.3%
Net income - Fully Diluted	0.41	0.48		-14.6%	1.62	2.11	1.90	-23.2%
Dividends paid per share	0.18	0.18		0.0%	0.72	0.71		1.4%
Weighted average shares	2,439,150	2,415,088		1.0%	2,432,152	2,406,768		1.1%
Weighted average shares assuming dilution	2,467,762	2,449,344		0.8%	2,460,621	2,444,239		0.7%
Return on average assets	0.85%	1.09%		-22.2%	0.87%	1.26%	1.13%	-31.0%
Return on average equity	10.66%	12.82%		-16.9%	10.60%	15.10%	13.64%	-29.8%
Average assets	476,510,323	426,448,303			460,124,824	409,727,868		
Average equity	37,885,904	36,234,405			37,631,824	34,099,090		