

**CENTRAL VIRGINIA BANKSHARES, INC**  
**CONSOLIDATED STATEMENTS OF INCOME**

(Unaudited)

	Three Months Ended			
	2008	2007	\$ Change	% Change
<b>March 31</b>				
<b>Interest and fees on loans</b>	5,100,013	4,397,089	702,924	16.0%
Interest on securities:				
U.S. Government agencies and corporations	1,354,734	1,351,489	3,245	0.2%
U.S. Treasury securities	0	0	0	
States and political subdivisions	227,557	256,859	(29,302)	-11.4%
Other	1,100,409	934,693	165,716	17.7%
Interest on federal funds sold	1,380	309,816	(308,436)	-99.6%
<b>Total Interest on Securities and Funds Sold</b>	2,684,079	2,852,857	(168,778)	-5.9%
<b>Total Interest Income</b>	7,784,092	7,249,946	534,146	7.4%
<b>Interest on Deposits</b>	3,163,008	3,207,670	(44,662)	-1.4%
Interest on federal funds purchased and securities sold under repurchase agreements	252,336	681	251,655	36953.7%
Interest on FHLB borrowings:				
Overnight	56,758	0	56,758	
Term	460,438	384,158	76,280	19.9%
Interest on capital trust preferred	97,067	102,625	(5,558)	-5.4%
<b>Total Interest on Borrowings</b>	866,598	487,464	379,134	77.8%
<b>Total Interest Expense</b>	4,029,605	3,695,134	334,471	9.1%
Net interest income	3,754,487	3,554,812	199,675	5.6%
<b>Net Interest Income (FTE)</b>	3,937,119	3,729,732	207,387	5.6%
<b>Provision for Loan Losses</b>	280,000	0	280,000	
<b>Net interest income after provision for loan losses</b>	3,474,487	3,554,812	(80,325)	-2.3%
<b>Other income</b>				
Deposit fees and charges	475,982	408,770	67,212	16.4%
Bank card fees	121,348	103,620	17,728	17.1%
Increase in cash surrender value of life insurance	101,686	60,662	41,024	67.6%
Secondary mortgage market loan interest and fees	29,582	57,026	(27,444)	-48.1%
Investment and insurance commissions	64,053	68,498	(4,445)	-6.5%
Realized gain on sale of securities available for sale	61,142	9,303	51,839	557.2%
Realized gain on sale of assets	0	0	0	
Other	78,346	93,862	(15,516)	-16.5%
<b>Total Other Income</b>	932,138	801,741	130,397	16.3%
Other expenses				
Salaries and wages	1,439,393	1,372,036	67,357	4.9%
Pensions and other employee benefits	507,029	503,664	3,365	0.7%
<b>Total Salaries and Benefits</b>	1,946,422	1,875,700	70,722	3.8%
Occupancy expense	157,199	169,161	(11,962)	-7.1%
Equipment depreciation	169,726	171,958	(2,232)	-1.3%
Equipment repairs and maintenance	94,048	110,231	(16,183)	-14.7%
Advertising and public relations	78,434	172,817	(94,383)	-54.6%
Federal insurance premiums	10,688	9,950	738	7.4%
Office supplies, telephone, and postage	137,529	114,084	23,445	20.6%
Taxes and licenses	85,927	75,760	10,167	13.4%
Legal and professional fees	51,271	80,081	(28,810)	-36.0%
Consulting fees	76,326	74,365	1,961	2.6%
Other operating expenses	479,781	465,466	14,315	3.1%
<b>Total Other Expenses</b>	1,340,929	1,443,873	(102,944)	-7.1%
<b>Total Non-Interest Expense</b>	3,287,351	3,319,573	(32,222)	-1.0%
Income before income taxes	1,119,274	1,036,980	82,294	7.9%
Income taxes	223,769	187,471	36,298	19.4%
<b>Net Income</b>	<b>895,505</b>	<b>849,509</b>	<b>45,996</b>	<b>5.4%</b>
Earnings per share of common stock - Primary:				
Income before income taxes	0.46	0.43		7.0%
Net income - Basic	0.37	0.35		5.7%
Earnings per share assuming dilution:				
Income before income taxes	0.45	0.42		7.1%
<b>Net income - Fully Diluted</b>	<b>0.36</b>	<b>0.35</b>		<b>2.9%</b>
Dividends paid per share	0.18	0.18		0.0%
Weighted average shares	2,448,014	2,423,246		1.0%
Weighted average shares assuming dilution	2,473,891	2,455,648		0.7%
Return on average assets	0.73%	0.76%		-3.9%
Return on average equity	9.47%	9.05%		4.7%
Average assets	488,131,357	444,948,120		
Average equity	37,815,777	37,564,856		