

CENTRAL VIRGINIA BANKSHARES, INC
CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

	Three Months Ended June 30				Six Months Ended June 30			
	2008	2007	\$ Change	% Change	2008	2007	\$ Change	% Change
Interest and fees on loans	4,870,407	4,708,787	161,620	3.4%	9,970,420	9,105,876	864,544	9.5%
Interest on securities:								
U.S. Government agencies and corporations	1,363,008	1,462,960	(99,952)	-6.8%	2,717,742	2,814,449	(96,707)	-3.4%
U.S. Treasury securities	0	0	0		0	0	0	
States and political subdivisions	247,885	240,628	7,257	3.0%	475,441	497,487	(22,046)	-4.4%
Other	1,106,020	968,666	137,354	14.2%	2,206,430	1,903,358	303,072	15.9%
Interest on federal funds sold	225	198,223	(197,999)	-99.9%	1,604	508,039	(506,435)	-99.7%
Total Interest on Securities and Funds Sold	2,717,138	2,870,477	(153,339)	-5.3%	5,401,217	5,723,333	(322,116)	-5.6%
Total Interest Income	7,587,545	7,579,264	8,281	0.1%	15,371,637	14,829,209	542,428	3.7%
Interest on Deposits	3,029,925	3,416,352	(386,427)	-11.3%	6,192,932	6,624,022	(431,090)	-6.5%
Interest on federal funds purchased and securities sold under repurchase agreements	197,131	12,515	184,616	1475.2%	449,467	13,195	436,272	3306.3%
Interest on FHLB borrowings:								
Overnight	450,960	388,330	62,630	16.1%	911,398	772,488	138,910	18.0%
Term	84,564	0	84,564		141,320	0	141,320	
Interest on capital trust preferred	70,098	103,631	(33,533)	-32.4%	167,165	206,256	(39,091)	-19.0%
Total Interest on Borrowings	802,753	504,476	298,277	59.1%	1,669,350	991,939	677,411	68.3%
Total Interest Expense	3,832,678	3,920,828	(88,150)	-2.2%	7,862,282	7,615,961	246,321	3.2%
Net interest income	3,754,867	3,658,436	96,431	2.6%	7,509,355	7,213,248	296,107	4.1%
Net Interest Income (FTE)	3,936,212	3,826,143	110,069	2.9%	7,873,332	7,557,752	315,580	4.2%
Provision for Loan Losses	300,000	0	300,000		580,000	0	580,000	
Net interest income after provision for loan losses	3,454,867	3,658,436	(203,569)	-5.6%	6,929,355	7,213,248	(283,893)	-3.9%
Other income								
Deposit fees and charges	456,718	421,112	35,606	8.5%	932,700	829,883	102,817	12.4%
Bank card fees	133,760	120,194	13,566	11.3%	255,108	223,814	31,294	14.0%
Increase in cash surrender value of life insurance	95,670	76,446	19,224	25.1%	197,356	137,108	60,248	43.9%
Secondary mortgage market loan interest and fees	11,954	49,688	(37,734)	-75.9%	41,536	106,714	(65,178)	-61.1%
Investment and insurance commissions	57,940	106,474	(48,534)	-45.6%	121,992	174,972	(52,980)	-30.3%
Realized gain on sale of securities available for sale	55,795	13,090	42,705	326.2%	116,937	22,393	94,544	422.2%
Realized gain on sale of assets	0	0	0		0	0	0	
Other	51,482	52,552	(1,070)	-2.0%	129,828	146,413	(16,585)	-11.3%
Total Other Income	863,319	839,556	23,763	2.8%	1,795,457	1,641,297	154,160	9.4%
Other expenses								
Salaries and wages	1,303,412	1,290,334	13,078	1.0%	2,742,805	2,662,369	80,436	3.0%
Pensions and other employee benefits	475,478	547,310	(71,832)	-13.1%	982,507	1,050,974	(68,467)	-6.5%
Total Salaries and Benefits	1,778,890	1,837,644	(58,754)	-3.2%	3,725,312	3,713,343	11,970	0.3%
Occupancy expense	159,416	175,808	(16,392)	-9.3%	316,615	344,969	(28,354)	-8.2%
Equipment depreciation	166,233	143,477	22,756	15.9%	335,958	315,435	20,523	6.5%
Equipment repairs and maintenance	92,226	108,731	(16,505)	-15.2%	186,274	218,962	(32,688)	-14.9%
Advertising and public relations	78,020	81,193	(3,174)	-3.9%	156,454	254,009	(97,555)	-38.4%
Federal insurance premiums	64,887	10,631	54,256	510.4%	75,576	20,581	54,995	267.2%
Office supplies, telephone, and postage	129,556	118,294	11,262	9.5%	267,085	232,378	34,707	14.9%
Taxes and licenses	79,158	73,335	5,823	7.9%	165,084	149,096	15,988	10.7%
Legal and professional fees	57,905	89,306	(31,401)	-35.2%	109,176	169,387	(60,211)	-35.5%
Consulting fees	85,662	75,673	9,989	13.2%	161,989	150,039	11,950	8.0%
Other operating expenses	465,620	479,702	(14,083)	-2.9%	945,400	945,168	232	0.0%
Total Other Expenses	1,378,683	1,356,150	22,532	1.7%	2,719,611	2,800,024	(80,414)	-2.9%
Total Non-Interest Expense	3,157,573	3,193,794	(36,223)	-1.1%	6,444,923	6,513,367	(68,444)	-1.1%
Income before income taxes	1,160,615	1,304,198	(143,583)	-11.0%	2,279,889	2,341,178	(61,289)	-2.6%
Income taxes	251,038	281,049	(30,011)	-10.7%	474,807	468,520	6,287	1.3%
Net Income	909,577	1,023,149	(113,572)	-11.1%	1,805,082	1,872,658	(67,576)	-3.6%
Earnings per share of common stock - Primary:								
Income before income taxes	0.45	0.51		-11.76%	0.89	0.92		-3.6%
Net income - Basic	0.35	0.40		-12.50%	0.70	0.73		-4.6%
Earnings per share assuming dilution:								
Income before income taxes	0.45	0.51		-11.76%	0.88	0.91		-3.5%
Net income - Fully Diluted	0.35	0.40		-12.50%	0.69	0.73		-4.5%
Dividends paid per share	0.18	0.18		0.0%	0.36	0.36		0.0%
Weighted average shares	2,577,477	2,552,532		0.98%	2,573,958	2,548,493		1.0%
Weighted average shares assuming dilution	2,605,260	2,577,461		1.08%	2,600,733	2,577,943		0.9%
Return on average assets	0.72%	0.89%		-19.16%	0.73%	0.83%		-12.2%
Return on average equity	10.14%	10.79%		-5.96%	9.80%	9.92%		-1.2%
Average assets	503,523,651	457,869,514			495,827,504	451,444,511		
Average equity	35,871,327	37,946,635			36,843,552	37,756,800		