

Southern BancShares (N.C.), Inc.

Consolidated Comparative **Quarterly Report**

March 31, 2015

Summary Balance Sheet

Southern BancShares (N.C.), Inc. and Subsidiary
 Financial Highlights (Unaudited)
 (Dollars in thousands, except per share data)

	Year to date, March 31,		Percent change YTD
	2015	2014	
Assets			
Cash, due from banks and overnight funds sold	\$ 475,058	\$ 473,830	0%
Investments	568,171	484,747	17%
Loans less loss allowance of \$16,951 and \$15,221	1,070,810	1,128,412	-5%
Other assets	118,338	158,433	-25%
Total assets	\$ 2,232,377	\$ 2,245,422	-1%
Liabilities			
Deposits:			
Noninterest-bearing	\$ 451,225	\$ 445,409	1%
Interest-bearing	1,427,683	1,459,344	-2%
Total deposits	1,878,908	1,904,753	-1%
Borrowings	99,409	99,543	0%
Other liabilities	39,825	34,634	15%
Total other liabilities	139,234	134,177	4%
Total liabilities	2,018,142	2,038,930	-1%
Shareholders' equity			
Preferred stock	1,851	1,851	0%
Common stock	409	409	0%
Surplus	49,862	49,862	0%
Retained earnings	135,439	130,278	4%
Accumulated other comprehensive income	26,674	24,092	11%
Total shareholders' equity	214,235	206,492	4%
Total liabilities and shareholders' equity	\$ 2,232,377	\$ 2,245,422	-1%
Earnings performance			
Interest income	\$ 19,729	\$ 23,876	-17%
Interest expense	1,480	1,772	-16%
Net interest income	18,249	22,104	-17%
Provision for loan losses	160	661	-76%
Noninterest income	2,437	(1,641)	-249%
Noninterest expense	18,172	17,509	4%
Income before income taxes	2,354	2,293	3%
Income tax expense	782	800	-2%
Net income	\$ 1,572	\$ 1,493	5%
Earnings per share	\$ 15.97	\$ 15.00	
Return on average assets	0.28%	0.27%	
Return on average equity	2.96%	2.93%	
Safety and soundness			
Nonperforming assets as a percentage of total assets	1.14%	1.75%	A
Allowance for loan loss as a percentage of loans	1.40%	1.49%	B
Net annualized charge-offs/average loans	0.01%	0.03%	B
Allowance for loan loss/nonperforming loans	108.44%	96.51%	B

Southern's common stock occasionally trades over-the-counter with the symbol SBNC.

A - Nonperforming assets in the "Nonperforming Assets As A Percentage Of Total Assets" has been reduced by the coverage afforded to Southern by the loss share agreements with the FDIC. As such, 80% of the book value of covered assets have been removed from total nonperforming assets, which represents assets totaling \$48,477 and \$87,154 for periods ended March 31, 2015 and 2014, respectively.

B - These ratios do not include assets covered by loss share agreements

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