

To Our Owners

It is a pleasure to report that your Company, Thomasville Bancshares, Inc., through its subsidiary Thomasville National Bank, had a successful 2007. To say that we operated in a challenging environment would be an understatement. The real estate crisis and mortgage meltdown affected many segments of our economy. It weakened the financial condition of many borrowers and threatened the value of collateral on existing loans. When the Federal Reserve responded by rapidly lowering interest rates, our Bank's net interest margin was negatively impacted. Even with these conditions, it is with great pride that we report TNB increased assets, loans, deposits, and most importantly net income while maintaining outstanding credit quality.



LEFT TO RIGHT:

Charles H. Hodges III
Executive Vice-President;
Stephen H. Cheney
President/CEO

Over the last two years we saw many of our competitors grow at an increased pace and heard some prospective borrowers hint that TNB had become overly conservative. Quite frankly, at times our management team and board of directors question ourselves. We concluded that we were simply sticking to the basic fundamentals of sound lending while other financial institutions seemed to be relaxing their underwriting standards. In hindsight, we certainly made the right decision. The quality of our loan and investment portfolios helped us achieve superior results compared to the majority of our peers and positions us for continued success in the future.

Highlights for the year included:

- Total banking assets surpassed \$300 million, ending the year at \$313 million.
- Assets at TNB Financial, our Trust and Investment Division, surpassed \$600 million with net earnings increasing over 44%.
- Consolidated net income for the Company increased 3% to \$4,450,049.
- Earnings per share increased from \$1.46 to \$1.50.
- All measures of credit quality remained strong in a very difficult environment.
- 1,599 new deposit accounts were opened.
- 907 new loans were made, totaling over \$120 million.
- Our dividend increased for the eighth consecutive year.
- Thomasville Bancshares, Inc., was named one of Georgia's Top 100 Performing Public Companies for the fourth consecutive year.

While we are pleased with the results of 2007, we are now focused on 2008 and beyond. As interest rates continue to fall and the economic concerns remain, we know that challenges lie ahead. We are confident that our excellent team of bankers and proven philosophy will continue to produce strong results for you our shareholders.

We thank you for supporting the Company both as shareholders and customers. As always, we remind you that the best way to enhance your investment is to do business with Thomasville National Bank and TNB Financial, while encouraging others to do so as well.

Sincerely,



Stephen H. Cheney, President/CEO



Charles H. Hodges, III, Executive Vice-President