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APR 9 2015

Board of Governors of the Federal Reserve System



FRB RICHMOND

Annual Report of Holding Companies—FR Y-6

Report at the close of business as of the end of fiscal year

This Report is required by law: Section 5(c)(1)(A) of the Bank Holding Company Act (12 U.S.C. § 1844 (c)(1)(A)); Section 8(a) of the International Banking Act (12 U.S.C. § 3106(a)); Sections 11(a)(1), 25 and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 611a); Section 211.13(c) of Regulation K (12 C.F.R. § 211.13(c)); and Section 225.5(b) of Regulation Y (12 C.F.R. § 225.5(b)) and section 10(c)(2)(H) of the Home Owners' Loan Act. Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

This report form is to be filed by all top-tier bank holding companies and top-tier savings and loan holding companies organized under U.S. law, and by any foreign banking organization that does not meet the requirements of and is not treated as a qualifying foreign banking organization under Section 211.23 of Regulation K (12 C.F.R. § 211.23). (See page one of the general instructions for more detail of who must file.) The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, an information collection unless it displays a currently valid OMB control number.

NOTE: The *Annual Report of Holding Companies* must be signed by one director of the top-tier holding company. This individual should also be a senior official of the top-tier holding company. In the event that the top-tier holding company does not have an individual who is a senior official and is also a director, the chairman of the board must sign the report.

I, Tim C Thompson
Name of the Holding Company Director and Official
President
Title of the Holding Company Director and Official

attest that the *Annual Report of Holding Companies* (including the supporting attachments) for this report date has been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board's "Rules Regarding Availability of Information," 12 C.F.R. Part 261, that the Reporter and individual consent to public release of all details in the report concerning that individual.

Signature of Holding Company Director and Official
4/6/15
Date of Signature

For holding companies not registered with the SEC—
Indicate status of Annual Report to Shareholders:
 is included with the FR Y-6 report
 will be sent under separate cover
 is not prepared

For Federal Reserve Bank Use Only
RSSD ID 1248742
C.I. _____

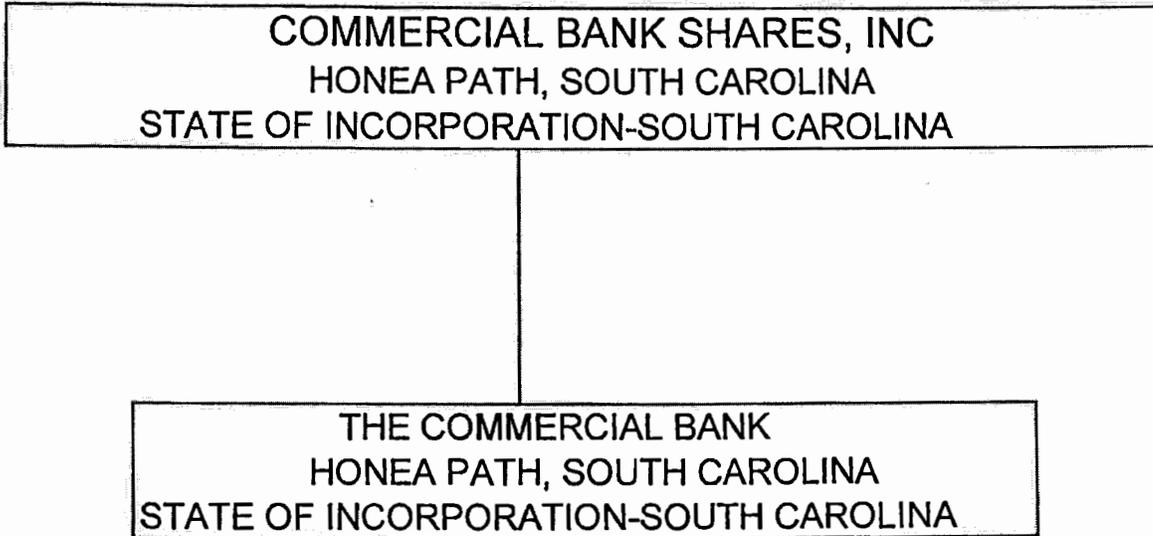
Date of Report (top-tier holding company's fiscal year-end):
December 31, 2013
Month / Day / Year
NA
Reporter's Legal Entity Identifier (LEI) (20-Character LEI Code)

Reporter's Name, Street, and Mailing Address
Commercial Bank Shares, Inc.
Legal Title of Holding Company
P.O. Box 127
(Mailing Address of the Holding Company) Street / P.O. Box
Honea Path SC 29654
City State Zip Code
4 Church Street, Honea Path, SC 29654
Physical Location (if different from mailing address)

Person to whom questions about this report should be directed:
Tim C Thompson President
Name Title
864-369-7326
Area Code / Phone Number / Extension
864-369-6805
Area Code / FAX Number
tthompson@thecommercialbanksc.com
E-mail Address
www.thecommercialbanksc.com
Address (URL) for the Holding Company's web page

Does the reporter request confidential treatment for any portion of this submission?
 Yes Please identify the report items to which this request applies:
 In accordance with the instructions on pages GEN-2 and 3, a letter justifying the request is being provided.
 The information for which confidential treatment is sought is being submitted separately labeled "Confidential."
 No

ORGANIZATIONAL CHART



Commercial Bank Shares, Inc owns 100% of the voting stock of The Commercial Bank
No other subsidiaries or ownership exist.

Results: A list of branches for your depository institution: COMMERCIAL BANK, THE (ID_RSSD: 349129).
 This depository institution is held by COMMERCIAL BANK SHARES INC (1348742) at HONONA PATH, SC.
 The data are as of 12/31/2019. Data reflects information that was received and processed through 01/05/2019.

Reconciliation and Verification Steps

1. In the Data Action column of each branch row, enter one or more of the actions specified below.
2. If required, enter the date in the Effective Date column.

Actions

OK: If the branch information is correct, enter 'OK' in the Data Action column.
 Change: If the branch information is incorrect or incomplete, revise the data, enter 'Change' in the Data Action column and the date when this information first became valid in the Effective Date column.
 Close: If a branch listed was sold or closed, enter 'Close' in the Data Action column and the sale or closure date in the Effective Date column.
 Delete: If a branch listed was never owned by this depository institution, enter 'Delete' in the Data Action column.
 Add: If a reportable branch is missing, insert a row, add the branch data, and enter 'Add' in the Data Action column and the opening or acquisition date in the Effective Date column.

If printing this list, you may need to adjust your page setup in MS Excel. Try using landscape orientation, page scaling, and/or legal sized paper.

Submission Procedure

When you are finished, send a saved copy to your FRB contact. See the detailed instructions on this site for more information.
 If you are e-mailing this to your FRB contact, put your institution name, city and state in the subject line of the e-mail.

Notes:

To satisfy the FR Y-10 reporting requirements, you must also submit FR Y-10 Domestic Branch Schedules for each branch with a Data Action of Change, Close, Delete, or Add.
 The FR Y-10 report may be submitted in a hardcopy format or via the FR Y-10 Online application - <https://y10online.federalreserve.gov>.

* FDIC UNUM, Office Number, and ID_RSSD columns are for reference only. Verification of these values is not required.

Data Action	Effective Date	Branch Service Type	Branch ID	RSSD*	Popular Name	Street Address	City	State	Zip Code	County	Country	FDIC UNUM*	Office Number*	Head Office	Head Office ID	RSSD*	Comments
OK		Full Service (Head Office)	349129		COMMERCIAL BANK, THE	4 CHURCH STREET	HONONA PATH	SC	29554	ANDERSON	UNITED STATES	3156	0	COMMERCIAL BANK, THE		349129	
OK		Full Service	322331		BELTON BRANCH	710 ANDERSON STREET	BELTON	SC	29527	ANDERSON	UNITED STATES	48337	7	COMMERCIAL BANK, THE		349129	
OK		Full Service	488240		DONALD BRANCH	MAIN ST	DONALD	SC	29530	ABBEVILLE	UNITED STATES	23189	1	COMMERCIAL BANK, THE		349129	
OK		Full Service	470621		DUE WEST BRANCH	101 MAIN STREET	DUE WEST	SC	29839	ABBEVILLE	UNITED STATES	23189	2	COMMERCIAL BANK, THE		349129	
OK		Full Service	328340		PEDMONT BRANCH	6016 AUGUSTA ROAD	PEDMONT	SC	29673	GREENVILLE	UNITED STATES	42029	5	COMMERCIAL BANK, THE		349129	

REPORT ITEM 3.1: SHAREHOLDERS

**CURRENT SHAREHOLDERS WITH OWNERSHIP, CONTROL OR HOLDINGS OF 5% OR MORE
WITH POWER TO VOTE AS OF 12/31/14 (COMMON STOCK ISSUED ONLY) AT FISCAL YEAR END**

NAME AND ADDRESS	COUNTRY OF CITIZENSHIP	NUMBER	PERCENTAGES
TRUSTEES OF COMMERCIAL BANK SHARES KSOP PLAN HONEA PATH, SC	USA	24,216	6.80%

REPORT ITEM 3.2: SHAREHOLDERS

**CURRENT SHAREHOLDERS WITH OWNERSHIP, CONTROL OR HOLDINGS OF 5% OR MORE
WITH POWER TO VOTE AS OF 12/31/14 (COMMON STOCK ISSUED ONLY) DURING YEAR BUT NOT AT YEAR END**

NAME AND ADDRESS	COUNTRY OF CITIZENSHIP	NUMBER	PERCENTAGES
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REPORT ITEM 4.4b: SHAREHOLDERS

PERCENTAGE OF SECURTIES OWNED OR HELD WITH POWER TO VOTE IN DIRECT OR INDIRECT SUBS

NAME AND ADDRESS	COUNTRY OF CITIZENSHIP	NUMBER	PERCENTAGES
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REPORT ITEM 4: DIRECTORS AND OFFICERS (12/31/14)

NAME & ADDRESS	PRINCIPAL OCCUPATION IF OTHER THAN WITH BANK HOLDING COMPANY	TITLE & POSITION WITH BANK HOLDING COMPANY	TITLE & POSITION WITH SUBSIDIARIES	TITLE & POSITION WITH OTHER BUSINESSES	PERCENTAGE OF VOTING SHARES IN BANK HOLDING COMPANY	LIST NAMES OF OTHER COMPANIES IF 25% OR MORE OF VOTING SECURITIES ARE HELD
ROBERT S. CLARKE DUE WEST, SC USA	COMPUTER SERVICE ERSKINE COLLEGE	DIRECTOR	DIRECTOR	N/A	0.39%	N/A
COLEMAN C. GARY BELTON, SC USA	OWNER/OPERATOR INNOVATIVE LEASING LOGISTICS, INC.	DIRECTOR	DIRECTOR	PRESIDENT INNOVATIVE LEASING LOGISTICS, INC.	0.04%	CUJO LIMITED, LLC-50% INNOVATIVE LEASING LOGISTICS, INC-100%
WILLIAM G. HALL HONEA PATH, SC USA	RETIRED BANKING	DIRECTOR CHAIRMAN	DIRECTOR CHAIRMAN	N/A	0.30%	N/A
T. A. LANGSTON HONEA PATH, SC USA	OWNER/OPERATOR LANGSTON R/E	DIRECTOR	DIRECTOR	PRESIDENT LANGSTON R/E	4.99%	LANGSTON REAL ESTATE-100% MAPLE MANOR, INC.-50%
T.E. MARTIN HONEA PATH, SC USA	CO-OWNER HONEA PATH ANIMAL HOSPITAL	DIRECTOR	DIRECTOR	N/A	0.68%	HONEA PATH ANIMAL HOSPITAL-100%
A. CLAUDE THOMPSON HONEA PATH, SC USA	RETIRED C THOMPSON AUTO	DIRECTOR	DIRECTOR	N/A	0.34%	N/A
TIM C. THOMPSON HONEA PATH, SC USA	N/A	PRESIDENT DIRECTOR	PRESIDENT DIRECTOR	N/A	0.08%	N/A

To Our Shareholders:

We are pleased to provide this consolidated report of financial condition to you for the period ending December 31, 2014. As always, we encourage you to contact us should you have any questions concerning its content.

We continue to do well despite a slow moving economy. The year 2014 was almost a mirror image of what we accomplished during 2013. We met our budget with a number of increases over 2013. Net income increased \$27,684 for a total of \$2,011,912 which is a 1.40% increase. Income per share increased from \$5.32 to \$5.64 in 2014, or a 6.00% increase over last year. The most surprising statistic was that outstanding loans increased from \$60,222,686 to \$63,567,663 which is a 5.55% increase. Total non-interest expense only increased .72% over 2013. Total assets also grew from \$154,254,114 to \$161,954,890 or 4.99%.

We have been very blessed over the last year due to the dedicated staff that we have at the bank. I am impressed everyday with their commitment to great service and dedication to make this institution the best in the state.

We will continue to monitor the anticipation of rising interest rates, and the stress that it could potentially have on earnings, while continuing to look for good loan opportunities. If you have any concerns or questions, my door is always open.

Tim C. Thompson
President

FINANCIAL HIGHLIGHTS

Balance Sheet	2014	2013
Income (1)	\$2,011,912	\$1,984,228
Equity (2)	\$23,404,217	\$22,792,194
Earnings Per Share (1)	\$5.64	\$5.32
Average		
Shares Outstanding	356,610	372,805
Return on Average Assets (3)	1.26	1.25
Return on Equity (2, 3)	8.74	8.71

(1) Net of state tax provisions

(2) Equity does not include unrealized gain/losses on investments

(3) Annualized – net of state tax provisions

DIRECTORS

Robert S. Clarke, III

C. Cummings Gary

William G. Hall, Chairman

T.A. Langston

Dr. Thomas E. Martin

A. Claude Thompson

Tim C. Thompson

Charles M. Campbell, Emeritus

COMMERCIAL BANK SHARES, INC.

OFFICERS

Tim C. Thompson, President

Robert S. Clarke, III, Secretary

William G. Hall, Treasurer

THE COMMERCIAL BANK

OFFICERS

Tim C. Thompson, President

Dawn B. Cothran, Vice President

Arthur B. Gibson, Vice President

William H. Harter, III, Vice President/SCO

J. Bradley Jones, Vice President/Controller

Mary T. Vaughn, Vice President

William G. Watkins III, Vice President

Meredith Y. Ashley, Assistant Vice President

Dawn A. Kelley, Assistant Vice President

Gail B. Meyer, Compliance Officer

*Commercial
Bank Shares, Inc.*

*Quarterly
Report
December 31, 2014*

*P.O. Box 127
Honea Path, SC 29654
(864) 369-7326
www.thecommercialbanksc.com*

Twelve Months Ending December 31, 2014

ASSETS	2014	2013
Cash & Due From Banks	\$5,078,078	\$5,089,653
Cash Items in Process	807	3,200
Federal Funds Sold	10,839,539	9,037,277
Securities - HTM Municipal	251,562	269,581
Investment - FHLB	138,500	192,400
CBB Financial Corp Stock	58,520	58,520
Securities - AFS US Corporate	1,750,000	1,750,000
Valuation Allowance	-11,822	-52,425
	<u>1,738,178</u>	<u>1,697,575</u>
Securities - AFS US Agency	52,058,998	54,338,036
Valuation Allowance	177,383	-1,453,871
	<u>52,236,381</u>	<u>52,884,165</u>
Securities - AFS Municipal	23,302,677	20,771,694
Valuation Allowance	734,596	-90,024
	<u>24,037,273</u>	<u>20,681,670</u>
Gross Loans	63,567,663	60,222,686
Less Loan Loss Reserve	921,499	1,003,540
Net Loans	<u>62,646,164</u>	<u>59,219,146</u>
Premise & Equipment - Net	3,465,086	3,552,459
Other Assets	1,464,802	1,568,468
TOTAL ASSETS	<u>\$161,954,890</u>	<u>\$154,254,114</u>
LIABILITIES		
Deposits: Non-Interest Bearing	27,481,506	24,489,698
Deposits: Interest Bearing	109,719,990	108,078,408
Total Deposits	<u>137,201,496</u>	<u>132,568,106</u>
Accrued Taxes & Expenses	4,260	1,469
Deferred Taxes Payable	38,707	0
Other Liabilities	444,761	420,024
TOTAL LIABILITIES	<u>137,689,224</u>	<u>132,989,599</u>
STOCKHOLDERS EQUITY		
Capital Stock	3,559,920	3,643,180
Treasury Stock at Cost	0	0
Surplus	1,465,808	1,898,760
Undivided Profits	18,378,489	17,250,254
Net Unrealized Gain/Loss AFS	861,449	-1,527,679
TOTAL STOCKHOLDER EQUITY	<u>24,265,666</u>	<u>21,264,515</u>
TOTAL LIABILITIES & EQUITY	<u>\$161,954,890</u>	<u>\$154,254,114</u>

Commercial Bank Shares, Inc.
Consolidated Balance Sheets and Income Statements
TWELVE MONTHS ENDING DECEMBER 31, 2014

INCOME & EXPENSES	2014	2013
Interest Income:		
Loans - Including Fees	\$3,395,565	\$3,472,408
Investment Securities	2,009,707	1,805,257
Federal Funds Sold	42,673	56,627
Total Interest Income	<u>5,447,945</u>	<u>5,334,292</u>
Interest Expense:		
Deposits	<u>492,841</u>	<u>554,016</u>
Net Interest Income	4,955,104	4,780,276
Provision for Loan Losses	80,000	79,027
Net Interest Income Less Provision	<u>4,875,104</u>	<u>4,701,249</u>
Non-Interest Income:		
Service & NSF Charges	826,906	854,841
Other Commission & Fees	28,626	37,396
Securities Gains/Losses	42,351	72,086
Other Income	41,140	89,885
Total Non-Interest Income	<u>939,023</u>	<u>1,054,208</u>
Non-Interest Expense:		
Salaries & Employee Benefits	2,015,121	2,042,903
Occupancy Expense	302,246	294,646
Depreciation & Equipment Expense	91,127	83,464
Other Expense	1,303,037	1,263,852
Total Non-Interest Expense	<u>3,711,531</u>	<u>3,684,865</u>
Extraordinary Expense	0	0
INCOME BEFORE INCOME TAXES	2,102,596	2,070,592
State Income Tax Provision	90,684	86,364
TOTAL INCOME TAXES	90,684	86,364
NET INCOME	<u>\$2,011,912</u>	<u>\$1,984,228</u>
INCOME PER SHARE	<u>\$5.64</u>	<u>\$5.32</u>
AVERAGE SHARES OUTSTANDING	356,610	372,805

UNDIVIDED PROFITS

BALANCE AT 12/31/13	\$ 15,722,573.76
LESS DISTRIBUTIONS PAID TO SHAREHOLDERS	(883,676.97)
REVERSE ENTRY UNREAL. LOSS/GAIN FOR 12/31/13	1,527,678.51
UNREALIZED LOSS/GAIN FOR 12/31/14	861,449.16
NET INCOME THROUGH 12/31/14	<u>2,011,911.72</u>
	<u><u>\$19,239,936.18</u></u>