

**Citizens Bancshares Co.
Disclosure Statement
Rule 15c2-11(5) and Rule 144(c)(2)
Under the Securities Exchange Act of 1934**

1. The exact name of the issuer and its predecessor (if any):

The exact name of the issuer is Citizens Bancshares Co.

2. The address of the issuer's principal executive offices:

7553 NW Barry Road
Kansas City, Missouri 64153
Telephone: 816.459.4000
Website: gocitizens.bank

3. The state of incorporation:

The issuer is incorporated in Missouri.

4. The exact title and class of the securities:

The issuer's securities are common stock.

5. The par or stated value of the securities:

The par value of the issuer's common stock is \$.01 per share.

6. The number of shares or total amount of the securities outstanding as of the end of the issuer's most recent fiscal year:

There were 2,346,915 shares of common stock outstanding at June 30, 2022.

7. The name and address of the firm that facilitates stock purchases and sales:

Ms. Lisa Nichelson
President/CEO
First Trust of MidAmerica
2401 N. 7 Highway, P.O. Box 30
Pleasant Hill, Missouri 64080

Telephone: 816-540-6451
Email: lnichelson@cbpphone.net
Fax: 816-540-2530

8. The name and address of the stock transfer agent:

Written Requests

Computershare
P.O. Box 30170
College Station, TX
77842-3170

Overnight Delivery

Computershare
462 South 4th St.,
Suite 1600
Louisville, KY
40202

Telephone Inquiries: 800-962-4284 (US)
781-575-3120 (outside the US)

Email Inquiries: web.queries@computershare.com

Shareholder Website: www.computershare.com/investor

9. The nature of the issuer's business:

The issuer is a bank holding company and the parent company of a wholly-owned subsidiary, Citizens Bank & Trust Company. Citizens Bank & Trust Company is a full-service banking institution and trust company.

10. The nature of products or services offered:

As a financial institution, the issuer's subsidiary, Citizens Bank & Trust Company provides a wide range of loan and deposit products and services. The Wealth Management Division provides trust financial advice and services, including brokerage services, asset management, estate planning and retirement planning.

11. The nature and extent of the issuer's facilities:

The issuer's subsidiary, Citizens Bank & Trust Company has 15 banking locations serving communities in Northwest Missouri and the Kansas City metropolitan area.

12. The name of the chief executive officer and members of the board of directors:

Don O. Walsworth, Chairman & Director
Roger M. Arwood, Chief Executive Officer, President & Director
Edward D. Douglas, Chairman Emeritus & Director
Spencer Cohn, Director
James L. Gegg, Director
Gene Millard, Director
Dr. David M. Neal, Director
W. L. (Barry) Orscheln, Director
Patrick W. Thorne, Director
Don O. Walsworth, Jr., Director
William E. Young, Director

13. The issuer's most recent balance sheet and profit and loss and retained earnings statements:

See unaudited financial statements as of June 30, 2022, at the end of this document.

14. Similar financial information for the preceding fiscal year:

The financial statements that are referenced in Item 13 also contain comparative information as of December 31, 2021.

15. Whether the broker or dealer of any associated person is affiliated, directly or indirectly with the issuer:

n/a

16. Whether the quotation is being published or submitted on behalf of any other broker or dealer, and, if so, the name of such broker or dealer:

n/a

17. Whether the quotation is being submitted or published directly or indirectly on behalf of the issuer, or any director, officer, or any person, directly or indirectly the beneficial owner of more than 10 percent of the outstanding units or shares of any equity security of the issuer, and, if so, the name of such person, and the basis for any exemption under the federal securities laws for any sales of such securities on behalf of such person:

n/a

Citizens Bancshares Company

**Consolidated Financial Report
June 30, 2022, and December 31, 2021
(Unaudited)**

Citizens Bancshares Company

Consolidated Balance Sheets

Periods Ended June 30, 2022 and December 31, 2021

Unaudited (Dollars in Thousands, Except Per Share Data)

Assets	6/30/2022	12/31/2021
Cash and due from banks	\$ 237,395	\$ 248,448
Federal funds sold	-	-
Cash and cash equivalents	237,395	248,448
Securities available for sale	240,868	208,759
Loans, net	464,967	465,348
Cash surrender value of life insurance	21,511	21,295
Premises and equipment, net	13,959	14,705
Accrued interest receivable	2,812	2,116
Other real estate owned	6,428	7,383
Federal Home Loan Bank stock	1,174	1,183
Deferred income taxes, net	7,525	5,047
Other assets	6,769	6,832
	\$ 1,003,408	\$ 981,116
Liabilities and Stockholders' Equity		
Liabilities		
Deposits		
Non-interest-bearing	\$ 231,831	\$ 251,586
NOW, money market, and savings	523,222	456,384
Certificates of deposit	124,375	135,492
Total deposits	879,428	843,462
Securities sold under agreement to repurchase	24,448	27,621
Federal Home Loan Bank advances	-	-
Other borrowings	-	-
Accrued interest payable	65	80
Other liabilities	5,192	6,304
Total liabilities	909,133	877,467
Commitments and Contingencies		
Stockholders' equity		
Common stock, \$0.01 par value; 5,000,000 shares authorized; 2,561,600 shares issued	26	26
Additional paid-in capital	8,832	8,832
Retained earnings	98,270	97,798
Treasury stock, at cost (214,685 shares)	(4,900)	(4,900)
Accumulated other comprehensive income (loss)	(7,953)	1,893
Total stockholders' equity	94,275	103,649
	\$ 1,003,408	\$ 981,116

Citizens Bancshares Company

Consolidated Statements of Income

Periods Ended June 30, 2022 and December 31, 2021

Unaudited (Dollars in Thousands, Except Per Share Data)

	6/30/2022	12/31/2021
Interest income		
Loans, including fees	\$ 9,652	\$ 22,029
Securities	2,219	2,991
Federal funds sold and other	521	346
	<u>12,392</u>	<u>25,366</u>
Interest expense		
Deposits	654	1,571
Federal Home Loan Bank advances	-	-
Federal funds purchased and repurchase agreements	22	31
Other borrowed funds	6	476
	<u>682</u>	<u>2,078</u>
Net interest income	11,710	23,288
Provision for loan losses	29	(2,561)
Net interest income after provision for loan losses	<u>11,681</u>	<u>25,849</u>
Noninterest income		
Service charges and commissions	1,413	2,649
Fees for fiduciary services	1,121	2,264
Net gain (loss) on sale of securities	-	1,835
Net gain (loss) on sale of branches, premises and equipment	419	(42)
Net gain (loss) on sales of other real estate	43	-
Increase in cash surrender value of life insurance	217	937
Other	2,061	3,897
	<u>5,274</u>	<u>11,540</u>
Noninterest expense		
Salaries and employee benefits	7,290	14,642
Occupancy	2,391	5,048
FDIC assessments	160	410
Expenses on other real estate owned and repossessed assets	75	534
Professional fees	288	513
Telecommunications, postage, and delivery	380	871
Advertising and marketing	178	359
Office Supplies	62	131
Other	2,564	6,415
	<u>13,388</u>	<u>28,923</u>
Income (loss) before income taxes	3,567	8,466
Income tax expense (benefit)	748	1,751
Net income (loss)	<u>\$ 2,819</u>	<u>\$ 6,715</u>

Citizens Bancshares Company

Consolidated Statements of Stockholders' Equity

Periods Ended June 30, 2022 and December 31, 2021

Unaudited (Dollars in Thousands, Except Per Share Data)

	Common Stock	Additional Paid-In Capital	Retained Earnings	Treasury Stock	Accumulated Other Comprehensive Income (loss)	Total Stockholders' Equity
Balance at December 31, 2020	\$ 26	\$ 8,832	\$ 91,083	\$ (4,900)	\$ 5,578	\$ 100,619
Comprehensive income:						
Net income (loss)	-	-	6,715	-	-	6,715
Change in net unrealized gain (loss) on securities available for sale, net of reclassification and tax effects	-	-	-	-	(3,685)	(3,685)
Total comprehensive income						3,030
Cash dividends declared on preferred stock	-	-	-	-	-	-
Stock Compensation Expense	-	-	-	-	-	-
Treasury Stock sold	-	-	-	-	-	-
Balance at December 31, 2021	\$ 26	\$ 8,832	\$ 97,798	\$ (4,900)	\$ 1,893	\$ 103,649
Comprehensive income:						
Net income (loss)	-	-	2,819	-	-	2,819
Change in net unrealized gain (loss) on securities available for sale, net of reclassification and tax effects	-	-	-	-	(9,846)	(9,846)
Total comprehensive income						(7,027)
Cash dividends declared on preferred stock	-	-	(2,347)	-	-	(2,347)
Stock Compensation Expense	-	-	-	-	-	-
Treasury Stock sold	-	-	-	-	-	-
Balance at June 30, 2022	\$ 26	\$ 8,832	\$ 98,270	\$ (4,900)	\$ (7,953)	\$ 94,275