

July 26, 2010

Press Release

KENTUCKY BANCSHARES, INC. REPORTS EARNINGS FOR SECOND QUARTER OF 2010

Paris, Kentucky - Kentucky Bancshares, Inc., parent company of Kentucky Bank, reported a \$277,000 increase in the second quarter earnings of 2010 compared to the same time period in 2009. Earnings are \$1,181,000, or fully diluted 2010 earnings per share of \$0.43, compared to \$904,000, or fully diluted earnings per share of \$0.33 for the same three-month period of 2009.

Year to date earnings were \$2,126,000, or \$0.78 per share assuming dilution. For the same period last year earnings were \$2,071,000, or \$0.76 per share assuming dilution.

Kentucky Bank ranks 13th in size among the 180 banks headquartered in the Commonwealth of Kentucky. Kentucky Bank is headquartered in Paris and also has offices in Cynthiana, Georgetown, Morehead, Nicholasville, Sandy Hook, Versailles, Wilmore and Winchester.

Contact: Gregory J. Dawson
Chief Financial Officer
859-987-1795