ASB
FINANCIAL CORP
QUARTERLY RESULTS
(Unaudited)

For the Quarter Ended
December 31, 2007

INDEX

ASB Financial Corp.

CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

(In thousands, except share data)

ASSETS	December 31, 2007	June 30, 2007
Cash and due from banks	$ 914	$ 1,038
Interest-bearing deposits in other financial institutions	4,672	7,020
Cash and cash equivalents	5,586	8,058
Certificates of deposit in other financial institutions	500	1,100
Available-for-sale securities	22,586	22,589
Loans receivable - net	169,363	169,841
Office premises and equipment - at depreciated cost	2,570	2,648
Federal Home Loan Bank stock - at cost	1,275	1,275
Accrued interest receivable on loans	1,004	953
Prepaid expenses and other assets	641	495
Bank-owned life insurance	3,515	3,475
Prepaid federal income taxes		156
Deferred federal income taxes	852	1,062
Total assets	**$207,892**	**$211,652**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits	$166,857	$171,023
Advances from the Federal Home Loan Bank	21,316	21,405
Advances by borrowers for taxes and insurance	215	216
Accrued interest payable and other liabilities	1,821	1,599
Total liabilities	190,209	194,243
Shareholders' equity		
Preferred stock, 1,000,000 shares authorized, no par value; no shares issued	-	-
Common stock, 4,000,000 shares authorized, no par value; 1,855,161 and 1,853,476 shares issued at December 31, 2007 and June 30, 2007, respectively	-	-
Additional paid-in capital	8,285	8,270
Retained earnings, restricted	12,216	12,041
Accumulated comprehensive income, unrealized gains on securities designated as available for sale, net of related tax effects	398	314
Less 263,468 shares of treasury stock at December 31, 2007 and June 30 2007 - at cost	(3,216)	(3,216)
Total shareholders' equity	17,683	17,409
Total liabilities and shareholders' equity	**$207,892**	**$211,652**

ASB Financial Corp.

CONSOLIDATED STATEMENTS OF EARNINGS

(In thousands, except per share data)

	For the six months ended December 31, 2007	For the six months ended December 31, 2006	For the three months ended December 31, 2007	For the three months ended December 31, 2006
Interest income				
Loans	$5,976	$5,755	$2,976	$2,928
Cash and available for sale securities	645	545	331	279
Total interest income	6,621	6,300	3,307	3,207
Interest expense				
Deposits	3,300	2,834	1,618	1,477
Borrowings	512	665	255	315
Total interest expense	3,812	3,499	1,873	1,792
Net interest income	2,809	2,801	1,434	1,415
Provision for losses on loans	90	120	60	60
Net interest income after provision for losses on loans	2,719	2,681	1,374	1,355
Other income				
Loss on sale of REO	(5)	(14)	(5)	-
Gain on sale of investments	20	-	20	-
Other operating	666	596	355	320
Total other income	681	582	370	320
General, administrative and other expense				
Employee compensation and benefits	1,379	1,244	723	640
Occupancy and equipment	174	184	88	94
Franchise taxes	105	93	52	46
Data processing	270	266	119	137
Other operating	564	578	271	308
Total general, administrative and other expense	2,492	2,365	1,253	1,225
Earnings before income taxes	908	898	491	450
Federal income taxes				
Current	145	305	83	153
Deferred	14	(112)	7	(63)
Total federal income taxes	159	193	90	90
NET EARNINGS	**$749**	**$705**	**$ 401**	**$ 360**
EARNINGS PER SHARE				
Basic	**$.47**	**$.44**	**$.25**	**$.23**
Diluted	**$.47**	**$.44**	**$.25**	**$.23**

ASB Financial Corp.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In thousands)

	For the six months ended December 31,		For the three months ended December 31,	
	2007	**2006**	**2007**	**2006**
Net earnings	$749	$705	$401	$360
Other comprehensive income (loss), net of taxes (benefits):				
Unrealized holding gains (losses) on securities during the period, net of taxes (benefits) of $43, $182, $(42) and $43 during the respective periods	84	353	(82)	84
Reclassification adjustment for realized gains included in earnings, net of taxes of - during both the six-month and three-month periods ended December 31, 2007	-	-	-	-
Comprehensive income	**$833**	**$ 1,058**	**$319**	**$444**
Accumulated comprehensive income	**$398**	**$532**	**$532**	**$532**

ASB Financial Corp.

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six months ended December 31,
(In thousands)

	2007	2006
Cash flows from operating activities:		
Net earnings for the period	$ 749	$ 705
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities:		
Amortization of discounts and premiums on loans, investments and mortgage-backed securities - net	14	(57)
Amortization of deferred loan origination fees	(40)	(27)
Depreciation and amortization	107	102
Provision for losses on loans	90	120
Federal Home Loan Bank stock dividends	-	(18)
Gain on sale of loans and investment securities	(20)	-
Loss on sale of REO	5	12
Increase (decrease) in cash due to changes in:		
Accrued interest receivable	(51)	(247)
Prepaid expenses and other assets	35	(20)
Accrued interest payable and other liabilities	221	54
Federal income taxes		
Current	156	133
Deferred	(14)	73
Net cash provided by operating activities	1,252	830
Cash flows provided by (used in) investing activities:		
Purchase of investment securities	(3,537)	(4,050)
Proceeds from sale of REO	6	32
Proceeds from maturity of investment securities	3,652	6,367
Proceeds from maturity of certificates of deposit	601	-
Net change in loans	437	(8,803)
Purchase of bank-owned life insurance	(40)	(101)
Purchase of office equipment	(29)	(172)
Net cash used in investing activities	1,090	(6,727)
Cash flows provided by (used in) financing activities:		
Net increase (decrease) in deposit accounts	(4,166)	14,164
Proceeds from Federal Home Loan Bank advances	3,050	20,600
Repayment of Federal Home Loan Bank advances	(3,139)	(25,891)
Advances by borrowers for taxes and insurance	(1)	10
Proceeds from issuance of shares under stock option plan	15	18
Purchase of treasury stock	-	-
Dividends paid on common stock	(573)	(542)
Net cash provided by financing activities	(4,814)	8,359
Net increase (decrease) in cash and cash equivalents	(2,472)	2,462
Cash and cash equivalents at beginning of period	8,058	3,425
Cash and cash equivalents at end of period	**$ 5,586**	**$ 5,887**

ASB Financial Corp.

CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)

For the six months ended December 31,
(In thousands)

	2008	2007
Supplemental disclosure of cash flow information:		
Cash paid during the period for:		
Federal income taxes	$ 255	$ 637
Interest on deposits and borrowings	$3,726	$2,291
Supplemental disclosure of noncash investing activities:		
Unrealized gains (losses) on securities designated as available for sale, net of related tax effects	$ 84	$ 353

ASB Financial Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the six- and three-month periods ended December 31, 2007 and 2006

1. Basis of Presentation

The accompanying unaudited consolidated financial statements do not include information or footnotes necessary for a complete presentation of financial position, results of operations and cash flows in conformity with accounting principles generally accepted in the United States of America. Accordingly, these financial statements should be read in conjunction with the consolidated financial statements and notes thereto of ASB Financial Corp. (the "Corporation") included in the Annual Report for the year ended June 30, 2007. However, in the opinion of management, all adjustments (consisting of only normal recurring accruals) which are necessary for a fair presentation of the financial statements have been included. The results of operations for the six- and three-month periods ended December 31, 2007, are not necessarily indicative of the results which may be expected for the entire fiscal year.

2. Principles of Consolidation

The accompanying consolidated financial statements include all of the accounts of the Corporation, American Savings Bank, fsb ("American") and American's wholly-owned subsidiaries, ASB Community Development Corp. and A.S.L. Services, Inc. All significant intercompany items have been eliminated.

3. Critical Accounting Policies

Certain of the Corporation's accounting policies are important to the portrayal of the Corporation's financial condition, since they require management to make difficult, complex or subjective judgments, some of which may relate to matters that are inherently uncertain. Estimates associated with these policies are susceptible to material changes as a result of changes in facts and circumstances. Facts and circumstances which could affect these judgments include, without limitation, changes in interest rates, changes in the performance of the economy or changes in the financial condition of borrowers. Management believes that its critical accounting policy focuses primarily on determining the allowance for loan losses. This critical accounting policy is discussed in detail in the Annual Report to Shareholders for the year ended June 30, 2006 in Note A of the Notes to Consolidated Financial Statements under "Allowance for Loan Losses." If management were to underestimate the allowance for loan losses, earnings could be reduced in the future as a result of greater than expected net loan losses. Overestimation of the required allowance could result in future increases in income, as loan loss recoveries increase or provisions for losses on loans decrease.

ASB Financial Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six- and three-month periods ended December 31, 2007 and 2006

4. Earnings Per Share

Basic earnings per common share is computed based upon the weighted-average number of common shares outstanding during the period less shares in the ASB Financial Corp. Employee Stock Ownership Plan ("ESOP") that are unallocated and not committed to be released. At December 31, 2006 and 2005 all ESOP shares were allocated. Diluted earnings per common share include the dilutive effect of all additional potential common shares issuable under the Corporation's stock option plan. The computations are as follows:

	For the six months ended December 31,		For the three months ended December 31,	
	2007	**2006**	**2007**	**2006**
Weighted-average common shares outstanding (basic)	1,590,613	1,591,881	1,590,704	1,592,451
Dilutive effect of assumed exercise of stock options	2,010	5,979	1,662	5,979
Weighted-average common shares outstanding (diluted)	**1,592,623**	**1,597,860**	**1,592,366**	**1,598,430**

5. Stock Option Plan

During fiscal 1996 the Board of Directors and shareholders adopted the ASB Financial Corp. 1995 Stock Option and Incentive Plan (the "Plan") that provided for the issuance of 225,423 shares, as adjusted, of authorized but unissued common shares of common stock at fair value on the date of grant. In fiscal 1996, the Corporation granted 197,521 options which currently have an adjusted exercise price per share of $7.64. The number of options granted and the exercise price have been adjusted to give effect to the return of capital and special dividend distributions paid by the Corporation.

The Corporation accounts for the Plan in accordance with SFAS No. 123, "Accounting for Stock-Based Compensation," which contains a fair value-based method for valuing stock-based compensation that entities may use, which measures compensation cost at the grant date based on the fair value of the award. Compensation is then recognized over the service period, which is usually the vesting period. Alternatively, SFAS No. 123 permits entities to continue to account for stock options and similar equity instruments under Accounting Principles Board ("APB") Opinion No. 25, "Accounting for Stock Issued to Employees." Entities that continue to account for stock options using APB Opinion No. 25 are required to make pro forma disclosures of net earnings and earnings per share, as if the fair value-based method of accounting defined in SFAS No. 123 had been applied.

The Corporation applies APB Opinion No. 25 and related Interpretations in accounting for the Plan. Accordingly, no compensation cost has been recognized for the Plan. Had compensation cost for the Plan been determined based on the fair value at the grant dates for awards under the Plan consistent with the accounting method utilized in SFAS No. 123, the Corporation's net earnings and earnings per share for the six- and three-month periods ended December 31, 2007 and 2006, would have been reported as the pro forma amounts indicated below:

5. Stock Option Plan (continued)

		Six months ended December 31, 2007	2006	Three months ended December, 2007	2006
Net earnings (In thousands)	As reported	$749	$705	$401	$360
	Stock-based compensation, net of tax	-	-	-	-
	Pro-forma	$749	$ 705	$401	$360
Earnings per share					
Basic	As reported	$.47	$.44	$.25	$.23
	Stock-based compensation, net of tax	-	-	-	-
	Pro-forma	$.47	$.44	$.25	$.23
Diluted	As reported	$.47	$.44	$.25	$.23
	Stock-based compensation, net of tax	-	-	-	-
	Pro-forma	$.47	$.44	$.25	$.23

A summary of the status of the Corporation's Plan as of December 31, 2007 and June 30, 2007 and 2006, and changes during the periods ending on those dates is presented below:

	Six months ended December 31, 2007 Shares	Weighted-average exercise price	Year ended June 30, 2007 Shares	Weighted-average exercise price	2006 Shares	Weighted-average exercise price
Outstanding at beginning of period	7,634	$ 11.47	13,106	$11.44	21,632	$ 15,83
Forfieted	-	-	-	-	(2,462)	26.00
Granted	-	-	-	-	-	-
Exercised	(1,685)	8.75	(5,472)	11.50	(6,064)	14.86
Outstanding at end of period	5,949	$ 12.25	7,634	$11.47	13,106	$ 11.44
Options exercisable at period-end	4,007	$ 10,19	4,950	$ 8.75	9,442	$ 9.36
Weighted-average fair value of options granted during the period		$ -		$ -		$ -

5. Stock Option Plan (continued)

The following information applies to options outstanding at December 31, 2007:

Number outstanding	5,949
Range of exercise prices	$8.75 - $16.50
Weighted-average exercise price	$12.25
Weighted-average remaining contractual life	5.5 years

ASB Financial Corp.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Forward Looking Statements

Certain statements contained in this report that are not historical facts are forward-looking statements that are subject to certain risks and uncertainties. When used herein, the terms "anticipates," "plans," "expects," "believes," and similar expressions as they relate to ASB or its management are intended to identify such forward looking statements. ASB's actual results, performance or achievements may materially differ from those expressed or implied in the forward-looking statements. Risks and uncertainties that could cause or contribute to such material differences include, but are not limited to, general economic conditions, interest rate environment, competitive conditions in the financial services industry, changes in law, governmental policies and regulations, and rapidly changing technology affecting financial services.

Discussion of Financial Condition Changes from June 30, 2007 to December 31, 2007

At December 31, 2007, the Corporation's assets totaled $207.9 million, a decrease of $3.8 million, or 1.8%, over total assets at June 30, 2007.

Cash and cash equivalents decreased by $2.5 million, or 30.7%, from June 30, 2007 levels, to a total of $5.6 million at December 31, 2007. Available for sale securities totaled $22.6 million at December 31, 2007, a decrease of $3,000, or .01%, from June 30, 2007 levels. Maturities and discount accretion related to investment securities totaling approximately $3.7 million were partially offset by purchases of $3.6 million. Purchases of investment securities consisted primarily of fixed-rate medium-term callable U.S. Government agency obligations and municipal securities. Certificates of deposit in other financial institutions totaled $500,000 at December 31, 2007, a decrease of $600,000, or 54.5%, from June 30, 2007 levels.

Loans receivable decreased by $478,000, or .3%, during the six-month period ended December 31, 2007, to a total of $169.4 million. Loan disbursements amounted to $21.7 million for the six months ended December 31, 2007, which were offset by principal repayments of $22.2 million. During the six months ended December 31, 2007, loans originated consisted of $10.9 million of loans secured by one- to four-family residential real estate, $3.6 million of loans secured by nonresidential real estate, $5.0 million of commercial loans and $2.2 million of consumer loans.

The allowance for loan losses increased by $67,000, or 4.3%, during the six month period ended December 31, 2007, to a total of $1.6 million. Nonperforming and nonaccrual loans totaled $1.2 million at December 31, 2007, an increase of $1.2 million, or 120% from the balance at June 30, 2007. The allowance for loan losses represented 100% and 150% of nonperforming loans at December 31, 2007 and June 30, 2007, respectively. At December 31, 2007, nonperforming loans consisted of $874,000 in one- to four-family residential real estate loans and $354,000 in nonresidential real estate, consumer and other loans. Management believes such loans are adequately collateralized and does not expect to incur any losses on such loans. Although management believes that its allowance for loan losses at December 31, 2007, was adequate based upon the available facts and circumstances, there can be no assurance that additions to such allowance will not be necessary in future periods, which could adversely affect the Corporation's results of operations.

Deposits totaled $166.9 million at December 31, 2007, a decrease of $4.2 million, or 2.4%, from June 30, 2007 levels. The decrease in deposits was due primarily to the decision of management to not renew maturing Jumbo Certificates of Deposit.

Discussion of Financial Condition Changes from June 30, 2007 to December 31, 2007 (continued)

Federal Home Loan Bank advances decreased by $89,000, or .4%, during the six-month period ended December 31, 2007. New borrowings amounted to $3.1 million for the six months ended December 31, 2007, and were offset by repayments of $3.2 million.

Shareholders' equity totaled $17.7 million at December 31, 2007, an increase of $274,000, or 1.6%, from the June 30, 2007 level. The increase was due to net earnings of $749,000, $15,000 in proceeds from the exercise of stock options and a $84,000 increase in unrealized gains on investment securities, which were partially offset by dividends on common shares totaling $573,000. Dividends totaled $.36 per share for the six months ended December 31, 2007.

American is required to meet minimum regulatory capital requirements promulgated by the Office of Thrift Supervision ("OTS"). At December 31, 2007, American's regulatory capital exceeded the minimum capital requirements.

Comparison of Operating Results for the Six-Month Periods Ended December 31, 2007 and 2006

General

Net earnings totaled $749,000 for the six months ended December 31, 2007, an increase of $44,000 from the same period in 2006. Increases of $8,000 in net interest income and $99,000 in other income and decreases of $30,000 in the provision for losses on loans and $34,000 in the provision for income taxes were partially offset by an increase of $127,000 in general, administrative and other expense.

Net Interest Income

Interest income on loans increased by $221,000, or 3.8%, for the six months ended December 31, 2007, compared to the 2006 period. This increase was due primarily to a $2.5 million, or 1.5%, increase in the average portfolio balance outstanding period to period and a 15 basis point increase in the weighted-average yield, to 7.03% for the 2007 six-month period. Interest income on cash and available for sale securities increased by $100,000, or 18.3%, due primarily to a 30 basis point increase in the weighted-average yield, to 4.46% for the 2007 period and a $2.7 million, or 10.4%, increase in the average balance of the related earning assets outstanding period to period.

Interest expense on deposits increased by $466,000, or 16.4%, for the six months ended December 31, 2007, compared to the same period in 2006. This increase was due primarily to a $8.8 million, or 5.5%, increase in the average balance of deposits outstanding period to period and a 37 basis point increase in the weighted-average cost of deposits, to 3.92% for the six months ended December 31, 2007. Interest expense on borrowings decreased by $153,000, or 23.0%, due to a 24 basis point decrease in the average cost of borrowings during the period and a $5.2 million, or 19.1%, decrease in the average balance outstanding.

Comparison of Operating Results for the Six-Month Periods Ended December 31, 2007 and 2006 (continued)

Net Interest Income (continued)

As a result of the foregoing changes in interest income and interest expense, net interest income increased by $8,000, or .3%, to a total of $2.8 million for the six months ended December 31, 2007. The interest rate spread decreased to 2.65% for the six months ended December 31, 2007, from 2.76% for the 2006 period, while the net interest margin decreased to 2.82% in the 2007 period, compared to 2.89% in the 2006 period.

Provision for Losses on Loans

American charges a provision for losses on loans to earnings to bring the total allowance for loan losses to a level considered appropriate by management based on historical experience, the volume and type of lending conducted by American, the status of past due principal and interest payments, general economic conditions, particularly as such conditions relate to American's market area, and other factors related to the collectibility of American's loan portfolio. The Corporation recorded a provision for losses on loans totaling $90,000 during the six months ended December 31, 2007, a decrease of $30,000, or 25.0%, from the comparable six-month period in 2006. The provision for loan loss is determined based upon managements evaualtion of the overall risk and outstanding balance of the loan portfolio. There can be no assurance that the loan loss allowance will be adequate to absorb losses on known nonperforming loans or that the allowance will be adequate to cover losses on nonperforming assets in the future, which could adversely affect the Corporation's results of operations.

Other Income

Other income totaled $681,000 for the six months ended December 31, 2007, an increase of $99,000, or 17.0%, from the same period in 2006. The increase was due to an increase of $70,000, or 11.7%, in other operating income, a decrease of 9,000, or 64.3%, in loss on sale of real estate owned and a, $20,000 increase in gain on sale of investment securities and loans. The increase in other operating income was primarily due to income from BOLI and fees related to the overdraft priviledge program.

General, Administrative and Other Expense

General, administrative and other expense totaled $2.5 million for the six months ended December 31, 2007, an increase of $127,000, or 5.4%, over the same period in 2006. This increase was comprised of increases of $135,000, or 10.9%, in employee compensation and benefits, $4,000, or 1.5%, in data processing, $40,000, or 7.4% in other operating expense, and $12,000, or 12.9% in franchise taxes, which were partially offset by decreases of $10,000, or 5.4%, in occupancy and equipment and $14,000, or 2.4% in other operating expenses. The increase in employee compensation and benefits was due primarily to normal merit increases and incentives for employees as well as additional staffing related to the Wheelersburg and South Shore Branches.

Federal Income Taxes

The provision for federal income taxes totaled $159,000 for the six months ended December 31, 2007, a decrease of $34,000, or 17.6%, compared to the same period in 2006. This decrease was due to a the effects of tax credits and an increase in tax exempt income from year to year. The effective tax rates were 17.5% and 21.5% for the six-month periods ended December 31, 2007 and 2006, respectively.

Comparison of Operating Results for the Three-Month Periods Ended December 31, 2007 and 2006

General

Net earnings totaled $401,000 for the three months ended December 31, 2007, an increase of $41,000, or 11.4% from the $360,000 in earnings reported for the same quarter in 2006. Increases of $19,000 in net interest income and $50,000 in other income were partially offset by an increase of $28,000 in general administrative and other expense.

Net Interest Income

Interest income on loans increased by $48,000, or 1.6%, for the three months ended December 31, 2007, compared to the 2006 period. This increase was due primarily to a 12 basis point increase in the weighted-average yield, to 7.03%, for the 2007 three month period, which was partially offsetby a 16,000, or .01%, decrease in the average portfolio balance outstanding period to period. Interest income on casn and available for sale securities increased by $52,000, or 18.6%, due primarily to a $2.8 million, or 10.5%, increase in the average balance of the related assets outstanding period to period and a 29 basis point increase in the weighted-average yield, to 4.59 for the 2007 period.

Interest expense on deposits increased by $141,000, or 9.5%, for the three months ended December 31, 2007, compared to the same period in 2006. This increase was due primarily to a $4.4 million, or 2.7%, increase in the average balance of deposits outstanding period to period. The weighted average cost of deposits was 3.88% for 2007, a 25 basis point increase from the 3.63% for the same period in 2006. Interest expense on borrowings decreased by $60,000, or 19.0%, due to a 26 basis point decrease in the average cost of borrowings, to 4.59% for the period and a $3.8 million, or 14.6%, decrease in the average balance outstanding.

As a result of the foregoing changes in interest income and interest expense, net interest income increased by $19,000, or 1.3%, to a total of $1.4 million for the three months ended December 31, 2007. The interest rate spread decreased to 2.71% for the three months ended December 31, 2007, from 2.76% for the 2006 period, while the net interest margin remained unchanged at 2.89% for both periods

Provision for Losses on Loans

The Corporation recorded a provision for losses on loans totaling $60,000 during the three months ended December 31, 2007, unchanged from the comparable three-month period in 2006. There can be no assurance that the loan loss allowance will be adequate to absorb losses on known nonperforming loans or that the allowance will be adequate to cover losses on nonperforming assets in the future, which could adversely affect the Corporation's results of operations.

Other Income

Other income totaled $370,000 for the three months ended December 31, 2007, an increase of $50,000, or 15.6%, from the same period in 2006. The increase was due to increases of $20,000 in gain on sale of loans and investments and $35,000 in other operating income, which were partially offset by a $5,000 increase in loss on sale of real estate owned.

Comparison of Operating Results for the Three-Month Periods Ended December 31, 2007 and 2006 (continued)

General, Administrative and Other Expense

General, administrative and other expense totaled $1.3 million for the three months ended December 31, 2007, an increase of $28,000, or 2.3%, over the same period in 2006. This increase was comprised of increases of $83,000, or 13.0%, in employee compensation and benefits and $6,000, or 13.0% in franchise taxes, which were partially offset by decreases of $18,000, or 13.1%, in data processing, $6,000. or 6.4% in occupancy and equipment and $37,000, or 12.0%, in other operating expense. The increase in employee compensation and benefits was due primarily to normal merit increases and incentives for employees as well as increased staffing related to the Wheelersburg and South Shore Branches.

Federal Income Taxes

The provision for federal income taxes totaled $90,000 for the three months ended December 31, 2007, unchanged from the same period in 2006. The effective tax rates were 18.3% and 20.0% for the three-month periods ended December 31, 2007 and 2006, respectively.