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Press Release

**Kentucky Bank Parent Announces Dividend**

Paris, Kentucky - Kentucky Bancshares, Inc., parent holding company for Kentucky Bank, announced today the quarterly dividend to shareholders. The payout will be 21 cents per share, up from 20 cents for the previous quarter. This payment will be made March 31 to shareholders of record March 19, 2010.

Kentucky Bank is headquartered in Paris and also has offices in Cynthiana, Georgetown, Morehead, Nicholasville, Sandy Hook, Versailles, Wilmore, and Winchester. It ranks 15<sup>th</sup> in size among the state's 180 banks. Shares of the parent holding company trade over the counter and are reported on the OTC Bulletin Board. The symbol is KTYB.OB.

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