

**For Immediate Release**

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**Bank of Luxemburg Shares Earnings and Approvals**

**Luxemburg, WI, December 8, 2008**—Luxemburg Bancshares, Inc. parent company of the Bank of Luxemburg announced earnings for the third quarter of 2008 today and approved a semi-annual cash dividend of \$.50 per common share. The cash dividend is payable on December 12, 2008 to stockholders of record as of December 1, 2008. John Slatky, President of Luxemburg Bancshares, Inc. stated, “The slight increase in 2008 annual dividends to \$.99 per share from the annual dividend of \$.98 per share in 2007 is notice to our shareholders that Luxemburg Bank Shares, Inc. and the Bank of Luxemburg are on a solid financial foundation and expect to remain profitable.”

Net income for the three months ending September 30, 2008, was \$326,405 or \$.62 per share as compared to \$370,510 or \$.71 per share for the three months ending September 30, 2007...a slight decrease. John Slatky, President of Luxemburg Bancshares, Inc. stated, “The primary reason for the decrease in 2008 income is due to costs associated with construction and move to the new Luxemburg building. These are costs we will not incur in 2009.”

The company’s net income for the nine months ending September 30, 2008 was \$920,871 or \$1.76 per share, a decrease of 4.5%, as compared to \$963,937 or \$1.85 per share for the nine months ending September 30, 2007. Net interest income increased which reflected the loan growth and lower deposit rates. Other operating income from mortgage underwriting fees and loan servicing fees had a positive impact on the 2008 nine month income. Total higher occupancy expenses offset the higher 2008 income.

Cautionary Note: The matters discussed in this press release, including expectations regarding interest income, interest expense and net interest margin, operating results and net income are forward-looking statements that involve risks and uncertainties. The assumptions and risk factors that cause actual results to differ materially, include changes in interest rates or in the volume of earning assets and deposits, increases in non-performing of delinquent loans, increased competition, changes in the volume of loans originated for the secondary market, and changes in the volume of sales of alternative investments by the company’s Raymond James Financial Services division, as well as those described from time to time in the company’s SEC reports.

Luxemburg Bancshares, Inc. and the Bank of Luxemburg have banking offices in Luxemburg, Green Bay, Forestville, Dyckesville, Casco and Algoma. The company also operates the Raymond James Financial Services, offering financial planning and the sale of alternative investments to its customers in each community. For more information about Luxemburg Bancshares, Inc. contact John Slatky at 1-920-845-2345.

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