

First Financial Bankshares Because...



**FIRST
FINANCIAL
BANKSHARES, INC.**TM
*A family of community banks*SM

Annual Report 2005

“This year’s annual report focuses on the people of First Financial Bankshares. We recognize it is our outstanding people – our directors, officers and employees – who make our company successful. I am honored to work with such a dedicated and experienced team of professionals.”



Dear Fellow Shareholders,

Last year was First Financial Bankshares’ 19th consecutive year of earnings growth. Assets and deposits also reached new highs, as did the number of our locations. We attained these milestones through acquisitions, the opening of de novo branches and organic (internally generated) growth.

Net income advanced 12.4% to \$44.0 million from \$39.2 million in 2004. Excluding the \$3.9 million of pre-tax proceeds we received from the sale of ownership rights in PULSE EFT (a nationwide ATM/debit card network), net income grew 5.9%, to \$41.5 million. Basic earnings per share rose 12.1% to \$2.13 from \$1.90 in 2004. Excluding the PULSE gain, basic earnings per share for 2005 were \$2.00, an increase of 5.3%. Contributing to the earnings gain was a 13.5% increase in net interest income, which grew to \$95.2 million from \$83.9 million. The significant growth in net interest income was primarily fueled by acquisitions. We were especially pleased with our ability to maintain our net interest margin at the same rate as in 2004 – 4.49% – given the interest rate environment in 2005 was marked by a flattening yield curve.

Noninterest income grew by 13.8%, to \$44.2 million from \$38.8 million, primarily because of the PULSE proceeds and an increase in trust, ATM and service charge fees. Noninterest expense rose 14.4%, to \$75.6 million from \$66.1 million; the increase was due primarily to additional salary and employee benefits, facility expenses and conversion costs resulting from our acquisitions, and the opening of five de novo bank branches. The acquisitions and de novo branches also affected key performance ratios. Return on average assets decreased to 1.80% from 1.82%; however, our ROA continued to compare very favorably with our peer group average of 1.16%. Return on average equity increased to 16.17% from 15.09% as we better utilized our capital by acquiring additional banks. The efficiency ratio (the share of revenues consumed by operating expenses) increased to 52.48% from 51.78% but continued to be much better than our peer group average of 60.19%. We expect to lower our efficiency ratio as we bring our newly acquired banks into the Company template and as newly opened branches become profitable.

At year-end, our consolidated assets totaled \$2.7 billion, an increase of 18.1% from \$2.3 billion at the close of 2004. Loans were up 10.7%, to \$1.3 billion from \$1.2 billion. Total deposits rose 18.7%, to \$2.4 billion from \$2.0 billion. The two banks we acquired during 2005 accounted for \$122.9 million of the \$124.4 million in loan growth and for \$245.9 million of the \$372.0 million in deposit growth. We did not experience the organic loan growth we had expected and have increased our marketing and calling efforts in that area.

Our asset quality and shareholders’ equity remained strong during 2005. Classified loans (those at some degree of risk) increased to 3.83% of total loans from 3.51% a year earlier. However, total nonperforming assets decreased to 0.33% of total loans and foreclosed assets from 0.43% at the end of 2004. The 2005 percentage compares very favorably with our peer group average of 0.58%. At December 31, 2005, the allowance for loan losses amounted to 1.14% of total loans compared to 1.19% at the end of 2004. The 2005 percentage would have been similar to 2004’s if not for the new accounting rules on problem loans acquired in acquisitions. Shareholders’ equity at year-end was \$276.3 million in 2005 compared to \$265.5 million in 2004.

Based upon our earnings performance and strong capital position, the Board of Directors in April 2005 increased cash dividends by 9.8% in the second quarter. The increase was accomplished through a 33% stock dividend and a change in the quarterly cash dividend to \$0.28 per share. The market share price of our common stock at year-end was \$35.06, up 4.3% from \$33.61 at the end of 2004. The combination of share price appreciation and dividends paid produced a total return to shareholders of 7.6% for 2005.

ACQUISITIONS, BRANCH EXPANSIONS AND OTHER INITIATIVES

On February 1, 2005, First Financial Bankshares purchased The Peoples State Bank in Clyde for \$25.4 million. Peoples, with assets of \$126.7 million, provided locations in Moran, Ranger and Rising Star as well as in Clyde. The Clyde and Moran locations were merged with our Abilene bank, creating First Financial Bank, Abilene, Clyde, Moran. The Ranger and

Rising Star locations were merged with our Eastland bank, creating First Financial Bank, Eastland, Ranger, Rising Star. As you can see from the illustration of our footprint on the inside cover, these locations were good additions to our Abilene and Eastland markets.

On December 1, 2005, we also acquired The First National Bank of Bridgeport, with assets of \$146.4 million and banking offices in Bridgeport, Boyd and Decatur. The transaction involved a cash purchase price of \$20.1 million, plus the assumption of \$5.5 million in debt and trust preferred securities. First Financial Bank, Southlake was combined with First National Bank of Bridgeport to form a \$251.4 million bank serving Wise County and northern Tarrant County. The new locations, in attractive, rapidly growing markets, fit our acquisition profile and add to our growing footprint of community banks within a 50-mile radius of the Dallas-Fort Worth Metroplex. We are very pleased with the results we have already realized from this merger and look forward to achieving additional synergies in the near future.

We also expanded our footprint through de novo branch openings. In this regard, 2005 was a banner year, with five new locations added to our network. Weatherford National Bank held the grand opening of the Willow Park location in January. Strategically placed between Fort Worth and Weatherford on I-20, this new location serves an excellent high-net-worth, high-income market. In Abilene, First Financial Bank opened a nontraditional location in the lobby of the Wesley Court Methodist Retirement Community in March, and in August it opened a fourth grocery store branch in Abilene’s newest Wal-Mart Supercenter. First Financial Bank, Cleburne moved into the Midlothian market in September with the grand opening of that location. Midlothian, a community of 7,500 people located 20 miles south of Dallas-Fort Worth, is expected to double in population in the next decade. In November, First Financial Bank, Stephenville opened its second location in Granbury to better serve the needs of the growing Granbury community and to position the bank to obtain additional market share. We are very pleased with the initial growth of each of these locations and anticipate they will continue to meet or exceed our expectations. With the branches added in 2005, we now have a total of 44 locations.

In the spring of 2005, we launched “Customer Service First,” our companywide customer service improvement initiative. While we believe we have provided good service to our customers in the past, this new initiative will take us to the next level of excellent customer service. The initiative is built around the realization that “everything speaks” and that we need to examine what we do through the “lens of the customer.” The program and its customer service standards are being embraced at every level of our organization, and it is amazing to see how our people are making renewed efforts to provide excellent service to our customers. The program encourages and guides our associates to create WOWs for our customers. A WOW occurs when we go beyond the call of duty for a customer so that the customer thinks, “Wow, what great service.” Since the initiation of this program, we have produced hundreds of WOWs, and we have selected a few to highlight in this annual report so that you can see what a great job our people are doing.

In October of 2005, the Company elected Daniel A. Ortiz to the newly created position of Vice President of Multicultural Development. We want to be the bank for all neighborhoods, and Daniel is responsible for developing additional financial products and services, which will meet the specific banking needs of the multicultural community. We are very pleased with the progress

Daniel and our Multicultural Committee (individuals from each of our banks) have made and the goals they have established to help us grow our market share in this area.

ON THE AGENDA

We will be focusing on a number of areas as part of our strategic agenda for 2006. We will continue to integrate our new acquisitions into our corporate template and strive to make our new branch expansions profitable, which should lower our efficiency ratio and increase our earnings. We also will leverage our strengths in the areas of student loans, mortgage lending, treasury management and trust services. These are areas in which we possess considerable experience and have been successful, yet we believe great opportunities exist to capture additional market share. Through our marketing and calling efforts, we believe we can grow these areas along with loans and increase our loan-to-deposit ratio. As in the past, we will continue to look for additional acquisition and expansion opportunities in high-growth areas, in keeping with our Company’s strategic plan.

James Parker, Raymond McDaniel, Jr. and Dr. Jack Ramsey will retire from the First Financial Bankshares Board in conjunction with our Annual Shareholders Meeting in April 2006. Each of these gentlemen has served our company with distinction in a number of capacities for many years. We thank them for their fine service. We have benefited greatly from their counsel and direction.

We are honored that Murray Edwards, principal of the Edwards Group, has accepted nomination for election as a director of the Company at our Annual Shareholders Meeting in April. He is presently a director of First Financial Bank, Abilene. Murray holds a bachelor of science degree in agricultural economics from Texas A&M University, and a master’s degree in business administration from Harvard Business School. A prominent entrepreneur and agribusiness leader, Murray is presently involved in the livestock and pet food manufacturing industry, cotton seed and commodity trading, and special events management.

This year’s annual report focuses on the people of First Financial Bankshares. We recognize it is our outstanding people — our directors, officers and employees — who make our company successful. I am honored to work with such a dedicated and experienced team of professionals.

We value the continued interest that our shareholders have shown in First Financial Bankshares. Many of you have owned our stock in your families for several generations, while some of you we welcome as new investors. No matter which, we are committed to enhancing the value of your investment through consistent growth in earnings, financial strength and excellent customer service. Thank you for your investment in and support of First Financial Bankshares.

F. Scott Dueser
President and Chief Executive Officer,
First Financial Bankshares, Inc.

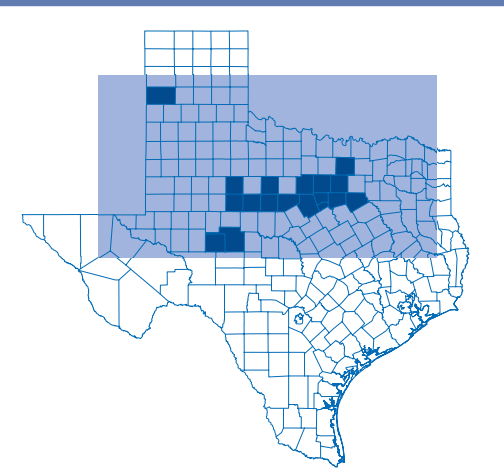
Source of peer group information is FFIEC Bank Holding Company Performance Report

Profile

First Financial Bankshares, Inc. is a financial holding company headquartered in Abilene, Texas, with consolidated assets of \$2.7 billion as of December 31, 2005. The corporation has ten separately chartered affiliate banks, which provide services from 44 locations in the Central, West and High Plains regions of Texas. The Company also operates a trust and asset management company, and a technology services company. The common stock of First Financial Bankshares is beneficially held by 5,300 shareholders and is listed on the NASDAQ Stock Market under the symbol FFIN. The Company's Web site is www.ffin.com.

Bank Names and Location Markers

- **First Financial Bank**
Abilene, Clyde, Moran
- **First Financial Bank**
Eastland, Ranger, Rising Star
- **First Financial Bank**
Stephenville, Glen Rose, Granbury
- **First Financial Bank**
Cleburne, Burleson, Alvarado, Midlothian
- **First Financial Bank**
Southlake, Trophy Club, Keller, Bridgeport, Boyd, Decatur
- **First National Bank**
Sweetwater, Roby, Trent
- **Hereford State Bank**
Hereford
- **Weatherford National Bank**
Weatherford, Aledo, Willow Park
- **City National Bank**
Mineral Wells
- **San Angelo National Bank**
San Angelo



Hereford (1)
212 E. Third

Abilene (10)
400 Pine
701 Pine (Motorbank)
4400 Buffalo Gap Rd.
1010 N. Judge Ely Blvd.
2617 Antilley Rd. (Wesley Court)
S. 14th & Barrow (HEB Grocery)
S. 14th & Willis (River Oaks)
I-20 at Hwy 351 (Wal-Mart)
4350 Southwest Dr. (Wal-Mart)
N. 10th & Willis (United Grocery)

Moran (1)
400 Ground

Weatherford (3)
101 N. Main, with
Motorbank at 201 N. Main
1214 N. Main
101 College Park

Aledo (1)
505 FM 1187

Bridgeport (1)
909 Stevens

Boyd (1)
609 Rock Island Ave.

Decatur (1)
1415 S. FM 51

Trophy Club (1)
95 Trophy Club Dr.

Keller (1)
891 E. Keller Pkwy

Southlake (1)
3205 E. Highway 114

Roby (1)
123 N. Concho

Mineral Wells (1)
1900 E. Hubbard

Willow Park (1)
4100 E. I-20

Sweetwater (1)
201 Elm

San Angelo (2)
301 W. Beauregard, with
Motorbank at Concho Ave. & S. Bryant
3471 Knickerbocker

Trent (1)
117 N. Main

Clyde (1)
718 Elm

Eastland (1)
201 E. Main

Ranger (1)
106 Main

Rising Star (1)
206 W. College

Stephenville (3)
2201 W. South Loop
199 N. Columbia (Motorbank)
1875 Lingleville Road

Granbury (2)
2007 E. Hwy 377
1600 S. Morgan (Hwy 144)

Glen Rose (1)
400 Big Bend Trail

Alvarado (1)
201 E. Hwy 67

Burleson (1)
1900 S.W. Wilshire

Cleburne (2)
403 N. Main
200 N. Ridgeway

Midlothian (1)
1490 E. Main

Financial Highlights

<i>In thousands (except per share data)</i>	2005	2004	Changes
For the Year			
Net Income	\$44,023	\$39,171	12.4%
Basic Earnings per Share	2.13	1.90	12.1%
Dividends Declared	22,694	20,613	10.1%
Dividends per Share	1.10	1.00	10.0%
Averages for the Year			
Assets	\$2,449,845	\$2,148,341	14.0%
Securities	958,879	906,651	5.8%
Loans	1,209,094	1,044,010	15.8%
Deposits	2,100,937	1,816,461	15.7%
Shareholders' Equity	272,298	259,502	4.9%
At Year-End			
Assets	\$2,733,827	\$2,315,224	18.1%
Securities	1,046,121	854,334	22.4%
Loans	1,288,604	1,164,223	10.7%
Deposits	2,366,277	1,994,312	18.7%
Shareholders' Equity	276,276	265,545	4.0%
Book Value per Share	13.34	12.84	3.9%
Trust Assets	1,150,027	1,067,730	7.7%
Key Ratios			
Return on Average Assets	1.80%	1.82%	-
Return on Average Equity	16.17	15.09	-
Equity/Assets at Year-End	10.11	11.47	-
Efficiency	52.48	51.78	-



Board of Directors



	Year Elected	Committee Appointment*
Kenneth T. Murphy Chairman of the Board	1971	1
Joseph E. Canon, J.D. Executive Director, Dodge Jones Foundation	1996	3
Mac A. Coalson Real Estate and Ranching	1996	1, 3, 4
David Copeland President, SIPCO, Inc. and Shelton Family Foundation	1998	1, 2, 4
F. Scott Dueser President and Chief Executive Officer	1991	1
Derrell E. Johnson President, American Council of Engineering Companies Life Health Trust	2000	2
Kade Matthews Ranching and Investments	1998	3
Raymond A. McDaniel, Jr. Investments	1992	1, 2, 4
Bynum Miers Ranching	1992	2
James M. Parker President, Parker Properties, Inc.	1972	1
Jack D. Ramsey, M.D. Physician Radiologist and former President, Radiology Associates of Abilene	1997	1, 3, 4
Dian Graves Stai Chair, Mansfeldt Investment Corporation Director, Dian Graves Owen Foundation	1993	3
F. L. (Steve) Stephens Retired Chairman and CEO, Town & Country Food Stores, Inc.	1998	1, 3, 4
Johnny E. Trotter President and CEO, Livestock Investors, Ltd.	2003	2

For more information on First Financial Bankshares' Board of Directors, please visit our Web site at www.ffin.com.

* Committee Appointments
1. Executive Committee - F. Scott Dueser, Chairman
2. Audit Committee - David Copeland, Chairman
3. Compensation Committee - F. L. (Steve) Stephens, Chairman
4. Nominating Committee - Jack D. Ramsey, M.D., Chairman



First Technology Services, Inc.

From left:
 Larry Williams, Senior Vice President
 Gary Tucker, President & CEO
 Michelle McDonald, Senior Vice President
 Kay Berry, Senior Vice President
 Dennis Steckly, Senior Vice President

First Financial Bankshares Because...

We build loyal, life-long relationships by providing first-class service with personal attention.

First Financial Bankshares is a growing family of community banks that hasn't forgotten its roots. We serve thousands of bank customers but treat each one with personal attention and exceptional service. We operate ten separately chartered banks with 44 locations in 28 Texas communities and focus on each community as their community bank. We employ 975 dedicated professionals in Texas and regard each one as a valued member of our family.

At First Financial, we understand that banking is still a local business. That's why even as we have grown over the years we've stayed true to our model, which keeps each of our ten affiliate banks focused on meeting the needs of the communities they serve. We believe decisions should be made on the local level, by hometown people who know their communities best. Our bank presidents have authority to run their banks and make loan decisions to meet the needs of the communities they serve. Local boards of directors comprised of community leaders govern each bank, not advisory boards that lack power. In each market we serve, our goal is to be the bank of choice, and we do that by keeping our focus local.

At the same time, customers today expect a wider range of financial services from their banks - services which are increasingly difficult for small-town banks to provide. First Financial's "one bank, ten charters" concept allows us to offer the services of a big bank while maintaining the hometown feel and decision-making process of a small bank. Our combined strength means we can offer customers the modern services they expect, such as online banking, treasury management services, trust services, online bill pay and debit cards. Our larger size also allows us to operate more efficiently, with consolidated operations.

First Financial Bankshares is proud to be a growing family, but we never forget that serving the needs of each customer and each community is our ultimate goal. Our commitment to excellent customer service and hometown banking is unwavering. As we continue to expand in the coming years, you can count on us to remain true to our values.

President's Award: Oliva Velasco



Loyal. Dependable. Determined. Professional. Courageous. These are just some of the words co-workers use to describe Oliva Velasco, who is being honored with First Financial Bankshares' President's Award. This year marks Oliva's 24th anniversary with the Company. She began with First Financial in 1982 as a proof operator and today manages Account Services and is a Vice President of First Technology Services, Inc., the Company's technology subsidiary that serves all of its banks.

Born in Juarez, Mexico, as the youngest of 13 children, Oliva has overcome more than her share of personal and family tragedies, but through it all has maintained her deep commitment to her faith, to her family and to First Financial. She's distinguished herself for her dogged pursuit of fraud cases, either those involving First Financial or its customers. In one example, Oliva tracked down a fraud case that led into Mexico. While others may have felt the case was impossible to pursue, Oliva showed her industriousness by calling a former schoolmate in Mexico who is now an attorney. Together, they tracked down the person with the money and recovered it.

"You don't mess with Oliva when she's on a mission," said a co-worker.

"Oliva was chosen for this award because she is a great example for all of us," said F. Scott Dueser, President and CEO of First Financial Bankshares. "She exemplifies the American Dream, excellent customer service, good management and a dedication to our Company, no matter what her personal trials have been."

Our congratulations and thanks to Oliva for exemplifying all of the finest values and qualities that make First Financial a great place to bank and work.



Growth.

First Financial Bankshares is a Texas bank holding company on the move. During the past year, we added locations both through acquisitions and new branches. We entered promising new markets in booming Texas towns, including Bridgeport, Decatur, Boyd, Willow Park and Midlothian. We positioned the Company for continued growth in the years ahead.

We operate exclusively in Texas, the nation's second most populous state and one of the fastest-growing. While our 116-year base of operations is in West Texas, we have focused our growth on expanding communities with good infrastructure and amenities along the Interstate 20 corridor and the 50-mile radius around the Dallas-Fort Worth Metroplex. For the first time ever, our assets in the DFW-area growth markets exceeded \$1 billion in 2005, or 44 percent of the Company's total assets. The projected growth rate during this decade in many of our recently entered markets, including Bridgeport,

Willow Park, Granbury and Midlothian, exceeds both state and national projected growth rates, boding well for our prospects in these communities in the years ahead.

But we're not growing just for the sake of growth. Becoming a larger bank helps us better serve our customers, shareholders and employees. Our customers today can enjoy the convenience of banking at any of our 44 locations and more than 60 ATMs. Shareholders appreciate the fact our growth has allowed us to operate more efficiently than the

average bank, resulting in improved earnings and larger dividend checks. For employees, growth has meant more career opportunities and expanded benefits.

First Financial is indeed a Texas bank holding company that is on the move.

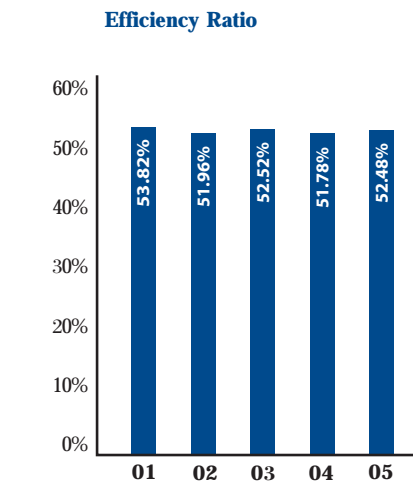
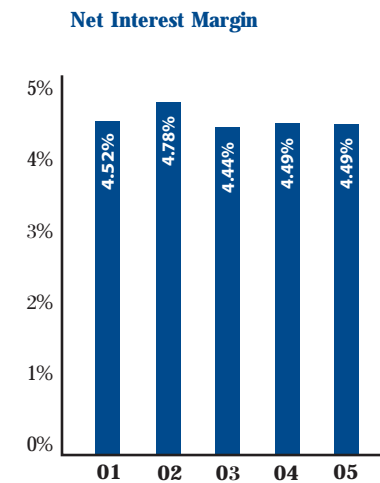
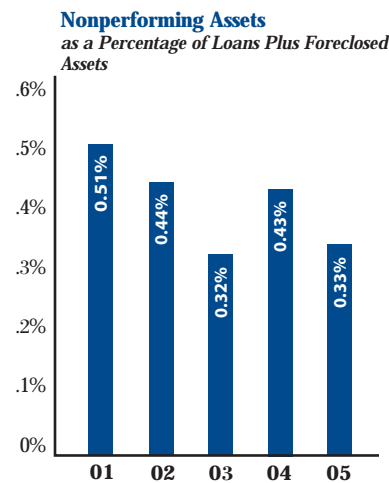
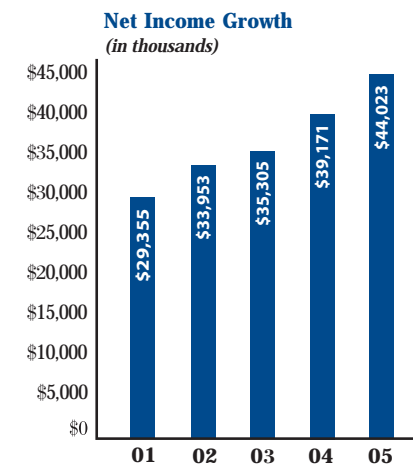
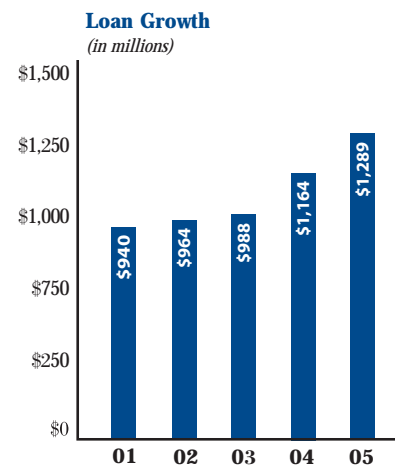
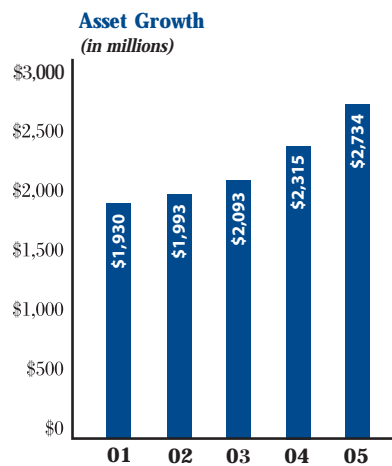


Financial Strength.

Shareholders, customers and employees all value a financially strong institution. In 2005, First Financial recorded its 19th consecutive year of increased earnings. Keefe, Bruyette & Woods, an investment banking firm specializing in financial services companies, named First Financial to its "Honor Roll" for achieving consistently higher annual earnings per share during the past decade. Out of hundreds of publicly traded banks, only 32 companies made the KBW Honor Roll in 2005.

By many key financial measures, First Financial exceeds its peer group in performance. Our return on assets (ROA) measured 1.80 percent for 2005, compared with a peer-group average ROA of 1.16 percent. The Company's return on equity (ROE) was 16.17 percent in 2005, compared with 13.51 percent for the peer group. Net interest margin, a key performance measure for banks, stood at 4.49 percent at year-end 2005 for First Financial, compared with 4.06 percent average for the peer group. Meanwhile, total assets grew 18 percent in 2005, nearly double our average annual asset growth rate during the past decade, reflecting the impact of acquisitions completed during the year. Trust assets under management at First Financial Trust & Asset Management Company grew 7.7 percent to a year-end book value of \$1.15 billion.

We accomplished this while still carefully controlling expenses. First Financial's efficiency ratio for 2005 was 52.48 percent, which compared favorably to the peer-group's average of 60.19 percent.



Customer Service.

Customer service is in our DNA at First Financial Bankshares. We're Texas-friendly, hometown bankers, for whom greeting customers with a helpful smile is just the way we do business. In the



spring of 2005, we renewed our deep commitment to customer service by launching the "Customer Service First" initiative. This ongoing program challenges us every day to examine everything we do through the "lens of the customer," helping us to strive toward greater excellence in customer service standards. As part of that commitment, we introduced our "WOW!" campaign to honor employees who go beyond the ordinary course of business in showing

superior customer service. In the pages that follow, we will highlight a few of the many employees who have received "WOW!" awards.

Wow! Customer Service Award:

Janet O'Dell

Talk about "going the extra mile," Janet O'Dell, a Senior Vice President at First Financial Bank, Abilene, literally drove customers to their mortgage closing when they couldn't make their appointment due to car trouble. Alan and Loretta Day were ready to close a loan on their new home, but their car broke down. Rather than cancel the appointment, Janet offered to pick the Days up at their home, drive them to their closing and then drive them back home again. Janet's actions demonstrate how lending a helping hand can provide great customer service.



First Financial Bankshares Family of Community Banks

Presenting the First Financial Bankshares family of community banks — where big-bank services come with small-town charm, Texas friendliness and a local identity. The First Financial family spans the Interstate 20 corridor, stretching from Sweetwater east all the way to Midlothian, a distance of more than 200 miles. Other locations, including San Angelo, Hereford, Southlake and Bridgeport complete the portfolio. No matter the name of the town, they all share the vibrant, vigorous spirit that makes them such great places to live, work and bank.

Wow! Customer Service Award:

Lynn Dunn and the mailroom team, First Technology Services, Inc.



A broken postal processor during the New Year's holiday weekend meant monthly bank statements might not get mailed to customers on time. But that wasn't good enough for Lynn Dunn and his team in the First Financial mailroom in Abilene. Thinking outside the box and without being asked by management, Lynn and his crew processed the statements without the equipment and then took them to another postal meter to apply the postage. It meant working night and day throughout the holiday weekend and making personal sacrifices by the mailroom team, which in addition to Lynn included Paul Chacon, Humberto Chapa and David Rodriquez. David, in fact, interrupted his personal leave while taking care of a newborn baby at home to help his team complete the task. As a result of this extraordinary effort, the statements were ready on time and customers were not affected by the equipment failure.

Abilene, Clyde, Moran

First Financial Bank, N.A.

Taylor, Callahan and Shackelford Counties
Deposit Market Share 44%



From left: John Prince, Ben McAnally, Scott Dueser, Mike Reaves and Ron Fogle

Main Office

400 Pine
Abilene, Texas 79601
Chartered 1890

Locations

4400 Buffalo Gap Road
Abilene, Texas 79606
4350 Southwest Drive
Abilene, Texas 79606
920 N. Willis
Abilene, Texas 79603
3300 S. 14th
Abilene, Texas 79605
1010 N. Judge Ely Blvd.
Abilene, Texas 79601
701 Pine
Abilene, Texas 79601
1345 Barrow
Abilene, Texas 79605
2617 Antilley Road
Abilene, Texas 79606
1650 State Hwy. 351
Abilene, Texas 79601
718 Elm
Clyde, Texas 79510
400 Ground
Moran, Texas 76464

Senior Officers

F. Scott Dueser
Chairman of the Board
Ron Fogle
Executive Vice President,
Commercial Loans
Ben McAnally
Executive Vice President,
Treasury Management
John Prince
Executive Vice President,
Personal Loans
Mike Reaves
Executive Vice President,
Chief Financial Officer and Cashier

Directors

J. Michael Alexander
President, James M. Alexander & Co.
Tucker S. Bridwell
President and Chief Executive Officer,
Mansefeldt Investment Corporation
Joseph E. Canon
Executive Director, Dodge Jones Foundation
David Copeland
President, Shelton Family Foundation
Joe Crawford
President, Abilene Aero, Inc.
Mike Denny
President, Batjer and Associates
F. Scott Dueser
First Financial Bankshares, Inc.

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$898,412	\$762,941
Loans	388,944	362,096
Deposits	788,043	680,773
Equity	68,393	66,218
Net Income	13,992	13,905
Return on Average Assets	1.63%	1.86%
Efficiency Ratio	51.65	47.82

Murray Edwards
Principal,
The Edwards Group

Allan D. Frizzell
Executive Vice President,
Enrich Oil Corporation

Tim Lancaster
Chairman, CEO, President,
Hendrick Health System

Raymond A. McDaniel, Jr.
Investments

Bynum Miers
Rancher

Stanley Morris, Jr.
Investments

Kenneth T. Murphy
First Financial Bankshares, Inc.

Dian Graves Stai
Chair,
Mansefeldt Investment Corporation
Director,
Dian Graves Owen Foundation

Leigh Taliaferro, M.D.
Physician

Advisory

Bob J. Surovik
McMahon, Surovik, Suttle, Buhrmann,
Hicks, Gill & Cannon, P.C.

Steve Suttle
McMahon, Surovik, Suttle, Buhrmann,
Hicks, Gill & Cannon, P.C.

First Financial Bank, N.A.

Johnson County Deposit Market Share 23%



From left: Craig Beskow, Matt Reynolds, Derek Schmidt and Brad Evans

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$238,114	\$229,107
Loans	110,711	110,181
Deposits	217,663	208,458
Equity	18,269	19,465
Net Income	3,379	3,739
Return on Average Assets	1.48%	1.73%
Efficiency Ratio	56.92	53.18

Main Office

403 N. Main
Cleburne, Texas 76033
Chartered 1927

Locations

200 N. Ridgeway
Cleburne, Texas 76033

1900 S.W. Wilshire
Burleson, Texas 76028

201 E. Highway 67
Alvarado, Texas 76009

1490 E. Main
Midlothian, Texas 76065

Senior Officers

Matt Reynolds
President and Chief Executive Officer

Craig Beskow
Executive Vice President and Cashier

Brad Evans
Executive Vice President

Derek Schmidt
Executive Vice President

Directors

Perry Elliott
Chairman of the Board

Matt Reynolds
President and Chief Executive Officer

Albert A. Archer
Chairman of the Board,
Walls Industries, Inc.

Gary Bennett
Bennett Printing & Office Supply

F. Scott Dueser
First Financial Bankshares, Inc.

Jim Easdon
Investments

J. Bruce Hildebrand
First Financial Bankshares, Inc.

Hollis E. (Gene) Joslin
Investments

Brent D. Magers
Chief Executive Officer and Administrator,
Walls Regional Hospital

George Marti
Marti Enterprises

Wow! Customer Service Award:

Julie Hasty and Robin Gonzalez

Thanks to the quick thinking of two tellers at First Financial Bank in Cleburne, a crime was stopped and a customer's account was protected against loss. A man pulled into the motor bank and presented teller Robin Gonzalez with a check, which was made payable to one of the bank's customers. The man's questions about the check caused Robin and fellow teller Julie Hasty to be suspicious. At the same time, Julie recognized the customer's name on the check as one of her neighbors. She called him and he denied giving anyone a check to cash. At that point, Julie called the police, while Robin began asking for more identification. The man drove away, but not before Robin and Julie wrote down his license number. He was later apprehended by police.

First Financial Bank, N.A.

Eastland County Deposit Market Share 53%



From left: Clint S. Ferguson, Jim Davidson and Tommy J. Barrow

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$148,599	\$61,798
Loans	49,626	34,507
Deposits	128,436	55,782
Equity	14,104	5,859
Net Income	1,644	1,151
Return on Average Assets	1.48%	1.93%
Efficiency Ratio	55.40	52.11

Main Office

201 E. Main
Eastland, Texas 76448
Chartered 1934

Locations

106 Main
Ranger, Texas 76470

206 West College
Rising Star, Texas 76471

Senior Officers

Tommy J. Barrow
Chairman of the Board, President and
Chief Executive Officer

Clint S. Ferguson
Executive Vice President

Jim Davidson
Senior Vice President and Cashier

Jonathan Newton
Senior Vice President

Directors

Tommy J. Barrow
Chairman of the Board, President and
Chief Executive Officer

Doug Crawley
Rancher

Clint S. Ferguson
Executive Vice President

Doug Ford
Retired President and Chief Executive Officer
Peoples State Bank, Clyde

J. Bruce Hildebrand
First Financial Bankshares, Inc.

Jim Keffer
President, EBAA Iron Sales, Inc.

Mike T. Perry
President, Kinnaird, Rossander & Perry
Agency, Inc.

Dale Squiers, R.Ph.
Owner, Eastland Drug Company

Tommy Warford
Turner, Seaberry and Warford, Attorneys

M.D. White, Jr.
President and Owner,
Ace Hardware Store, Eastland/Cisco

Wow! Customer Service Award:

Jan Wise

After devastating wildfires swept through Cross Plains, Texas, in December 2005, Jan Wise, Vice President and Branch Manager at the Rising Star office of First Financial Bank, stepped up to help. Jan recruited volunteers and organized a fund-raising barbecue dinner to support victims of the fires. Thanks to Jan's leadership, the fund-raiser earned \$8,000. First Financial employees such as Jan take pride in being an active part of their communities and giving back to the community generously when needs arise.



Hereford State Bank

Deaf Smith County Deposit Market Share 48%



From left: Kent Jackson, Jeff Brown, Charlene Sanders, Mike Mauldin, Larry Alley and Steve Gilbert

Main Office

212 E. Third
Hereford, Texas 79045
Chartered 1947

Senior Officers

Mike Mauldin
Chairman of the Board, President and Chief Executive Officer
Steve Gilbert
Executive Vice President and Cashier
Kent Jackson
Executive Vice President
Jeff Brown
Senior Vice President

Directors

Mike Mauldin
Chairman of the Board, President and Chief Executive Officer
F. Scott Dueser
First Financial Bankshares, Inc.
Steve Lewis, D.V.M.
Manager and Senior Partner,
Hereford Veterinary Clinic
Kade Matthews
Ranching and Investments
Garth Merrick
President and Chief Executive Officer,
Merrick Petfoods, Inc.

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$104,821	\$107,056
Loans	67,637	65,615
Deposits	87,621	90,003
Equity	8,346	8,446
Net Income	1,736	1,674
Return on Average Assets	1.72%	1.75%
Efficiency Ratio	50.53	51.19

Allen Parson
Restaurateur and Investments
Craig Smith
Retired Chairman of the Board,
President and Chief Executive Officer,
Hereford State Bank
Jerry Stevens
Vice President and General Manager,
Stevens 5-Star Car and Truck Center
Johnny E. Trotter
President and Chief Executive Officer,
Livestock Investors, Ltd.
Roger Williams
Farmer

City National Bank

Palo Pinto County Deposit Market Share 28%



From left: Mike Mearse, Eddie Gregory, Kenneth Williamson and Brad Seay

Main Office

1900 E. Hubbard
Mineral Wells, Texas 76067
Chartered 1925

Senior Officers

Kenneth A. Williamson
Chairman of the Board, President and Chief Executive Officer
Brad Seay
Executive Vice President,
Lending
Eddie Gregory
Senior Vice President and Cashier
Mike Mearse
Senior Vice President

Directors

Kenneth A. Williamson
Chairman of the Board, President and Chief Executive Officer
F. Scott Dueser
First Financial Bankshares, Inc.
Doyle Lee
Chairman and CEO,
Weatherford National Bank
Paul McGettes
Chief Financial Officer,
Upham Oil & Gas Company, L.P.
Terry L. Murphy
President and Chief Executive Officer,
Murphy and Murphy, Inc.

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$129,535	\$114,484
Loans	69,486	61,236
Deposits	112,318	97,148
Equity	16,830	17,000
Net Income	2,177	2,068
Return on Average Assets	1.81%	2.15%
Efficiency Ratio	45.01	43.18

Don O'Neal
O'Neal Distributing Company, Inc.,
O'Neal Enterprises, Inc.
David Ramsey, M.D.
Family Practice Center
Jimmy Seay
Investments and Ranching
Walter Joe Thomas, D.D.S.
Dentist



Wow! Customer Service Award:

Debbie Gonzalez

Debbie Gonzalez, a Loan Assistant and Banking Officer at Hereford State Bank, didn't let "banking hours" keep her from providing exceptional customer service. One of Debbie's customers told Debbie that her daughter would be in town over the weekend and needed some papers notarized. Debbie took the initiative and took her notary stamp home with her, called her customer on Saturday morning and went to her home to notarize the documents. With employees like Debbie, it's no wonder Hereford State Bank is the city's leading bank.

Wow! Customer Service Award:

Evelia Chavez

Evelia Chavez, Teller Supervisor at City National Bank in Mineral Wells, went out of her way to assist a local merchant who was having trouble processing bank card transactions. The merchant pulled into Evelia's lane at the drive-through one Saturday morning and explained his problem to her. Unable to resolve the problem right then, she promised to stop by his store after the motor bank closed at noon. Once at the store, Evelia walked through the steps, wrote down instructions to leave with the merchant and suggested a better place in the store for keeping the bank card machine. Problem solved!

San Angelo National Bank

Tom Green County Deposit Market Share 22%



From left: Michael L. Boyd, Katherine M. Reeves, Robert Pate and David Byrd

Main Office

301 W. Beauregard
San Angelo, Texas 76903
Chartered 1975

Locations

3471 Knickerbocker
San Angelo, Texas 76904

Senior Officers

Michael L. Boyd
Chairman of the Board,
President and Chief Executive Officer

Robert Pate
Executive Vice President

Katherine Reeves
Executive Vice President and Cashier

Directors

Michael L. Boyd
Chairman of the Board,
President and Chief Executive Officer

W. Dan Cravy, M.D.
Physician

Rick DeHoyos
Attorney,
Ratliff, Edwards & DeHoyos

David B. Drake
Investment Advisor,
PrimeVest

F. Scott Dueser
First Financial Bankshares, Inc.

Doug Eakman
Owner,
Pecos Street Pharmacy

Ron Giddens
Investments/Business Consulting

Joe Henderson
President,
Porter Henderson Implement Company, Inc.

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$310,673	\$311,189
Loans	116,438	122,649
Deposits	264,318	261,826
Equity	42,759	43,783
Net Income	5,814	5,825
Return on Average Assets	1.95%	1.95%
Efficiency Ratio	42.93	44.24

J. Bruce Hildebrand
First Financial Bankshares, Inc.

Robert D. Housley
President and Owner,
Housley Communications

David F. Lupton
President,
Angelo Glass & Mirror Company, Inc.

Bill Pfluger
Rancher

Barbara Riley
President,
Olio, Inc.

Richard W. Salmon
Investments

John E. Schwartz, Sr.
Farmer/Rancher

Mary Jane Steadman
Attorney,
Real Estate Investment Management

F.L. (Steve) Stephens
Retired Chairman and CEO,
Town & Country Food Stores, Inc.

First Financial Bank, N.A., Southlake

Deposit market share for the cities of Southlake, Keller and Trophy Club: 11%

Deposit market share for Wise County (Bridgeport, Boyd and Decatur): 23%



From left: Mark L. Jones, Homer Pittman, Jr., J. Sean Shope and F. Mills Shallene

Main Office

3205 E. Highway 114
Southlake, Texas 76092
Chartered 1907

Locations

95 Trophy Club Drive
Trophy Club, Texas 76262

891 E. Keller Parkway
Suite 100
Keller, Texas 76248

909 Stevens
Bridgeport, Texas 76426

609 Rock Island Avenue
Boyd, Texas 76023

1415 S. FM 51
Decatur, Texas 76234

Senior Officers

Mark L. Jones
President and Chief Executive Officer

F. Mills Shallene
Bridgeport President

J. Sean Shope
Senior Vice President

Homer Pittman, Jr.
Chief Financial Officer

Directors

Perry D. Elliott
Chairman of the Board

James E. Burger
Burger Construction

Jack Dortch
Jack Dortch Insurance Agency

F. Scott Dueser
First Financial Bankshares, Inc.

Barry Green
Attorney and Partner,
Smith & Green, P.C., Law Firm

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$272,927	\$92,205
Loans	141,794	69,240
Deposits	233,139	81,937
Equity	32,672	6,829
Net Income	1,184	779
Return on Average Assets	1.02%	0.98%
Efficiency Ratio	68.00	71.42

Derrell E. Johnson
President, American Council of Engineering
Companies Life Health Trust

Mark L. Jones
President and Chief Executive Officer

K. Wayne Lee
President, DDFW Properties

Ralph Manoushagian
Land Manager
Approach Resources, Inc.
Oil & Gas Exploration

Dr. David Ray
Family Physician

Jim Ridenour
President, Sunbelt Station Service

Directors Emeritus

M. L. Manoushagian
Oil & Gas Investments & Real Estate

Billie C. Green
Retired President,
First National Bank of Bridgeport

Wow! Customer Service Award:

Karla Howell

It's the little details that can make all the difference in providing superior customer service. Just ask Karla Howell, an employee of San Angelo National Bank. When Karla was promoted this past year from Collection Teller to Personal Banker, she took the initiative to write personal notes to each of her customers, informing them of the change and thanking them for their business. Karla's thoughtfulness made her customers feel appreciated and eased any concerns about the transition.

Wow! Customer Service Award:

Coy Stephens, Dwight Reeves, Beverly Lindsey and Margaret Hunt

When the former First National Bank of Bridgeport joined First Financial Bank, Southlake this past year, bank employees in Bridgeport, Decatur and Boyd wanted their customers to know they would still be dealing with the same friendly hometown team. Four employees in our Wise County banks - Margaret Hunt, Dwight Reeves, Coy Stephens and Beverly Lindsey - prepared and delivered more than 40 homemade cakes and pies and numerous cheese and meat trays to their customers as their way of saying "we appreciate you." Our thanks to these fine employees for a great example of exceptional customer service.



First Financial Bank, N.A.

Erath, Hood and Somervell Counties
Deposit Market Share 22%



From left: Ron Butler, Dereece Howell, Robert Lemons, Ken Luker, John Power and Bart Rodgers

Main Office

2201 W. South Loop
Stephenville, Texas 76401
Chartered 1997

Locations

1875 Lingleville Road
Stephenville, Texas 76401

199 N. Columbia
Stephenville, Texas 76401

400 Big Bend Trail
Glen Rose, Texas 76043

2007 East Highway 377
Granbury, Texas 76049

1600 S. Morgan
Granbury, Texas 76048

5310 E. Hwy. 377, Suite 300
Granbury, Texas 76049
(loan production office)

Senior Officers

Ron Butler
President and Chief Executive Officer

Perry D. Elliott
Vice Chairman

John Power
Glen Rose President

Bart Rodgers
Granbury President

Dereece Howell
Executive Vice President and Cashier

Robert Lemons
Executive Vice President

Ken Luker
Executive Vice President

Directors

James C. Terrell, Jr., M.D.
Chairman of the Board

Perry D. Elliott
Vice Chairman

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$295,567	\$268,218
Loans	164,739	159,079
Deposits	255,448	234,651
Equity	34,321	30,545
Net Income	4,502	3,075
Return on Average Assets	1.67%	1.75%
Efficiency Ratio	52.47	50.95

Ron Butler
President and Chief Executive Officer

William L. Corbin
Investments

F. Scott Dueser
First Financial Bankshares, Inc.

J. Bruce Hildebrand
First Financial Bankshares, Inc.

Bill Hooks
President, Hooks Lakeside Motors

Garry Z. Luker
President, Sunchase Development Co.

Bill Parham
Parham & Parham, CPAs

Jerry Parham
Investments

Royce Swaim
Owner, Swaim Farm & Ranch

Frank Terrell, M.D.
Ophthalmologist

John Terrill
Attorney

Wow! Customer Service Award:

Irma Tiscareno Zipp

When Eddie and Sue McDonald lost their Louisiana home to Hurricane Rita last fall, they temporarily moved to Stephenville. Needing to establish a local banking relationship, they met Irma Tiscareno Zipp, Assistant Vice President and Branch Manager at First Financial's River North branch, who so impressed them with her friendly, sympathetic and caring attitude that they changed previous plans and decided to relocate permanently to Stephenville.

First National Bank

Nolan and Fisher Counties Deposit Market Share 41%



From left: J.V. Martin, Kirby Andrews and Donnie Ruppert

Main Office

201 Elm
Sweetwater, Texas 79556
Chartered 1948

Locations

123 N. Concho
Roby, Texas 79543

117 N. Main
Trent, Texas 79561

Senior Officers

J.V. Martin
Chairman of the Board, President and Chief Executive Officer

Kirby Andrews
Executive Vice President, Lending

Donnie Ruppert
Executive Vice President and Controller

Melody Collins
Senior Vice President, Loan Operations

Rodney Foster
Senior Vice President, Lending

Directors

J.V. Martin
Chairman of the Board, President and Chief Executive Officer

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$119,391	\$120,986
Loans	53,785	55,282
Deposits	108,912	104,031
Equity	10,222	10,730
Net Income	2,001	2,227
Return on Average Assets	1.69%	1.78%
Efficiency Ratio	50.13	48.11

Glenn D. Bennett
Bennett & Associates

Louis Brooks, Jr.
Rancher

Bill W. Burns
President, Bill Burns Oil Co., Inc.

Ronnie Cox
Owner, Cox Jewelry

J. Bruce Hildebrand
First National Bankshares, Inc.

Cecil J. King
Retired President, Citizens State Bank, Roby

Jay Lawrence
President, MAL Enterprises, Inc.

Thomas L. Rees, Sr.
Rees and Rees, Attorneys

Wow! Customer Service Award:

Nowana Cashiola

Exceeding customers' expectations is what First National's "Customer Service First" initiative is all about. A recent example of this winning attitude involves Nowana Cashiola, an employee at First National Bank, Sweetwater. When a lost set of keys was found at the bank, Nowana didn't just hold onto them until the customer claimed them. Rather, she noticed one of the keys on the ring was for a post office box, so she called the post office and identified the name of the owner of the mailbox. Nowana then called the customer, who was elated to know the keys were safe. That's some great detective work, Nowana, and a prime example of putting customers first.

Weatherford National Bank

Parker County Deposit Market Share 27%



From left: Jay Gibbs, Larry Mangrem, Doyle Lee and Bob Bradberry

Main Office

101 N. Main
Weatherford, Texas 76086
Chartered 1984

Locations

101 College Park Drive
Weatherford, Texas 76086

1214 N. Main
Weatherford, Texas 76086

505 Farm Road 1187
Aledo, Texas 76008

4100 E. I-20 South Service Road
Willow Park, Texas 76087

Senior Officers

Doyle Lee
Chairman of the Board and
Chief Executive Officer

Jay Gibbs
President

Bob Bradberry
Executive Vice President

Kent Hudson
Senior Vice President

Larry Mangrem
Senior Vice President and Cashier

Louis Sneed
Senior Vice President

In Thousands	Dec. 31, 2005	Dec. 31, 2004
Assets	\$272,493	\$246,794
Loans	125,446	124,339
Deposits	247,134	222,426
Equity	21,862	22,533
Net Income	4,512	4,320
Return on Average Assets	1.79%	1.94%
Efficiency Ratio	51.97	48.40

Directors

Doyle Lee
Chairman of the Board and
Chief Executive Officer

Greg L. Barron
President,
G.L. Barron Company, Inc.

Stephen G. Brogdon, D.D.S.
General and Cosmetic Dentistry

Mac A. Coalson
Real Estate and Ranching

F. Scott Dueser
First Financial Bankshares, Inc.

Jay Gibbs
President

Clay Hicks
Oil and Gas Investments

Nan Kingsley
President,
Bluestem Studios, Inc.

Mike White, O.D.
Therapeutic Optometrist

Wow! Customer Service Award:

Carol Hatfield

When a 90-year-old customer came into Weatherford National Bank to request some changes in how her account was set up, employee Carol Hatfield went the extra mile to assist her. The change the customer requested required the filing of an assumed name certificate at the local government office. Carol took her lunch hour to drive the customer to the government office and secure the certificate. They were then able to go back to the bank and get the account changes processed just the way the customer wanted. That's what we call exceptional customer service!



First Financial Trust & Asset Management Company officers, from left: David Byrd (San Angelo), Konrad Halbert (DFW Metroplex), Robert Patterson, Joe Ayres (Stephenville), Kirk Thaxton (Abilene) and Michael Sheehan (Sweetwater)

First Financial Trust & Asset Management Company, N.A., produced outstanding results in its second full year as a separate trust and asset management company. With offices in Abilene, the Dallas/Fort Worth Metroplex, San Angelo, Stephenville and Sweetwater, the Company showed strong growth in both assets and income during 2005. Assets ended the year with a book value of \$1.15 billion, a 7.7 percent growth for the year, with all offices showing an increase in assets. Trust fee revenue rose 11.0 percent from \$6.37 million in 2004 to \$7.07 million at the end of 2005. The contribution of after-tax income was up 19.6 percent at \$1.9 million for 2005 versus \$1.6 million in 2004.

The investment markets were relatively flat for the year, with our investment group providing modest returns similar to our benchmark and the indices. We continue to outperform over the longer term, with an 11-year annualized total equity portfolio return of 10.15 percent.

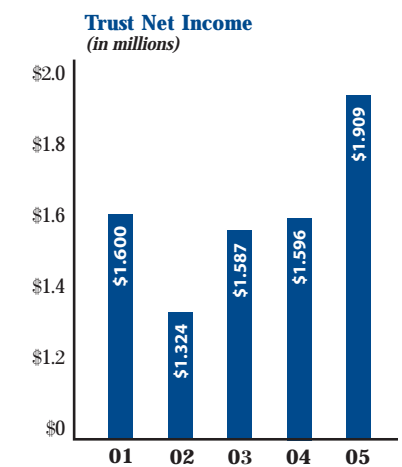
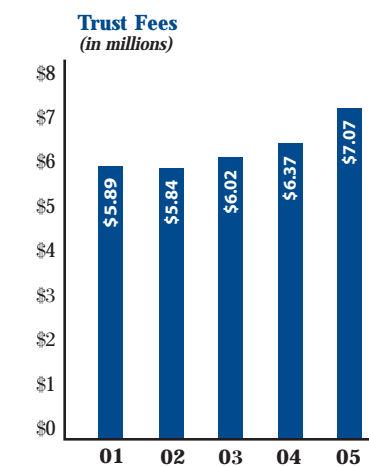
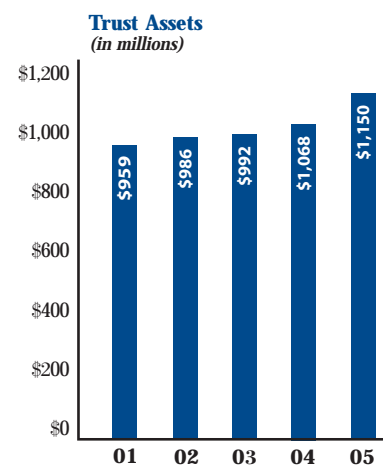
Highlights for 2005 include:

Experienced outstanding net income growth of 58.4 percent in Stephenville, 28.2 percent in San Angelo and 22.3 percent in Abilene.

With the addition of Konrad Halbert's expertise, we established a solid base in the DFW Metroplex with strong growth in assets. We are poised for expansion in the coming years in this important market.

Renewal and expansion of our contract with our accounting software provider that will enable us to streamline the investment process through a new and improved trading platform, a strategic planning module and several additional internal product efficiencies.

In 2006, our primary focus remains on providing premier service through a wide variety of financial products to include trust and estate administration, IRAs and a range of investment options. We look forward to serving you and your peers not only now, but for generations to come.



In thousands (except per share data)

Year-End	Total Assets ⁽¹⁾	Shareholders' Equity ⁽¹⁾	Net Income ⁽¹⁾	Basic Earnings per Share ⁽²⁾	Cash Dividends per Share ⁽²⁾	Stock Dividends and Splits	Year-End Book Value per Share ⁽²⁾	Year-End Market Value per Share ⁽²⁾
2005	\$2,733,827	\$276,276	\$44,023	\$2.13	\$1.10	4/3 split	\$13.34	\$35.06
2004	2,315,224	265,545	39,171	1.90	1.00	–	12.84	33.61
2003	2,092,571	251,487	35,305	1.71	0.91	5/4 split	12.19	30.84
2002	1,993,183	238,768	33,953	1.65	0.81	–	11.59	22.80
2001	1,929,694	213,654	29,355	1.43	0.70	5/4 split	10.40	18.06
2000	1,753,814	196,121	28,316	1.37	0.62	–	9.56	15.09
1999	1,723,369	178,663	25,690	1.24	0.54	–	8.60	14.76
1998	1,686,647	169,449	23,254	1.13	0.48	10% dividend	8.18	16.80
1997	1,573,509	148,226	20,063	1.02	0.42	5/4 split	7.48	18.71
1996	1,262,041	131,161	18,122	0.95	0.38	5/4 split	6.82	13.97
Ten-Year Compound Growth Rate	9.91%	9.17%	10.41%	8.80%	12.50%	–	7.62%	14.13%

⁽¹⁾ As originally reported at the close of each year and prior to restatements for pooling-of-interests.

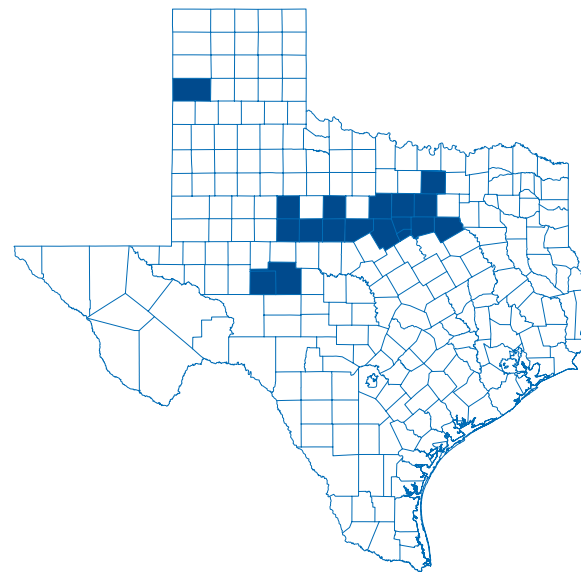
⁽²⁾ Adjusted for stock dividends and splits.

2005 Common Stock Market Value and Dividend Data

Quarter	High	Low	Close	Dividends
Fourth	\$38.88	\$33.31	\$35.06	\$0.28
Third	36.22	32.20	34.83	0.28
Second	34.46	29.06	33.84	0.28
First	34.99	32.14	33.47	0.26

2004 Common Stock Market Value and Dividend Data

Quarter	High	Low	Close	Dividends
Fourth	\$34.46	\$30.00	\$33.61	\$0.26
Third	32.28	28.51	30.12	0.26
Second	31.97	28.53	31.45	0.26
First	32.93	28.31	30.14	0.23



First Financial Bankshares executive officers, from left: Robert S. Patterson, Gary S. Gragg, Gary L. Webb, Michele P. Stevens, F. Scott Dueser and J. Bruce Hildebrand

Officers

- Kenneth T. Murphy
Chairman of the Board
- F. Scott Dueser
President and Chief Executive Officer
- J. Bruce Hildebrand
Executive Vice President and Chief Financial Officer
- Gary L. Webb
Executive Vice President, Operations
- Gary S. Gragg
Executive Vice President, Lending
- Robert S. Patterson
Executive Vice President, Trust
- Michele P. Stevens
Senior Vice President, Marketing
- Daniel A. Ortiz
Vice President, Multicultural Development
- William A. Rowe
Vice President, Investment Securities
- Gaila Kilpatrick
Assistant Secretary

- Bob Goodner
Compliance Officer
- Barbara Wright
Compliance Officer

Annual Meeting
Tuesday, April 25, 2006
Abilene Civic Center
1100 N. Sixth
Abilene, Texas 79601

Corporate Offices
400 Pine
Abilene, Texas 79601
325.627.7155
www.ffin.com

Corporate Mailing Address
P.O. Box 701
Abilene, Texas 79604

Common Stock Listing
The NASDAQ Stock Market®
Symbol: FFIN

Independent Public Auditors
Ernst & Young LLP

For Financial and Investor Information, Contact:

J. Bruce Hildebrand
Executive Vice President and CFO
325.627.7167

David A. Hogan
Director, Investor Relations
325.627.7114
investorrelations@ffin.com

Transfer Agent

The Bank of New York
866.828.8173

Address Shareholder Inquiries to:
The Bank of New York
Investor Services Department
P.O. Box 11258
New York, NY 10286-1258

E-mail Address:
shareowners@bankofny.com

The Bank of New York
Stock Transfer Website:
www.stockbny.com

Send Certificates for Transfer and Address Changes to:
Receive and Deliver Dept.
P.O. Box 11002
New York, NY 10286-1002

Certain statements contained in this annual report may be considered "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995. These statements are based upon the belief of the Company's management, as well as assumptions made beyond information currently available to the Company's management, and may be, but not necessarily are, identified by such words as "expect", "plan", "anticipate", "target", "forecast" and "goal". Because such "forward-looking statements" are subject to risks and uncertainties, actual results may differ materially from those expressed or implied by such forward-looking statements. Factors that could cause actual results to differ materially from the Company's expectations include competition from other financial institutions and financial holding companies; the effects of and changes in trade, monetary and fiscal policies and laws, including interest rate policies of the Federal Reserve Board; changes in the demand for loans; fluctuations in value of collateral and loan reserves; inflation, interest rate, market and monetary fluctuations; changes in consumer spending, borrowing and savings habits; and acquisitions and integration of acquired businesses, and similar variables. Other key risks are described in the Company's reports filed with the Securities and Exchange Commission, which may be obtained under "Investor Relations-Documents/Filings" on the Company's Web site or by writing or calling the Company at 325.627.7155. Except as otherwise stated in this annual report, the Company does not undertake any obligation to update publicly or revise any forward-looking statements because of new information, future events or otherwise.

FIRST FINANCIAL BANKSHARES™

A family of community banks™

400 Pine, Abilene, Texas 79601 • www.ffin.com

MEMBER FDIC

