

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474
(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	Amount or Number of Shares
Incentive Stock Option (right to buy)	\$ 5.44	12/13/2006		M ⁽¹⁾	6,925	⁽³⁾ 06/05/2007	Common Stock	6,925
Incentive Stock Option (right to buy)	\$ 5.51					⁽⁴⁾ 08/31/2010	Common Stock	31,500
Incentive Stock Option (right to buy)	\$ 5.97					⁽⁵⁾ 06/10/2009	Common Stock	22,100
Incentive Stock Option (right to buy)	\$ 6.18					⁽⁶⁾ 10/15/2008	Common Stock	4,140
Non-Qualified Stock Option (right to buy)	\$ 5.51					⁽⁷⁾ 08/31/2010	Common Stock	3,610
Non-Qualified Stock Option (right to buy)	\$ 5.97					⁽⁸⁾ 06/10/2009	Common Stock	650

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
STORY JERYL W			Executive Vice President	

Signatures

Jeryl Story 12/13/2006

**Signature of
Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- (1) Mr. Story exercised 6,925 option shares and plans to hold on 12-13-06 issued 6-5-97, under the 1993 Incentive Stock Option Plan.
- (2) Bloomberg closed at \$24.99 per share of SBSI on 12-13-06.
- (3) Vested 20% per year and became fully exercisable 06/05/2002.
- (4) Vested 20% per year and became fully exercisable 08/31/2005.
- (5) Options vest 20% per year and currently 80% are fully exercisable.
- (6) Vested 20% per year and became fully exercisable 10/15/2003.
- (7) Non-Qualified Incentive Stock Option became fully exercisable 08/31/01.
- (8) Non-qualified Incentive Stock Option became fully exercisable 06/10/2000.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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