FIRST STATE | BANK

MIDDLEBURY OFFICERS

D. Joe Caffee	President & CEO
Sam H. Hoover III	Exec. Vice President
Jared E. Sponseller	Senior Vice President & CFO
Eddie E. Tabor III	Senior Vice President & COO
Lance T. Weirich	Senior Vice President & CLO
James L. Neff	Senior Vice President
Eric J. Romzek	Senior Vice President
Samuel E. Weirich III	Senior Vice President, Risk Officer
Jessica E. Hamood	Vice President
Darla K. Kauffman	Vice President
Kirsten T. King	Vice President
Jon E. Miller	Vice President
Sue Ann Von Blon	Vice President
Julie W. Whitehead	Vice President
Jaclyn D. Heath	Assistant Vice President, Controller
Tessa A. Trigg	Assistant Vice President
Timothy D. DeLuca	Banking Officer
Debbie L. Gordon	Banking Officer
Emilee A. Hendron	Banking Officer
Amanda L. Kindig	Banking Officer
Rebecca L. Yoder	Banking Officer

GOSHEN OFFICERS

Duane R. Miller	Senior Vice President
Louis W. Gerber	Vice President & CCO
Jeff D. Showalter	Vice President
Lynda L. Hershberger	Assistant Vice President
Savannah R. Lehman	Compliance Officer

ELKHART OFFICERS

Sheila L. Gordy	Senior Vice President
Patrece D. Yates	Senior Vice President & Trust Officer
Duane S. Klein	Vice President
Shannon G. Klein-Bruggeman	Vice President & Trust Officer
Nicholas B. Corpe	Assistant Vice President
Lori A. Faltynski	Assistant Vice President

SOUTH BEND OFFICERS

Dana D. Trowbridge	Senior Vice President
Elizabeth L. Groulx	Vice President

BOARD OF DIRECTORS

Joe A. Smucker	Chairman of the Board, Retired President, Parkland Plastics Inc.
D. Joe Caffee	President and CEO, First State Bank and CVFC
Sam H. Hoover III	Exec. Vice President, First State Bank and CVFC
Derald L. Bontrager	Retired President, Jayco, Inc.
Carl D. Eash	Retired Business Owner and Real Estate Investor
Cynthia S. Gillard	Partner, Warrick & Boyn LLP
Kip B. Ellis	President, Powersports, Technology and Housing, Patrick Industries, Inc.
Anne F. Hayes	President, Hayes Towers
Cameron D. Boyer	Vice President, Brinkley RV
Wes Herschberger	Founder and Board Chair of MapleTronics

CRYSTAL VALLEY FINANCIAL CORPORATION

The directors and management of First State Bank and Crystal Valley Financial Corporation are pleased to announce strong results for the second quarter and year to date, 2025. Net income for the year reached $5,658,064; compared to $5,396,962 during the same period of 2024. Earnings per share for the first half of the year are $4.42 compared to $4.16 during the same period of 2024, an increase of 6.25%.

Credit quality remains strong. Past due loans remain low, and loan demand is steady. As the year moves forward certain assets are repricing upward, producing gains to the bank's net interest margin. Our 2025 budget includes two 25 basis point rate cuts, which we still believe will happen, although within a tighter window of time than originally forecasted.

The Board of Directors has approved a third quarter dividend in the amount of $.47 per share for shareholders of record as of July 31, 2025, and payable on August 14, 2025. This dividend marks an increase of 6.8% compared to the dividend paid for the same period of 2024. As of June 30, 2025, the book value per share has increased to $67.23.

Midway through the second quarter our newly constructed Administration Building was completed. The building, conveniently located just a block and a half east of our primary Middlebury retail location, is now home to our human resources, call center, risk management, executive, finance and marketing teams. This substantial investment reflects our commitment to remaining the only bank headquartered in Elkhart County, Indiana.

Recently, we enjoyed interacting with many of you at the retirement celebration of long-time BFirst Banker, Sam Hoover, III. A fourth-generation banker, Sam's retirement marks the first time in our bank's history that a member of his family is not involved in its day-to-day management. We are thankful for that remarkable legacy and pleased that Sam remains an active member of our community and a director of this corporation.

We appreciate your investment in Crystal Valley Financial Corporation. As always, please call me if you would like to discuss your investment or our generous share repurchase program.

Upward & Onward,
D. Joe Caffee, President & CEO

Statement of Condition

June 30, 2025

CRYSTAL VALLEY FINANCIAL CORPORATION
and its Principal Subsidiary

FIRST STATE | BANK

Statement of Condition
June 30, 2025 and 2024
Unaudited

	2025	2024
Asset		
Cash and Due from Banks	$11,640,946	$12,220,524
Interest Bearing Balance with Banks	3,187,898	2,721,528
Federal Funds Sold	94,810	429,014
Investment Securities	125,269,843	135,055,995
Federal Home Loan Bank Stock	3,530,500	3,530,500
Loans Gross	636,075,517	600,535,334
Less: Allowance for Loan Losses	-7,942,572	-7,372,734
Deferred Loan Fees	-29,022	-42,582
Net Loans	628,103,923	593,120,018
Premises and Equipment	4,995,949	5,205,824
Accrued Interest Receivable	3,164,454	3,102,871
CSV - Life Insurance	14,319,743	12,658,821
Other Assets	15,838,129	13,410,467
Total Assets	$810,146,195	$781,455,562
Liabilities and Shareholders Equity		
Liabilities		
Non-Interest Bearing Demand	$129,803,751	$125,612,930
Interest Bearing Demand	254,704,041	231,186,037
Savings	147,635,567	126,527,180
Time Under $100,000	34,851,384	32,840,836
Time $100,000 and over	103,696,749	94,847,311
Total Deposits	670,691,492	611,014,294
Loans Payable	39,516,481	80,064,354
Repurchase Agreements	6,078,514	3,993,392
Allowance for Credit Losses on Off-Balance Sheet Credit Exposures	162,518	148,038
Accrued Interest Payable	659,552	1,230,050
Other liabilities	7,164,946	7,248,738
Total Liabilities	$724,273,503	$703,698,866
Shareholders Equity		
Common Stock	$2,048,000	$2,048,000
Surplus	2,179,382	2,179,382
Retained Earnings	126,483,813	117,479,750
Treasury Stock	-24,662,521	-23,904,308
Net Unrealized Gain (Loss) on Securities	-20,175,982	-20,046,128
Total Shareholder Equity	$85,872,692	$77,756,696
Total Liabilities and Shareholder Equity	$810,146,195	$781,455,562
Book Value Per Share	$67.23*	$60.33**

* 2025 - Based on 1,277,273 shares outstanding
** 2024 - Based on 1,288,828 shares outstanding

Statement of Income
Six Months Ended June 30, 2025 and 2024
Unaudited

	2025	2024
Interest Income		
Interest and Fees on Loans	$20,491,530	$18,842,707
Interest on B.A.'s & Deposits with Banks	93,380	55,363
Interest on Investment Securities	1,753,795	1,843,615
Other Interest & Dividend Income	161,826	163,532
Total Interest Income	$22,500,531	$20,905,217
Interest Expense		
Interest on Deposits	$5,515,363	$4,922,111
Interest on FF Purchased/Repos	134,520	160,697
Interest on Other Borrowed Funds	1,234,333	1,895,249
Total Interest Expense	$6,884,216	$6,978,057
Net Interest Income	$15,616,315	$13,927,160
Provision for Loan Losses	336,500	-248,000
Net Interest Income After Provision for Loan Losses	$15,279,815	$14,175,160
Other Income		
Service Charges on Deposit Accounts	$265,469	$272,306
Other Service Charges, Commissions, Fees	779,901	755,564
Trust Income	723,117	641,451
Gain (Loss) on Sales of Securities	-349,896	-2,446,399
Gain (Loss) on Sales of Loans	143,075	132,364
Other Income	233,221	2,763,602
Total Other Income	$1,794,887	$2,118,888
Other Expenses		
Salaries and Employee Benefits	$5,704,808	$5,555,831
Occupancy Expense	642,504	613,123
Equipment and Processing	1,476,404	1,294,785
Postage & Supplies	160,220	138,660
Legal & Accounting	101,708	164,427
Advertising & Public Relations	425,790	487,402
FDIC Assessment	183,152	179,689
Other Expenses	1,578,800	1,349,178
Total Other Expenses	$10,273,386	$9,783,095
Income Before Taxes	$6,801,316	$6,510,953
Provision for Income Taxes	1,143,252	1,114,261
Net Income	$5,658,064	$5,396,692
Earnings Per Common Share	$4.42*	$4.16**

* 2025 - Based on 1,279,013 average shares outstanding
** 2024 - Based on 1,296,251 average shares outstanding