FIRST STATE | BANK

MIDDLEBURY OFFICERS

D. Joe Caffee	President & CEO
Jared E. Sponseller	Senior Vice President & CFO
Eddie E. Tabor	Senior Vice President & COO
Lance T. Weirich	Senior Vice President & CLO
Eric J. Romzek	Senior Vice President
Duane S. Klein	Senior Vice President
Samuel E. Weirich III	Senior Vice President, Risk Officer
Julie W. Whitehead	Senior Vice President
Jessica E. Hamood	Vice President
Darla K. Kauffman	Vice President
Kirsten T. King	Vice President
Vance R. Monical	Vice President
Jon E. Miller	Vice President
Sue Ann Von Blon	Vice President
Timothy D. DeLuca	Assistant Vice President
Jaclyn D. Heath	Assistant Vice President, Controller
Tessa A. Trigg	Assistant Vice President
Rebecca L. Yoder	Assistant Vice President
Brennan W. Carter	Banking Officer
Bradley D. Kauffman	Banking Officer
Debbie L. Gordon	Banking Officer
Emilee A. Hendron	Banking Officer
Amanda L. Kindig	Banking Officer
Jonah D. Ridenour	Banking Officer
Savannah R. Lehman	Compliance Officer

GOSHEN OFFICERS

Duane R. Miller	Senior Vice President
Lynda L. Hershberger	Assistant Vice President

ELKHART OFFICERS

Sheila L. Gordy	Senior Vice President
Patrece D. Yates	Senior Vice President & Trust Officer
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	Retired Executive 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	Retired President, Powersports, Technology and Housing, Patrick Industries, Inc.
Anne F. Hayes	President, Hayes Towers
Cameron D. Boyer	Retired Vice President, Brinkley RV
Wes P. Herschberger	Founder and Board Chair of MapleTronics
Andy M. Murray	Chief Strategic Initiatives Officer, Community Foundation of Elkhart County

CRYSTAL VALLEY FINANCIAL CORPORATION

The directors and management of First State Bank and Crystal Valley Financial Corporation are pleased to announce robust results for the second quarter and year to date, 2026. Net income for the year reached $6,526,914; compared to $5,658,064 during the first half of 2025, an increase of 15.3%. Earnings per share for the first half of the year are $5.18 compared to $4.42 during the same period of 2025, an increase of 17.2%.

The quarter ended with a flurry of loan activity as the portfolio grew by $9.6 million in June alone. Credit quality remains stable. Past due loans remain low, and forward-looking loan demand is steady. Net interest income, trust income, gain on sales of loans, and service charges all posted increases when compared to last year.

The Board of Directors has approved a third quarter dividend in the amount of $.55 per share for shareholders of record as of August 6, 2026, and payable on August 20, 2026. This dividend marks an increase of 17% compared to the dividend paid for the same period of 2025. As of June 30, 2026, the book value per share has increased to $77.77.

Our team completed an evaluation of our core banking platform and its capabilities during the second quarter. This resulted in a renegotiation of our current contract, maintaining our long-time vendor relationship, and cost savings that will be realized immediately. At the same time, we added improved report-writing features and increased fraud monitoring.

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

CRYSTAL VALLEY FINANCIAL CORPORATION

and its Principal Subsidiary

FIRST STATE | BANK

Statement of Condition

June 30, 2026

Statement of Condition

June 30, 2026 and 2025

Unaudited

	2026	2025
Assets		
Cash and Due from Banks	$11,021,238	$11,640,946
Interest Bearing Balance with Banks	3,361,237	3,187,898
Federal Funds Sold	1,335,107	94,810
Investment Securities	126,833,044	125,269,843
Equity Securities	1,374,450	0
Federal Home Loan Bank Stock	3,825,400	3,530,500
Loans Gross	658,877,719	636,075,517
Less: Allowance for Loan Losses	-10,853,919	-7,942,572
Deferred Loan Fees	-24,938	-29,022
Net Loans	647,998,862	628,103,923
Premises and Equipment	8,554,977	4,995,949
Accrued Interest Receivable	3,124,921	3,164,454
CSV - Life Insurance	15,553,464	14,319,743
Other Assets	13,503,997	15,838,129
Total Assets	$836,486,697	$810,146,195
Liabilites and Shareholders Equity		
Liabilites		
Non Interest Bearing Demand	$124,947,157	$129,803,751
Interest Bearing Demand	271,218,481	254,704,041
Savings	123,031,779	147,635,567
Time Under $100,000	32,098,281	34,851,384
Time $100,000 and over	99,908,653	103,696,749
Total Deposits	651,204,351	670,691,492
Loans Payable	72,964,984	39,516,481
Repurchase Agreements	3,603,986	6,078,514
Allowance for Credit Losses on Off-Balance Sheet Credit Exposures	182,805	162,518
Accrued Interest Payable	655,039	659,552
Other Liabilities	10,339,050	7,164,946
Total Liabilities	$738,950,215	$724,273,503
Shareholders Equity		
Common Stock	$2,048,000	$2,048,000
Surplus	2,179,382	2,179,382
Retained Earnings	134,973,773	126,483,813
Treasury Stock	-26,313,904	-24,662,521
Net Unrealized Gain (Loss) on Securities	-15,350,769	-20,175,982
Total Shareholder Equity	$97,536,482	$85,872,692
Total Liabilities and Shareholders Equity	$836,486,697	$810,146,195
Book Value Per Share	$77.77*	$67.23**

* 2026 - Based on 1,254,115 shares outstanding

** 2025 - Based on 1,277,273 shares outstanding

Statement of Income

Six Months Ended June 30, 2026 and 2025

Unaudited

	2026	2025
Interest Income		
Interest and Fees on Loans	$21,069,452	$20,491,530
Interest on B.A.'s & Deposits with Banks	61,543	93,380
Interest on Investment Securities	1,700,391	1,753,795
Other Interest & Dividend Income	154,098	161,826
Total Interest Income	$22,985,484	$22,500,531
Interest Expense		
Interest on Deposits	$5,197,670	$5,515,363
Interest on FF Purch/Repos	132,145	134,520
Interest on Other Borrowed Funds	1,129,721	1,234,333
Total Interest Expense	$6,459,536	$6,884,216
Net Interest Income	$16,525,948	$15,616,315
Provision for Loan Losses	195,700	336,500
Net Interest Income After Provision for Loan Losses	$16,330,248	$15,279,815
Other Income		
Service Charges on Deposit Accounts	$272,918	$265,469
Other Service Charges, Commissions, Fees	836,052	779,901
Trust Income	834,237	723,117
Gain (Loss) on Sales of Securities	2,591	-349,896
Gain (Loss) on Sales of Loans	263,006	143,075
Other Income	273,461	233,221
Total Other Income	$2,482,265	$1,794,887
Other Expenses		
Salaries and Employee Benefits	$5,905,767	$5,704,808
Occupancy Expense	701,286	642,504
Equipment and Processing	1,557,569	1,476,404
Postage & Supplies	155,704	160,220
Legal & Accounting	242,927	101,708
Advertising & Public Relations	552,924	425,790
FDIC Assessment	180,201	183,152
Other Expenses	1,605,512	1,578,800
Total Other Expenses	$10,901,890	$10,273,386
Income Before Taxes	$7,910,623	$6,801,316
Provision for Income Taxes	1,383,709	1,143,252
Net Income	$6,526,914	$5,658,064
Earning Per Common Share	$5.18*	$4.42**

* 2026 - Based on 1,259,973 average shares outstanding

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

CYVF