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
Jon E. Miller	Vice President
Vance R. Monical	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
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
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	Senior Vice President of Strategy and Business Development, Thor Industries
Dennis D. Blyly	CFA, Timucuan Asset Management

CRYSTAL VALLEY FINANCIAL CORPORATION

On behalf of the directors and management team of Crystal Valley Financial Corporation (CYVF) and its primary subsidiary, First State Bank, it is a pleasure to announce strong financial results for the third quarter and year to date. Net income surpassed $10 million, an increase of 15% compared to the same period of 2025. Year over year, total assets for the corporation have grown by more than $25 million, or 3.1%, to more than $841 million as of September 30, 2026.

We continue to work towards final resolution of our isolated credit challenge, originally accrued for in the fourth quarter of 2025. During the most recent quarter, most of the personal property was liquidated. Liquidation proceeds were better than forecasted. We fully expect the remaining personal property, as well as the real estate collateral, to be liquidated prior to year end and that we will have final resolution to our financial statements. Due to the amounts already received and conservative expectations regarding remaining liquidation amounts expected to be received in the fourth quarter, we reduced our Allowance for Credit Losses by $519,400 in September.

Through the third quarter, commercial loan demand remained stable. However, new consumer mortgage requests have decreased in response to higher interest rates. Looking ahead, global instability, stubborn consumer inflation, and election-centric uncertainty combine to reinforce our conservative asset underwriting and magnify the importance of the efficient earnings model we have built.

The directors have approved a fourth quarter dividend in the amount of $.60 per share for shareholders of record as of November 5, 2026, and payable on November 19, 2026. This dividend is an increase of 20% compared to the dividend paid for the same period of 2025. Year over year, earnings per share increased from $7.05 to $8.21, or by 16.5%.

We appreciate your investment in Crystal Valley Financial. Feel free to call if you would like to discuss our financial results or your investment. Our stock repurchase plan is set to expire as of December 31, 2026. The directors plan to review an updated plan prior to the new year. Jared Sponseller, Patty Yates, or I are always happy to discuss this option with you.

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

CRYSTAL VALLEY FINANCIAL CORPORATION

and its Principal Subsidiary

FIRST STATE | BANK



Statement of Condition

September 30, 2026

Statement of Condition

September 30, 2026 and 2025
Unaudited

	2026	2025
Assets		
Cash and Due from Banks	$11,168,107	$11,533,799
Interest Bearing Balance with Banks	2,613,978	5,720,828
Federal Funds Sold	635,322	235,058
Investment Securities	118,516,253	127,231,498
Equity Securities	1,369,775	0
Federal Home Loan Bank Stock	3,825,400	3,530,500
Loans Gross	665,654,960	638,687,673
Less: Allowance for Loan Losses	-8,663,484	-7,967,561
Deferred Loan Fees	-23,641	-27,293
Net Loans	656,967,835	630,692,819
Premises and Equipment	8,379,213	4,820,538
Accrued Interest Receivable	3,137,158	3,248,694
CSV - Life Insurance	15,692,917	14,432,843
Other Assets	19,435,513	14,419,804
Total Assets	$841,741,471	$815,866,381
Liabilites and Shareholders Equity		
Liabilites		
Non Interest Bearing Demand	$134,331,661	$131,768,308
Interest Bearing Demand	281,094,224	263,790,293
Savings	119,577,700	124,061,846
Time Under $100,000	32,799,147	33,663,828
Time $100,000 and over	103,515,287	106,076,476
Total Deposits	671,318,019	659,360,751
Loans Payable	62,964,984	51,016,481
Repurchase Agreements	3,504,723	5,826,106
Allowance for Credit Losses on Off-Balance Sheet Credit Exposures	139,955	160,518
Accrued Interest Payable	658,033	714,359
Other Liabilities	9,041,726	7,677,205
Total Liabilities	$747,627,440	$724,755,420
Shareholders Equity		
Common Stock	$2,048,000	$2,048,000
Surplus	2,179,382	2,179,382
Retained Earnings	138,089,437	129,215,423
Treasury Stock	-26,340,892	-25,507,331
Net Unrealized Gain (Loss) on Securities	-21,861,896	-16,824,513
Total Shareholder Equity	$94,114,031	$91,110,961
Total Liabilities and Shareholders Equity	$841,741,471	$815,866,381
Book Value Per Share	$75.06*	$72.05**

* 2026 - Based on 1,253,769 shares outstanding
** 2025 - Based on 1,264,573 shares outstanding

Statement of Income

Nine Months Ended September 30, 2026 and 2025
Unaudited

	2026	2025
Interest Income		
Interest and Fees on Loans	$32,321,741	$31,258,505
Interest on B.A.'s & Deposits with Banks	87,056	144,886
Interest on Investment Securities	2,556,021	2,612,811
Other Interest & Dividend Income	242,740	239,339
Total Interest Income	$35,207,558	$34,255,541
Interest Expense		
Interest on Deposits	$7,925,655	$8,439,266
Interest on FF Purch/Repos	187,368	186,230
Interest on Other Borrowed Funds	1,730,586	1,798,069
Total Interest Expense	$9,843,609	$10,423,565
Net Interest Income	$25,363,949	$23,831,976
Provision for Loan Losses	-229,700	354,500
Net Interest Income After Provision for Loan Losses	$25,593,649	$23,477,476
Other Income		
Service Charges on Deposit Accounts	$410,995	$420,172
Other Service Charges, Commissions, Fees	1,333,892	1,230,573
Trust Income	1,236,375	1,064,286
Gain (Loss) on Sales of Securities	2,591	-352,506
Gain (Loss) on Sales of Loans	376,548	319,165
Other Income	420,052	355,475
Total Other Income	$3,780,453	$3,037,165
Other Expenses		
Salaries and Employee Benefits	$9,161,411	$8,732,829
Occupancy Expense	1,090,861	988,458
Equipment and Processing	2,409,457	2,269,842
Postage & Supplies	234,849	230,917
Legal & Accounting	373,718	180,011
Advertising & Public Relations	808,459	633,125
FDIC Assessment	271,413	273,572
Other Expenses	2,491,215	2,371,574
Total Other Expenses	$16,841,383	$15,680,328
Income Before Taxes	$12,532,719	$10,834,313
Provision for Income Taxes	2,203,388	1,844,321
Net Income	$10,329,331	$8,989,992
Earning Per Common Share	$8.21*	$7.05**

* 2026 - Based on 1,257,908 average shares outstanding
** 2025 - Based on 1,275,622 average shares outstanding

CYVF