

## TO OUR SHAREHOLDERS

I am pleased to report on the first quarter results of Century Financial Corporation and its subsidiary Century Bank and Trust.

For the three months ending March 31, 2026, your company earned net income of \$2,360,000 or earnings per share of \$1.43. This compares to March 31, 2025, when net income of \$2,282,000 and earnings per share of \$1.38 were reported. The return on average equity (ROE) for the first quarter was 14.80% with a return on assets (ROA) of 1.93%. ROE and ROA for the same period in 2025 were 16.44% and 1.91%, respectively.

The bank's total revenue at March 31, 2026, was \$6,359,000 versus \$6,313,000 at March 31, 2025. Other performance measures when comparing the first quarter 2026 against first quarter 2025 are: net interest income of \$4,982,000 compared to \$4,960,000 and total non-interest income of \$1,377,000 compared to \$1,353,000. The primary component driving the positive year-over variance in non-interest income is once again the momentum from the bank's Trust and Investment Management group. Their first-quarter revenue of \$791,000 is an increase of \$70,000 over March 31, 2025, results. Total operating expenses at 3-31-26 were \$3,442,000 versus \$3,491,000 a year earlier.

Total assets at March 31, 2026 stood at \$493,937,000 compared to \$483,332,000 at March 31, 2025. Deposits closed the quarter at \$419,149,000 – this compares to \$415,095,000 at March 31, 2025. Total assets and deposits at year-end 2025 were \$476,821,000 and \$403,293,000, respectively.

Loans totaled \$261,723,000 at March 31, 2026, compared to \$236,956,000 a year earlier. The allowance for credit loss was \$3,646,000 or 1.39% of the loan portfolio compared to \$3,589,000 or 1.51% of the loan portfolio at March 31, 2025. There was no provision for credit loss expense made in the first quarter of 2026 or 2025.

Shareholder equity at March 31, 2026, and March 31, 2025, was \$67,413,000 and \$60,149,000, respectively. Capital ratios are strong and well above minimum regulatory requirements.

The Board of Directors announced a \$0.01 per share dividend increase at the Annual Shareholders' Meeting on March 17, 2026. Qualifying shareholders saw this reflected in their March 20, 2026, payment. The new quarterly dividend of \$0.26 per share sets the annual payout rate at \$1.04. Based on a \$48.00 stock price at March 31, 2026, this equates to a dividend yield of 2.16%.

One bank operational note I would like to comment briefly on for shareholders who aren't aware... our office in Three Rivers, MI was severely damaged by a tornado on March 6th. The most important thing is none of our Team – or anyone one in that community – were seriously injured. As building repairs are underway, we are also in the process of establishing a mobile office on-site that will act as a temporary facility to serve customers.

The bank wrapped up a solid first quarter. The positive fundamentals driving performance and growth opportunities have provided a strong cornerstone to build on as we forge further ahead in 2026 – with our always key focus on making decisions and executing initiatives that create long term value and build enduring client relationships. Thank you for your continued support, loyalty, business, and referrals to Century Bank and Trust. I look forward to reporting to you in the upcoming quarters.



Eric H. Beckhusen  
Chairman & CEO

## DIRECTORS & OFFICERS

### CENTURY FINANCIAL CORPORATION DIRECTORS

**ERIC H. BECKHUSEN**

Chairman & CEO,  
Century Bank and Trust

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Brothers Law Office, PLLC

**JEFFREY W. BUDD**

CPA, Chief Finance Officer,  
Sekisui Voltek, LLC

**BRUCE S. A. GOSLING**

Certified Public Accountant,

**BRIAN D. PRIDGEON**

Partner,  
Pridgeon Farms, LLC

**ERIC J. WYNES**

President,  
Century Bank and Trust

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**ERIC J. WYNES**

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Credit Department Manager

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**DANIEL P. TAYLOR**

Growth and Strategy Officer

# CENTURY

FINANCIAL CORPORATION

[CENTURYBANKANDTRUST.COM](https://www.centurybankandtrust.com)

**(866) 680-BANK**

FIRST QUARTER  
**REPORT TO SHAREHOLDERS**  
MARCH 31, 2026

BRONSON • COLDWATER • NOTTAWA  
QUINCY • READING • STURGIS  
THREE RIVERS

## CONSOLIDATED BALANCE SHEET

	MARCH 31,	
	2026	2025
<b>ASSETS</b>		
Cash and due from banks	\$ 12,700,395	\$ 12,963,619
Interest bearing deposits in other financial institutions	1,000,000	1,250,000
Investment securities available for sale	122,874,436	130,792,819
Investment securities (market value of \$12,777,427 in 2026 and \$11,903,871 in 2025) held to maturity	14,644,620	14,065,490
Federal funds sold and other overnight investments	65,084,869	72,379,736
Loans	261,723,008	236,956,356
Less: Allowance for credit losses	(3,646,646)	(3,588,819)
<b>Loans, Net</b>	<b>258,076,362</b>	<b>233,367,538</b>
Bank premises and equipment, net	6,344,219	4,407,339
Bank owned life insurance	8,740,748	8,511,132
Accrued interest receivable and other assets	4,471,004	5,593,936
<b>TOTAL ASSETS</b>	<b>\$ 493,936,654</b>	<b>\$ 483,331,610</b>
<b>LIABILITIES</b>		
Deposits		
Non-interest bearing	\$ 155,382,355	\$ 156,071,447
Interest bearing	263,766,818	259,023,499
<b>TOTAL DEPOSITS</b>	<b>419,149,173</b>	<b>415,094,946</b>
Accrued interest payable and other liabilities	2,374,380	3,087,350
Other borrowings	5,000,000	5,000,000
<b>TOTAL LIABILITIES</b>	<b>\$ 426,523,552</b>	<b>\$ 423,182,295</b>
<b>SHAREHOLDERS' EQUITY</b>		
Common stock - \$1 par value;		
Shares authorized: 3,000,000 in 2026 and 2025;		
issued and outstanding: 1,649,632 in 2026 and 1,655,342 in 2025	\$ 1,649,632	\$ 1,655,342
Paid in capital	11,993,726	12,667,863
Retained earnings	56,323,806	48,985,080
Accumulated other comprehensive loss	(2,554,362)	(3,158,971)
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>\$ 67,412,802</b>	<b>\$ 60,149,314</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$ 493,936,354</b>	<b>\$ 483,331,610</b>
<b>BOOK VALUE PER SHARE</b>	<b>\$ 40.87</b>	<b>\$ 36.34</b>

## CONSOLIDATED STATEMENT OF INCOME

	THREE MONTHS ENDED	
	MARCH 31,	2025
	2026	2025
<b>INTEREST INCOME</b>		
Loans, including fees	\$ 4,083,790	\$ 3,787,306
Securities		
Taxable	1,218,538	1,355,868
Non-Taxable	68,523	94,979
Federal funds sold and other overnight investments	600,164	679,531
Interest on deposits in other financial institutions	6,719	8,568
<b>TOTAL INTEREST INCOME</b>	<b>\$ 5,977,734</b>	<b>\$ 5,926,252</b>
<b>INTEREST EXPENSE</b>		
Interest on other deposits	857,044	866,747
Interest on time deposits over \$100,000	95,546	56,964
Other interest expense	43,125	42,676
<b>TOTAL INTEREST EXPENSE</b>	<b>\$ 995,715</b>	<b>\$ 966,387</b>
Net Interest Income	4,982,019	4,959,865
<b>PROVISION FOR LOAN LOSSES</b>		
Net Interest Income after Provision for Loan Losses	4,982,019	4,959,865
<b>NON-INTEREST INCOME</b>		
Trust and investment management revenue	791,717	721,045
Service charges on deposit accounts	391,447	375,988
Gain on sale of mortgage loans	20,618	76,318
Other income	173,962	179,606
<b>TOTAL NON-INTEREST INCOME</b>	<b>\$ 1,377,744</b>	<b>\$ 1,352,957</b>
<b>NON-INTEREST EXPENSE</b>		
Salaries	1,450,222	1,551,000
Employee benefits	381,081	428,278
Occupancy and equipment expense	677,364	597,810
Other expense	933,967	914,330
<b>TOTAL NON-INTEREST EXPENSE</b>	<b>\$ 3,442,633</b>	<b>\$ 3,491,418</b>
<b>INCOME BEFORE INCOME TAXES</b>	<b>2,917,130</b>	<b>2,821,404</b>
<b>INCOME TAXES</b>	<b>556,979</b>	<b>539,544</b>
<b>NET INCOME</b>	<b>\$ 2,360,152</b>	<b>\$ 2,281,860</b>
<b>BASIC &amp; DILUTED EARNINGS PER SHARE</b>	<b>\$ 1.43</b>	<b>\$ 1.38</b>

Certain amounts in the prior year consolidated financial statements may have been reclassified to conform with the current year presentation.