TO OUR SHAREHOLDERS

Mid-year greetings fellow shareholders. I am pleased to report the second quarter results for Century Financial Corporation and its subsidiary Century Bank and Trust.

For the six months ending June 30, 2026, Century Bank and Trust reported net income of $4,522,000 or earnings per share of $2.74 resulting in Return on Average Assets (ROA) of 1.86% and Return on Average Equity (ROE) of 13.85%. This compares favorably to net income of $4,404,000 or earnings per share of $2.66 for the same period ending June 30, 2025. ROA and ROE at June 30, 2025 were 1.86% and 15.31%, respectively.

Comparison of the bank's income results for the three months ended June 30th is as follows:

- 2026 – net income of $2,162,000 and earnings per share of $1.31.
- 2025 – net income of $2,122,000 and earnings per share of $1.28.

Balance Sheet

Total assets for the bank at June 30, 2026 stood at $494,286,000, compared to $481,141,000 for June 30, 2025. Deposits at mid-year 2026 totaled $418,202,000 compared to total deposits of $411,687,000 at June 30, 2025. Total assets and deposits at March 31, 2026 were - $493,937,000 and $419,149,000, respectively.

Loans ended the period at $271,881,000 versus $242,570,000 at June 30, 2025. At 12-31-25, the loan portfolio stood at $253,501,000. The allowance for credit loss, as a percentage of loans, at June 30, 2026 stands at 1.39%. This compares to 1.48% reported at June 30, 2025. Asset quality metrics remain extremely strong. A provision expense of $185,000 was made in the second quarter of 2026.

Shareholder equity at June 30, 2026 and 2025 was $68,670,000 and $61,944,000, respectively. Capital ratios at June 30, 2026 remain strong and well above minimum regulatory requirements.

Book value at June 30, 2026 was $41.63 compared to $37.42 at June 30, 2025.

Income Statement

Total revenue at June 30, 2026 was $13,022,000 compared to $12,711,000 at June 30, 2025. The revenue mix, year-to-date, was $10,143,000 in net interest income and $2,879,000 in fee income. For the same period last year, this corresponding combination was $10,003,000 and $2,708,000.

Key income statement summaries:

- Net interest income is up $140,000 year-over. Comparing second-quarter 2026 to 2025, this revenue line has a positive variance of $118,000.
- Trust and Investment Management revenue was up $182,000 year-over.
- Gain on sale of mortgage loans at 6-30-26 was $78,000 compared to $140,000 at 6-30-25.
- Non-interest expense through June 30, 2026 totaled $7,275,000 versus $7,266,000 at June 30, 2025. Operating costs, net of employee related expenses, increased $227,000 when comparing June 2026 and 2025.

As the second-half of the year begins, we continue to see stable and positive economic trends within all segments of the communities, and markets we serve. Our team of talented community bankers remains diligently focused on executing our 2026 remaining plans and initiatives – always focused on our fundamental strategy of building and growing long-term 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

Eric H. Beckhusen
Chairman & CEO

DIRECTORS & OFFICERS

CENTURY FINANCIAL CORPORATION DIRECTORS

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Century Bank and Trust

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JEFFREY W. BUDD
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Sekisui Voltek, LLC

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Certified Public Accountant

BRIAN D. PRIDGEON
Partner,
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President,
Century Bank and Trust

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SECOND QUARTER
REPORT TO SHAREHOLDERS
JUNE 30, 2026

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

CONSOLIDATED BALANCE SHEET

	June 30, 2026		June 30, 2025
ASSETS			
Cash and due from banks	$	13,693,511	$ 17,232,213
Interest bearing deposits in other financial institutions		750,000	1,000,000
Investment securities available for sale		124,177,808	130,320,650
Investment securities (market value of $11,674,783 in 2026 and $13,409,290 in 2025) held to maturity		13,516,543	15,485,784
Federal funds sold and other overnight investments		50,454,283	60,268,802
Loans		271,881,095	242,569,749
Less: Allowance for credit losses		(3,781,712)	(3,583,717)
Loans, Net		268,099,383	238,986,033
Bank premises and equipment, net		8,913,730	4,516,245
Bank owned life insurance		8,798,660	8,568,681
Accrued interest receivable and other assets		5,881,701	4,762,737
TOTAL ASSETS	$	494,285,619	$ 481,141,146
LIABILITIES			
Deposits			
Non-interest bearing	$	156,320,051	$ 156,065,535
Interest bearing		261,881,692	255,621,736
TOTAL DEPOSITS		418,201,742	411,687,271
Accrued interest payable and other liabilities		2,413,520	2,510,244
Other borrowings		5,000,000	5,000,000
TOTAL LIABILITIES	$	425,615,263	$ 419,197,515
SHAREHOLDERS' EQUITY			
Common stock - $1 par value; Shares authorized: 3,000,000 in 2026 and 2025; issued and outstanding: 1,649,632 in 2026 and 1,655,247 in 2025	$	1,649,632	$ 1,655,247
Paid in capital		12,422,630	12,664,158
Retained earnings		57,627,904	50,693,609
Accumulated other comprehensive loss		(3,029,810)	(3,069,383)
TOTAL SHAREHOLDERS' EQUITY	$	68,670,356	$ 61,943,631
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$	494,285,619	$ 481,141,146
BOOK VALUE PER SHARE	$	41.63	$ 37.42

CONSOLIDATED STATEMENT OF INCOME

	Three Months Ended June 30, 2026	Three Months Ended June 30, 2025	Six Months Ended June 30, 2026	Six Months Ended June 30, 2025
INTEREST INCOME				
Loans, including fees	$ 4,247,289	$ 3,889,926	$ 8,331,078	$ 7,677,232
Securities				
Taxable	1,337,465	1,381,485	2,556,002	2,737,352
Non-Taxable	71,258	92,897	139,781	187,877
Federal funds sold and other overnight investments	471,580	701,248	1,071,744	1,380,779
Interest on deposits in other financial institutions	6,178	8,068	12,897	16,636
TOTAL INTEREST INCOME	$ 6,133,769	$ 6,073,624	$ 12,111,503	$ 11,999,876
INTEREST EXPENSE				
Interest on other deposits	866,433	924,502	1,723,477	1,791,249
Interest on time deposits over $100,000	63,196	62,384	158,742	119,347
Other interest expense	43,604	44,083	86,729	86,760
TOTAL INTEREST EXPENSE	$ 973,233	$ 1,030,969	$ 1,968,948	$ 1,997,356
Net Interest Income	5,160,536	5,042,655	10,142,555	10,002,520
PROVISION FOR LOAN LOSSES	185,000	-	185,000	-
Net Interest Income after Provision for Loan Losses	4,975,536	5,042,655	9,957,555	10,002,520
NON-INTEREST INCOME				
Trust and investment management revenue	853,475	742,491	1,645,192	1,463,536
Service charges on deposit accounts	402,410	407,328	793,857	783,316
Gain on sale of mortgage loans	57,089	63,453	77,708	139,771
Other income	187,904	142,063	361,866	321,669
TOTAL NON-INTEREST INCOME	$ 1,500,879	$ 1,355,335	$ 2,878,624	$ 2,708,292
NON-INTEREST EXPENSE				
Salaries	1,745,996	1,767,128	3,196,218	3,318,127
Employee benefits	421,747	471,229	802,828	899,507
Occupancy and equipment expense	622,258	593,364	1,299,622	1,191,174
Other expense	1,042,653	943,375	1,976,620	1,857,705
TOTAL NON-INTEREST EXPENSE	$ 3,832,654	$ 3,775,096	$ 7,275,287	$ 7,266,514
INCOME BEFORE INCOME TAXES	2,643,761	2,622,894	5,560,891	5,444,298
INCOME TAXES	482,154	500,530	1,039,133	1,040,074
NET INCOME	$ 2,161,607	$ 2,122,364	$ 4,521,758	$ 4,404,224
BASIC & DILUTED EARNINGS PER SHARE	$ 1.31	$ 1.28	$ 2.74	$ 2.66

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