

TO OUR SHAREHOLDERS

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

For the three months ending March 31, 2025, your company earned net income of \$2,282,000 or earnings per share of \$1.38. This compares to March 31, 2024, when net income of \$1,977,000 and earnings per share of \$1.18 were reported. The return on average equity (ROE) for the first quarter was 16.44% with a return on assets (ROA) of 1.91%. ROE and ROA for the same period in 2024 were 16.37% and 1.69%, respectively.

The bank’s total revenue at March 31, 2025 was \$6,313,000 versus \$6,049,000 at March 31, 2024. Other performance measures when comparing the first quarter 2025 against first quarter 2024 are: net interest income of \$4,960,000 compared to \$4,717,000 and total non-interest income of \$1,353,000 compared to \$1,332,000. 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 \$721,000 is an increase of \$38,000 over March 31, 2024 results. Total operating expenses at 3-31-25 were \$3,491,000 versus \$3,572,000 a year earlier.

Total assets at March 31, 2025 stood at \$483,332,000 compared to \$473,458,000 at March 31, 2024. Deposits closed the quarter at \$415,095,000 – this compares to \$414,192,000 at March 31, 2024. Total assets and deposits at year-end 2024 were \$467,219,000 and \$401,470,000, respectively.

Loans totaled \$236,956,000 at March 31, 2025 compared to \$226,789,000 a year earlier. The allowance for credit loss was \$3,589,000 or 1.51% of the loan portfolio compared to \$3,319,000 or 1.46% of the loan portfolio at March 31, 2024. There was no provision for credit loss expense made in the first quarter of 2025 compared to a \$50,000 provision expense in the first

quarter of 2024. Shareholder equity at March 31, 2025 and March 31, 2024 was \$60,149,000 and \$50,920,000, 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 18, 2025. Qualifying shareholders saw this reflected in their March 19, 2025 payment. The new quarterly dividend of \$0.25 per share sets the annual payout rate at \$1.00. Based on a \$42.00 stock price at March 31, 2025, this equates to a dividend yield of 2.40%.

I would also like to take this opportunity to recognize and sincerely thank James (Jim) Gordon for his distinguished role and tenure as a member of our Board of Directors. At the conclusion of the March 18th meeting, Jim retired from his directorships after nine years of outstanding leadership and service. Jim’s steady perspective and experience will be missed... but his positive impact on Century Bank and Trust, our employees, communities, and shareholders will continue perpetually.

At the first quarter close, the currents of our national economic and political environments can be described as “interesting.” As we wade further into the stream of 2025, we will continue to monitor and navigate as we always do – focused on decisions and 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*  
Eric H. Beckhusen  
Chairman & CEO

DIRECTORS & OFFICERS

CENTURY FINANCIAL CORPORATION DIRECTORS

<b>ERIC H. BECKHUSEN</b> Chairman & CEO, Century Bank and Trust	<b>BRUCE S. A. GOSLING</b> Certified Public Accountant, Phillips & Company
<b>ROBERT P. BROTHERS</b> Attorney at Law, Brothers Law Office, PLLC	<b>BRIAN D. PRIDGEON</b> Partner, Pridgeon Farms, LLC
<b>JEFFREY W. BUDD</b> CPA, Chief Finance Officer, Sekisui Voltek, LLC	<b>ERIC J. WYNES</b> President, Century Bank and Trust

CENTURY BANK AND TRUST OFFICERS

<b>ERIC H. BECKHUSEN</b> Chairman & CEO	<b>ELISA L. MANLEY</b> Assistant Trust Officer
<b>ERIC J. WYNES</b> President	<b>MASHAUN M. SCHABLOSKI</b> Assistant Vice President & Marketing Director
<b>DYLAN M. FOSTER</b> Executive Vice President	<b>ERIK L. SCHAEFFER</b> Assistant Vice President & Trust Officer
<b>REBECCA S. CRABILL</b> Chief Financial Officer	<b>KATHY A. TOMSON</b> Assistant Vice President & Mortgage Loan Officer
<b>ALICIA K. KULPINSKI</b> Vice President & Senior Trust Officer	<b>MELINDA G. DEAN</b> Retail Loan Officer
<b>TIMOTHY P. SULLIVAN</b> Vice President & Senior Trust Officer	<b>MICHAEL C. LAURINE</b> Business Development & Commercial Loan Officer
<b>JARED E. HOFFMASTER</b> Vice President & Investment Officer	<b>KAREN A. DUNN</b> Human Resource Manager
<b>JEFFREY S. HOLBROOK</b> Vice President	<b>JENNIFER J. EWERS</b> Auditor
<b>DONNA L. PENICK</b> Vice President & Risk Officer	<b>TIFFANY R. MOORE</b> Deposit Services Officer
<b>ANDREA J. STRONG</b> Vice President	<b>RYAN J. SADDLER</b> Cash Management Officer
<b>RONALD H. UHL</b> Vice President	
<b>MICHAEL D. EDDY</b> Assistant Vice President & Mortgage Loan Officer	
<b>ALICIA A. FINNERMAN</b> Assistant Vice President & Mortgage Loan Officer	



CENTURYBANKANDTRUST.COM

(866) 680-BANK

FIRST QUARTER  
REPORT TO SHAREHOLDERS  
MARCH 31, 2025

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

CONSOLIDATED BALANCE SHEET			
	MARCH 31,		
	2025	2024	
<b>ASSETS</b>			
Cash and due from banks	\$ 12,963,619	\$ 16,490,315	
Interest bearing deposits in other financial institutions	1,250,000	1,750,000	
Investment securities available for sale	130,792,819	130,641,544	
Investment securities (market value of \$11,903,871 in 2025 and \$13,360,173 in 2024) held to maturity	14,065,490	15,641,273	
Federal funds sold and other overnight investments	72,379,736	66,087,980	
Loans	236,956,356	226,789,101	
Less: Allowance for credit losses	(3,588,819)	(3,318,957)	
Loans, Net	233,367,538	223,470,144	
Bank premises and equipment, net	4,407,339	4,256,573	
Bank owned life insurance	8,511,132	9,077,092	
Accrued interest receivable and other assets	5,593,936	6,042,841	
<b>TOTAL ASSETS</b>	<b>\$ 483,331,610</b>	<b>\$ 473,457,762</b>	
<b>LIABILITIES</b>			
Deposits			
Non-interest bearing	\$ 156,071,447	\$ 147,263,945	
Interest bearing	259,023,499	266,928,414	
<b>TOTAL DEPOSITS</b>	<b>415,094,946</b>	<b>414,192,360</b>	
Accrued interest payable and other liabilities	3,087,350	2,845,833	
Other borrowings	5,000,000	5,500,000	
<b>TOTAL LIABILITIES</b>	<b>\$ 423,182,295</b>	<b>\$ 422,538,192</b>	
<b>SHAREHOLDERS' EQUITY</b>			
Common stock - \$1 par value;			
Shares authorized: 3,000,000 in 2025 and 2024;			
issued and outstanding: 1,655,342 in 2025 and 1,663,121 in 2024	\$ 1,655,342	\$ 1,663,121	
Paid in capital	12,667,863	12,931,581	
Retained earnings	48,985,080	41,851,183	
Accumulated other comprehensive loss	(3,158,971)	(5,526,314)	
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>\$ 60,149,314</b>	<b>\$ 50,919,570</b>	
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>\$ 483,331,610</b>	<b>\$ 473,457,762</b>	
<b>BOOK VALUE PER SHARE</b>	<b>\$ 36.34</b>	<b>\$ 30.62</b>	

CONSOLIDATED STATEMENT OF INCOME			
	THREE MONTHS ENDED MARCH 31,		
	2025	2024	
<b>INTEREST INCOME</b>			
Loans, including fees	\$ 3,787,306	\$ 3,578,203	
Securities			
Taxable	1,355,868	1,363,322	
Non-Taxable	94,979	94,156	
Federal funds sold and other overnight investments	679,531	811,223	
Interest on deposits in other financial institutions	8,568	12,216	
<b>TOTAL INTEREST INCOME</b>	<b>\$ 5,926,252</b>	<b>\$ 5,859,121</b>	
<b>INTEREST EXPENSE</b>			
Interest on other deposits	866,747	1,062,700	
Interest on time deposits over \$100,000	56,964	52,109	
Other interest expense	42,676	27,389	
<b>TOTAL INTEREST EXPENSE</b>	<b>\$ 966,387</b>	<b>\$ 1,142,198</b>	
Net Interest Income	4,959,865	4,716,923	
<b>PROVISION FOR LOAN LOSSES</b>	<b>-</b>	<b>50,000</b>	
Net Interest Income after Provision for Loan Losses	4,959,865	4,666,923	
<b>NON-INTEREST INCOME</b>			
Trust and investment management revenue	721,045	682,909	
Service charges on deposit accounts	375,988	411,030	
Gain on sale of mortgage loans	76,318	68,208	
Other income	179,606	169,664	
<b>TOTAL NON-INTEREST INCOME</b>	<b>\$ 1,352,957</b>	<b>\$ 1,331,812</b>	
<b>NON-INTEREST EXPENSE</b>			
Salaries	1,551,000	1,707,936	
Employee benefits	428,278	466,322	
Occupancy and equipment expense	597,810	576,995	
Other expense	914,330	821,244	
<b>TOTAL NON-INTEREST EXPENSE</b>	<b>\$ 3,491,418</b>	<b>\$ 3,572,497</b>	
<b>INCOME BEFORE INCOME TAXES</b>	<b>2,821,404</b>	<b>2,426,238</b>	
<b>INCOME TAXES</b>	<b>539,544</b>	<b>449,648</b>	
<b>NET INCOME</b>	<b>\$ 2,281,860</b>	<b>\$ 1,976,590</b>	
<b>BASIC &amp; DILUTED EARNINGS PER SHARE</b>	<b>\$ 1.38</b>	<b>\$ 1.18</b>	

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