

SECOND QUARTER | 2025 FINANCIAL REPORT

A LETTER FROM THE PRESIDENT

The bank delivered strong financial performance in the second quarter with positive results across a majority of our key reporting areas.

FINANCIAL PERFORMANCE

Financial performance for the second quarter was strong with net income totaling \$2.2 million, an increase of 19% from last year's \$1.9 million. The investment and trust division continues to show strong earnings reporting income of \$804,535 through the first half of the year, up 16%, or \$111,907 from June 30, 2024. Total assets were \$732 million as of June 30, 2025, compared to \$671 million on June 30, 2024. Deposits grew \$40 million or 7% from this time last year from \$580 million to \$620 million. Our loan portfolio at \$520 million continues to see growth year over year primarily from the commercial real estate portfolio which grew \$30 million or 16%, our residential real estate portfolio which grew \$7.6 million or 16%, and our ag portfolio which grew \$6.4 million or 4.7% from the same period last year.

DREAM BIG

With community partnership and outreach at the foundation of the Sauk Valley Bank culture and mission, we continue this pursuit with strengthening these relationships. This quarter, we kicked off our DreamBIG campaign with the announcement of recipients in the core market and Harvard. Celletti's Pools and Spas was picked for our Rock Falls market. They have a long history as customers with us and their gratitude on receiving this honor was exceptional. Aurelio's Bakery recently partnered with us for a new location. With their dedication to the community and growth within the local community they received this honor for Sterling. Rounding up the core market, we took a look at a newer business that has become quite popular on social media and in the Dixon community, Grungy Roots.

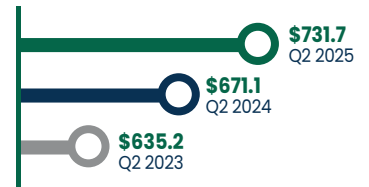
DONATE 8 UPDATE

Our continued efforts to give back to the community puts a focus and importance to our Donate 8 program. Giving employees the opportunity to give back to our communities, has strengthened our partnerships with non-profits as well as given our employees a sense of pride.

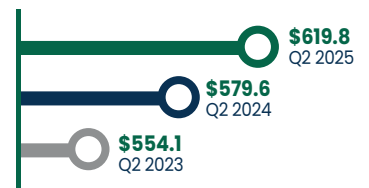


PERFORMANCE AT A GLANCE

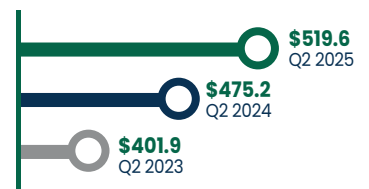
TOTAL ASSETS (IN MILLIONS)



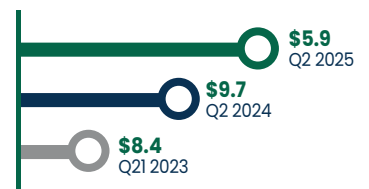
TOTAL DEPOSITS (IN MILLIONS)



TOTAL LOANS (IN MILLIONS)



NET INTEREST INC. (IN MILLIONS)



TANGIBLE BOOK VALUE PER SHARE





The Team You Can Trust

BRAND AWARENESS

With a long history of community participation and a focus on building our communities, we have directed our marketing efforts to showcase our presence. With platforms like Facebook, Instagram, and LinkedIn, we have seen a substantial increase in followers and engagement. Continuing this marketing plan, we have created and maintained relationships with our local commerces, business, and schools. Targeted social media advertisements as well as email marketing will foster these relationships by showcasing our efforts as well as our partners. These efforts and the reputation of Sauk Valley Bank has been noticed nationally. In the third quarter we will be working with All Access TV for a documentary on what makes us a successful community bank. The documentary will film on location with an interview style approach. Following the shoot, we will gain access to commercial and documentary video content to share on our social media channels and digital streaming services.

GUIDING OUR FUTURE

As one of our strategic priorities focusing on innovation, collaboration and addressing the ongoing digital transformation that is impacting our industry, we have invested in new business platforms as well as investments in protecting customers from fraud.

Banno Business is rolling out it's implementation with all our customers, with Business Services providing a hands-on approach to help customers with the change. As we roll out this new platform, we are connecting with customers to ensure a smooth transition.

With changing times, we see an increase in fraud. We have addressed specific fraud issues with communication to our customers and community. We have offered learning opportunities for our community as well as social media posts to inform and protect our followers. As we look ahead, we continue to place an importance in protecting our community.

As we look to the remainder of the year, we remain focused on strategic growth and delivering long-term value to our customers, community and you-our shareholder. Thank you for your ongoing trust and support in Sauk Valley Bank.

DIRK MEMINGER

President & CEO



Mark Scholl
Joined Sauk Valley Bank as Board Member



Sterling Main Street Cinco De Mayo Event
Arnulfo Valdivia, Anil Arthur, Tracie Russell-Call



Sauk Valley Area Chamber of Commerce Golf Outing
Max Melms Arulfo Valdivia, Jose Barrientos, Travis McBride



Discover Dixon Best of Dixon Awards Gala
2024 Best Business