ANDERSON STATE BANK

Public CRA File

UPDATED 06/30/2026

anderson
STATE BANK

COMMUNITY REINVESTMENT ACT NOTICE

Under the Federal Community Reinvestment Act (CRA), the Federal Deposit Insurance Corporation (FDIC) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The FDIC also takes this record into account when deciding on certain applications submitted by us.

Your involvement is encouraged.

- You are entitled to certain information about our operations and our performance under the CRA. including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent CRA Performance Evaluation, prepared by the FDIC; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.

- At least 30 days before the beginning of each quarter, the FDIC publishes a nationwide list of the banks that are scheduled for CRA examination in that quarter. This list is available from the CHICAGO REGIONAL OFFICE, 300 South Riverside Plaza, Suite 1700, Chicago, IL 60606. You may send written comments about our performance in helping to meet community credit needs to Richard Anderson, President & COO PO Box 9 111 Highway West, Oneida, IL 61467 and FDIC Regional Director. You may also submit comments electronically through the FDIC's Web site at www.fdic.gov/regulations/cra. Your letter, together with any response by us, will be considered by the FDIC in evaluating our CRA performance and may be made public.

- You may ask to look at any comments received by the FDIC Regional Director. You may also request from the FDIC Regional Director an announcement of our applications covered by the CRA filed with the FDIC.

- We are an affiliate of Anderson Bancorp, a mutual holding company. You may request from the Officer in Charge of Supervision, Federal Reserve Bank of Chicago, 230 South LaSalle, Chicago, IL 60604-0834, an announcement of applications covered by the CRA filed by mutual holding companies. Online at http://www.chicagofed.org/webpages/utilities/contact_us.cfm

Loan to Deposit Ratio

ANDERSON STATE BANK

Loan to Deposit Ratios for CRA Public File

Year 2013 - 2012

Date	12/31/13	9/30/13	6/30/13	3/31/13	12/31/12
Loan Tot	$28,846	$28,651	$28,641	$28,375	$31,994
Dep Total	$71,367	$74,222	$76,839	$76,976	$70,393
Ratio	**40.42%**	**38.60%**	**37.27%**	**36.86%**	**45.45%**

Year 2014 - 2013

Date	12/31/14	9/30/14	6/30/14	3/31/14	12/31/13
Loan Tot	$28,600	$27,325	$27,313	$27,826	$28,846
Dep Total	$67,187	$70,710	$71,383	$75,283	$71,367
Ratio	**42.57%**	**38.64%**	**38.26%**	**36.96%**	**40.42%**

Year 2015 - 2014

Date	12/31/15	9/30/15	6/30/15	3/31/15	12/31/14
Loan Tot	$28,658	$28,689	$28,316	$27,137	$28,600
Dep Total	$67,785	$69,004	$66,855	$69,003	$67,187
Ratio	**42.28%**	**41.58%**	**42.35%**	**39.33%**	**42.57%**

Year 2016 - 2015

Date	12/31/16	9/30/16	6/30/16	3/31/16	12/31/15
Loan Tot	$27,778	$28,237	$27,781	$28,237	$28,658
Dep Total	$69,499	$69,456	$69,232	$69,456	$67,785
Ratio	**39.97%**	**40.65%**	**40.13%**	**40.65%**	**42.28%**

Year 2017 - 2016

Date	12/31/17	9/30/17	6/30/17	3/31/17	12/31/16	
Loan Tot	$26,301	$26,320	$26,930	$27,457	$27,778	RC4b
Dep Total	$68,686	$73,466	$70,104	$71,457	$69,499	RC13a
Ratio	**38.29%**	**35.83%**	**38.41%**	**38.42%**	**39.97%**	

Year 2018 - 2017

Date	12/31/18	9/30/18	6/30/18	3/31/18	12/31/17	
Loan Tot	$28,441	$26,712	$26,676	$26,560	$26,301	RC4b
Dep Total	$72,062	$73,018	$69,587	$68,859	$68,686	RC13a
Ratio	**39.47%**	**36.58%**	**38.33%**	**38.57%**	**38.29%**	

Year 2019 - 2018

Date	12/31/19	9/30/19	6/30/19	3/31/19	12/31/18	
Loan Tot	$28,955	$28,197	$29,025	$29,262	$28,441	RC4b
Dep Total	$72,553	$75,608	$70,085	$71,242	$72,062	RC13a
Ratio	**39.91%**	**37.29%**	**41.41%**	**41.07%**	**39.47%**	

ANDERSON STATE BANK

Loan to Deposit Ratios for CRA Public File

Year 2020 - 2019

Date	12/31/20	9/30/20	6/30/20	3/31/20	12/31/19	
Loan Tot	$28,330	$28,855	$30,399	$29,200	$28,955	RC4b
Dep Total	$80,612	$82,031	$79,422	$76,667	$72,553	RC13a
Ratio	35.14%	35.18%	38.28%	38.09%	39.91%	

Year 2021 - 2020

Date	12/31/21	9/30/21	6/30/21	3/31/21	12/31/20	
Loan Tot	$28,877	$28,750	$29,104	$28,556	$28,330	RC4b
Dep Total	$88,229	$89,625	$89,814	$92,595	$80,612	RC13a
Ratio	32.73%	32.08%	32.40%	30.84%	35.14%	

Year 2021 - 2022

Date	12/31/22	9/30/22	6/30/22	3/31/22	12/31/21	
Loan Tot	$29,043	$28,750	$29,104	$27,035	$28,877	RC4b
Dep Total	$90,665	$89,625	$89,814	$95,037	$88,229	RC13a
Ratio	32.03%	32.08%	32.40%	28.45%	32.73%	

Year 2022 - 2023

Date	12/31/23	9/30/23	6/30/23	3/31/23	12/31/22	
Loan Tot	$33,092	$29,866	$28,614	$28,126	$29,043	RC4b
Dep Total	$93,807	$95,611	$93,294	$96,190	$90,665	RC13a
Ratio	35.28%	31.24%	30.67%	29.24%	32.03%	

Year 2023 - 2024

Date	12/31/24	9/30/24	6/30/24	3/31/24	12/31/23	
Loan Tot	$38,597	$38,595	$38,710	$36,449	$33,092	RC4b
Dep Total	$89,409	$94,975	$90,822	$90,801	$93,807	RC13a
Ratio	43.17%	40.64%	42.62%	40.14%	35.28%	

Year 2024 - 2025

Date	12/31/25	9/30/25	6/30/25	3/31/25	12/31/24	
Loan Tot	$47,118	$46,119	$44,431	$42,869	$38,597	RC4b
Dep Total	$86,176	$99,625	$95,581	$94,783	$89,409	RC13a
Ratio	54.68%	46.29%	46.49%	45.23%	43.17%	

Year 2025 - 2026

Date	12/31/26	9/30/26	6/30/26	3/31/26	12/31/25	
Loan Tot				$47,318	$47,118	RC4b
Dep Total		$99,625		$89,135	$86,176	RC13a
Ratio	#VALUE!	#VALUE!	#VALUE!	53.09%	54.68%	

Written Comments

ANDERSON STATE BANK

CRA - Comments from the Public

We have not received any comments from the public.

CRA Performance

PUBLIC DISCLOSURE

December 9, 2025

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Anderson State Bank
Certificate Number: 10858

111 W Highway Street
Oneida, Illinois 61467

Federal Deposit Insurance Corporation
Division of Depositor and Consumer Protection
Chicago Regional Office

300 South Riverside Plaza, Suite 1700
Chicago, Illinois 60606

This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

TABLE OF CONTENTS

INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated **Satisfactory.**

An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment area, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

Anderson State Bank's (ASB) satisfactory Community Reinvestment Act (CRA) performance under the Lending Test supports the overall rating. The following points summarize the bank's Lending Test performance.

- The loan-to-deposit (LTD) ratio is reasonable given the institution's size, financial condition, and assessment area (AA) credit needs.

- A majority of small business, small farm and home mortgage loans are in the institution's AA.

- Overall, the distribution of loans to borrowers reflects reasonable penetration among farms and businesses of different sizes and individuals of different income levels (including low- and moderate-income).

- The geographic distribution of loans criterion was given no weight, as there are not any census tracts in the AA that are classified as low- or moderate-income.

- The institution did not receive any CRA-related complaints since the previous evaluation; therefore, this factor did not affect the Lending Test rating.

DESCRIPTION OF INSTITUTION

Background

Anderson State Bank is a $117 million community bank headquartered in Oneida, Illinois. The Bank is wholly-owned by Anderson Bancorp, Inc., a one-bank holding company with no affiliates or branch offices. The bank has not opened or closed any branches or been involved in any merger or acquisition activity since the previous evaluation. The institution received a Satisfactory rating at its previous FDIC Performance Evaluation dated February 21, 2020, based on Small Institution Examination Procedures.

Operations

ASB offers a variety of products and services to meet the credit and deposit needs of the local area it serves. The principal lending focus continues to be agricultural, commercial, and residential lending. Agricultural and commercial loans are extended for acquiring land, operating funds, and equipment purchases. For home mortgage loans, the bank offers five-year balloon loans, as well as personal loans, including vehicle and consumer credit products. Deposit products offered include checking, savings, money market, NOW accounts, and certificates of deposit. The bank also offers internet and mobile banking and operates one automated teller machine located at the main office in Oneida. A night depository box is also available. Banking hours allow reasonable access to bank services.

Ability and Capacity

The Consolidated Reports of Condition and Income as of September 30, 2025, reported total assets of $117.5 million, total deposits of $99.6 million, and total loans of $46.1 million. Total assets have increased by 35.9 percent; total deposits increased by 37.3 percent; and total loans increased by 59.3 percent since the prior evaluation. The loan portfolio mix is representative of its business strategy and focus, which emphasizes the origination of loans primarily for agricultural, commercial, and residential purposes. Contributing to the rise in total loans is the increased input and machinery costs associated with financing farming operations. The bank implemented an informal marketing and outreach strategy which contributed to an increase in agricultural lending as well. Examiners did not identify any financial, legal, or other impediments that affect the bank's ability to meet the assessment area's credit needs.

The following table reflects the loan portfolio concentrations as of September 30, 2025.

Loan Portfolio Distribution as of 09/30/2025		
Loan Category	**$(000s)**	**%**
Construction, Land Development, and Other Land Loans	-	-
Secured by Farmland	14,128	30.6
Secured by 1-4 Family Residential Properties	6,156	13.3
Secured by Multifamily (5 or more) Residential Properties	-	-
Secured by Nonfarm Nonresidential Properties	3,660	7.9
Total Real Estate Loans	**23,944**	**51.9**
Commercial and Industrial Loans	2,174	4.8
Agricultural Production and Other Loans to Farmers	16,432	35.6
Consumer Loans	2,026	4.4
Other Loans	1,543	3.3
Total Loans	**46,119**	**100.0**
Source: Reports of Condition and Income		

DESCRIPTION OF ASSESSMENT AREA

The Community Reinvestment Act requires each financial institution to define one or more assessment areas within which its CRA performance will be evaluated.

ASB has designated one assessment area, which comprises a portion of Knox County, which is located in a non-Metropolitan Statistical Area (MSA) in Illinois. The AA consists of two census tracts and based on 2020 Census data; the tracts reflect middle-income census tract designations. No changes were made to the AA since the prior evaluation. The assessment area does not arbitrarily exclude any low- or moderate-income census tracts, does not reflect illegal discrimination, and otherwise meets the requirements of the CRA regulations.

Economic and Demographic Data

Select demographic characteristics of the assessment area are illustrated in the following table.

Demographic Information of the Assessment Area						
Demographic Characteristics	**#**	**Low % of #**	**Moderate % of #**	**Middle % of #**	**Upper % of #**	**N/A* % of #**
Geographies (Census Tracts)	2	0.0	0.0	100.0	0.0	0.0
Population by Geography	5,996	0.0	0.0	100.0	0.0	0.0
Housing Units by Geography	3,043	0.0	0.0	100.0	0.0	0.0
Owner-Occupied Units by Geography	1,995	0.0	0.0	100.0	0.0	0.0
Occupied Rental Units by Geography	361	0.0	0.0	100.0	0.0	0.0

Demographic Information of the Assessment Area						
Demographic Characteristics	**#**	**Low % of #**	**Moderate % of #**	**Middle % of #**	**Upper % of #**	**N/A* % of #**
Vacant Units by Geography	687	0.0	0.0	100.0	0.0	0.0
Businesses by Geography	389	0.0	0.0	100.0	0.0	0.0
Farms by Geography	96	0.0	0.0	100.0	0.0	0.0
Family Distribution by Income Level	1,640	17.4	15.2	23.8	43.4	0.1
Household Distribution by Income Level	2,356	17.1	14.4	17.2	51.4	0.0
Illinois Non-MSA Median Family Income		$67,835	Median Housing Value			$ 105,695
			Median Gross Rent			$639
			Families Below Poverty Level			10.2%

Sources: 2020 Census And 2024 D&B Data. (*) The NA category consists of geographies that have not been assigned an income classification. Due to rounding, totals may not equal 100%.

Data obtained from the Illinois Department of Employment Security indicates that the August 2025 unemployment rate for Knox County is comparable to the unemployment rates for the State of Illinois and the national average. The unemployment rates for Knox County have slightly increased over the prior 12-month period.

Unemployment Rates		
Area	**August 2024**	**August 2025**
Knox County	5.2	5.4
State of Illinois	5.3	4.7
National Average	4.4	4.5

Source: Illinois Department of Employment Security

The immediate area surrounding the AA remains highly dependent upon health services and education. Some of the largest employers in Knox County are BNSF, OSF St. Mary's Medical Center, Bridgeway, and Knox College. None of the 10 largest employers in Knox County are located in Oneida.

At the prior 2020 evaluation, a total of 81 farming operations were located in the AA. According to 2024 D&B data, there are now 96 farms in the AA, which all reported gross annual revenues (GARs) of $1 million or less.

The local economy remains highly dependent upon small businesses. According to 2024 D&B data, there are 389 businesses in the AA. Below is a breakdown of gross annual revenues for these businesses.

- 81.8 percent have $1 million or less,
- 2.3 percent have more than $1 million, and
- 15.9 percent have unknown revenues

Examiners use the FFIEC-updated median family income level to analyze home mortgage lending performance under the Borrower Profile criterion. Recent demographic data shows that the assessment area has experienced a significant increase in percentage of families living below the poverty level. The poverty rate rose from 3.8 percent to 10.2 percent, which reflects economic pressures among lower-income households. The following table presents income categories.

Estimated Median Family Income Ranges					
Year	**MFI**	**Low <50%**	**Moderate 50% to <80%**	**Middle 80% to <120%**	**Upper ≥ 120%**
Non-Metro Median Family Income For ILLINOIS					
2024	$ 82,800	< $41,400	$41,400 to < $66,240	$66,240 to < $99,360	>= $99,360
Source: FFIEC					

Competition

ASB's AA fosters a slightly competitive market for deposits. The FDIC Deposit Market Share data as of June 30, 2025, reported 11 financial institutions operating 18 offices in Knox County. Of these institutions, ASB ranked 6th with a 4.7 percent deposit market share. This represents a slight decrease from the previous evaluation when ASB was ranked 6th with a 7.0 percent deposit market share.

Community Contacts

As part of the evaluation process, examiners contact third parties active in the assessment area to assist in identifying the credit and community development needs. This information helps determine whether local financial institutions are responsive to these needs. It also shows what credit and community development opportunities are available.

Examiners reviewed a contact conducted with a representative from an agricultural-focused organization that supports local farmers by promoting favorable legislative initiatives, performing public relations, and providing educational meetings and materials. While local farmers are generally able to obtain credit from local financial institutions, the contact stated there is currently a lack of cash flow due to economic conditions and rising interest rates. Crop pricing uncertainty will continue for several months to come.

Local banks seem to be adequately providing working capital and land acquisition loans to area farmers. The contact noted additional financing options for smaller farming operations was a credit need but was unaware of any other unmet credit needs. The representative also indicated significant competition for agricultural loans between financial institutions and other non-bank agricultural lenders in the area. The contact also stated that all of the local financial institutions are generally involved in the community and are committed to assisting consumers, business owners, farmers, and homebuyers with financing.

Credit Needs

Considering information from the community contact and demographic data, examiners determined that agriculture and commercial lending are needed given the number of farms and businesses operating in the AA.

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the prior evaluation dated February 21, 2020, to the current evaluation dated December 9, 2025. Examiners used the Interagency Small Institution Examination Procedures to evaluate ASB's CRA performance, which includes the lending test.

The Lending Test considered the institution's performance according to the following criteria.

- Loan-to-deposit ratio
- Assessment area concentration
- Geographic distribution
- Borrower profile
- Response to CRA-related complaints

Activities Reviewed

As of September 30, 2025, the major product lines at ASB are agricultural (66 percent), commercial (13 percent), and residential (13 percent) loans. This conclusion is consistent with the bank's current business strategy and the number and dollar volume of loans originated during the current evaluation period. The bank's agricultural lending is weighted the heaviest in the overall rating as it makes up the largest percentage of the loan portfolio, followed by small business lending based on the number of originations during the evaluation period. All small farm, small business, and residential loans originated or renewed from January 1, 2024, through December 31, 2024, were reviewed and are included in this evaluation. The bank originated 30 small farm loans totaling $3,915 million, 26 small business loans totaling $1,872 million, and 15 home mortgage loans totaling $3,721 million.

ASB is not required to report residential real estate loan data for the Home Mortgage Disclosure Act (HMDA) purposes or small business and small business loan data under CRA. As such, examiners utilized bank provided data for all three loan products reviewed. Home mortgage lending performance is compared to the applicable population, housing, and income demographics in the AA according to the 2020 Census. D&B data for 2024 provided a standard of comparison for small farm and small business loans.

For the Lending Test, examiners reviewed the number and dollar volume of small farm, small business, and home mortgage loans. While the number and dollar volume of loans are presented, examiners placed more weight on the bank's performance by number of loans, as it is a good

Alternative Services

ANDERSON STATE BANK

CRA - ALTERNATIVE SERVICES

Automated Teller Machine
We have one ATM on the property at

111 US Hwy 34
Oneida, IL 61467

Internet Banking:
Available at andersonstatebank.com
Consumer Internet Banking & Bill Pay are provided at no cost to consumers.

Mobile Banking:
Accessible through mobile browsers and downloadable app.
Mobile banking is provided at no cost to
consumers.

Mobile Remote Deposit Capture:
Accessible through the mobile banking app and is provided at no cost to consumers.

Fee Schedule

COMMON FEATURES
EFFECTIVE OCTOBER 6, 2025
THE FOLLOWING FEES MAY BE ASSESED AGAINST YOUR ACCOUNT:

Service	Fee
Check Printing	Based off of customization of check order
Dormant Checking Account (a checking account is dormant if there has been no activity for 1 year)	$3.00 per quarter
Dormant Savings Account (a savings account is dormant if there has been no activity for 2 years)	$3.00 per quarter
Overdraft Fee	$25.00
Overdraft Fee on Bill Pay	$25.00
Returned Item Fee for Non-Sufficient Funds	$25.00
Balance Statements	$25.00 per hour
Stop Payments	$15.00
Levy/ Garnishments/ Citations	$50.00
Domestic Wire Transfer:	Incoming: $10.00 Outgoing: $20.00
International Wire Transfer:	Incoming: $100.00 Outgoing: $100.00
Replace Lost Debit Card	$10.00
Expedited Shipping for Debit Card	$10.00
Return of Deposited Check	$5.00
Closing an Account Within 30 days of Opening	$20.00
Recover Statements 1 Year or Older	$25.00 each
Money Orders	$3.00
Cashier's Checks/ Reissue	$5.00
Photocopies	.25 per page
Faxes	Outgoing $3.00 first page $1.00 each additional page Incoming $1.00 per page
Request of Paper E-Statement Copy	$5.00 per document

Safety Deposit Boxes

Box Sizes	Annual Fee
3 x 5 x 24	$20.00
5 x 5 x 24	$25.00
3 x 10 x 24	$30.00
5 x 10 x 24	$35.00
10 x 10 x 24	$25.00/ per month
Replace Lost Key	$25.00
Drill Box	$200 minimum (plus time and travel costs)

All fees are subject to change without notice

In Bank Cutoff Times Lobby/Drive up:
(Business Days Monday-Thursday) 3:30pm
(Business Day Friday) 4:30pm

Online Banking Services Cutoff Times:
Online: (Business Days Monday-Friday) 6:00pm
Mobile Deposit: (Business Days Monday-Friday) 3:30pm

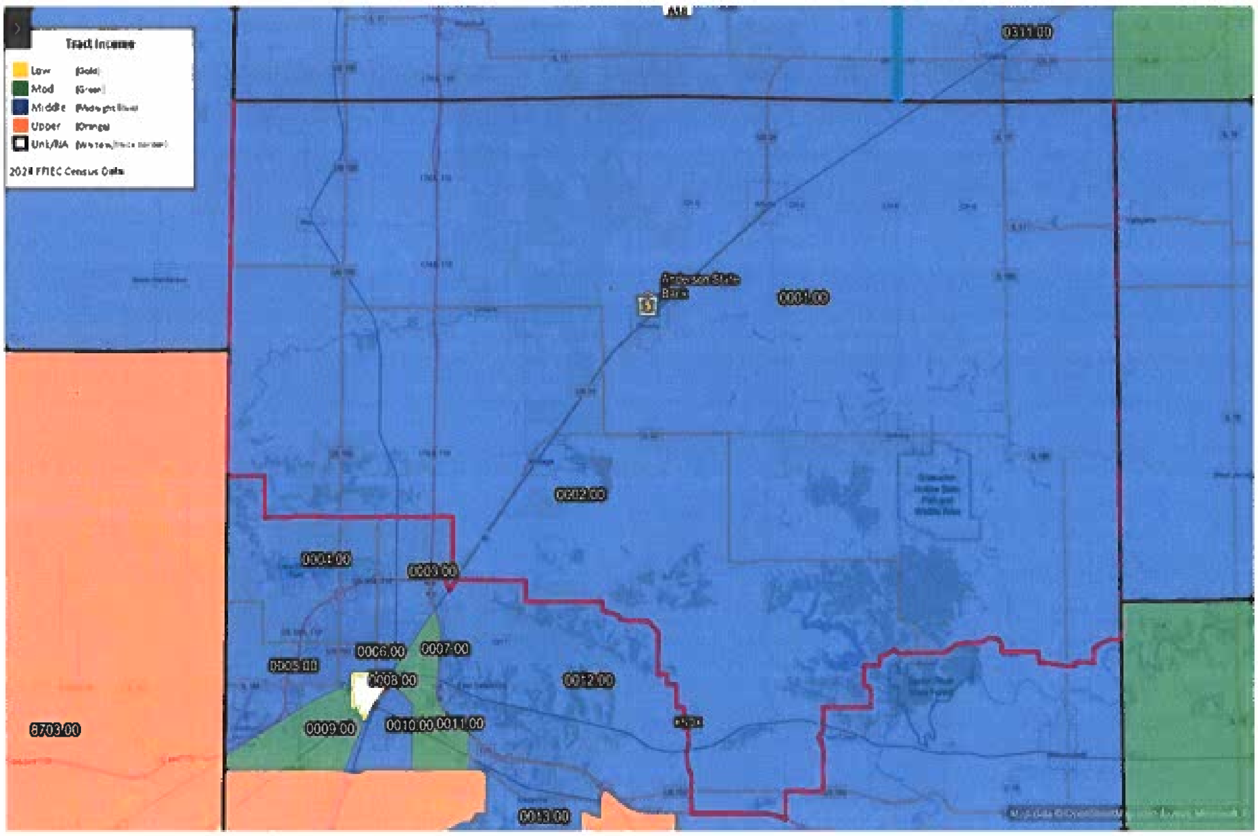
anderson
STATE BANK

Member FDIC

EQUAL HOUSING LENDER

CRA Assessment Area

CRA ASSESSMENT AREA



Report of Condition

Report of Condition

Consolidated domestic subsidiaries of:

Anderson State Bank in the state of IL at the close of business on June 30, 2026

	Dollar Amounts in Thousands
ASSETS	
Cash and balances due from depository institutions:	
Noninterest-bearing balances and currency and coin	1,764
Interest-bearing balances	7,675
Securities:	
Held-to-maturity securities	0
Available-for-sale debt securities	37,242
Equity securities with readily determinable fair values not held for trading	10
Federal funds sold and securities purchased under agreements to resell:	
Federal funds sold	11,020
Securities purchased under agreements to resell	0
Loans and lease financing receivables:	
Loans and leases held for sale	0
Loans and leases held for investment	46,238
LESS: Allowance for credit losses on loans and leases	219
Loans and leases held for investment, net of allowance	46,019
Trading assets	0
Premises and fixed assets (including right-of-use assets)	197
Other real estate owned	0
Investments in unconsolidated subsidiaries and associated companies	0
Direct and indirect investments in real estate ventures	0
Intangible assets	0
Other assets	4,980
Total assets	108,907

	Dollar Amounts in Thousands
LIABILITIES	
Deposits:	
In domestic offices	90,314
Noninterest-bearing	18,967
Interest-bearing	71,347
Federal funds purchased and securities sold under agreements to repurchase:	
Federal funds purchased	0
Securities sold under agreements to repurchase	0
Trading liabilities	0
Other borrowed money (includes mortgage indebtedness)	0
Subordinated notes and debentures	0

Report of Condition (continued)

Other liabilities	224
Total liabilities	90,538

Dollar Amounts in Thousands

EQUITY CAPITAL

Perpetual preferred stock and related surplus.	0
Common stock.	400
Surplus (exclude all surplus related to preferred stock).	1,100
Retained earnings.	17,492
Accumulated other comprehensive income.	-623
Other equity capital components.	0
Total bank equity capital	18,369
Noncontrolling (minority) interests in consolidated subsidiaries.	0
Total equity capital	18,369
Total liabilities and equity capital	108,907

We, the undersigned directors (trustees), attest to the correctness of this Report of Condition for this report date and declare that the Report of Condition has been examined by us and to the best of our knowledge and belief have been prepared in conformance with the instructions issued by the appropriate Federal regulatory authority and are true and correct.

John W. Anderson
Director (Trustee)

Director (Trustee)

Director (Trustee)

I, All Contact Information fields below will be (completed after FULL CDR Synchronization.) of the named bank, attest that this Report of Condition for this report date has been prepared in conformance with the instructions issued by the appropriate Federal regulatory authority and are true and correct to the best of my knowledge and belief.

Signature of Chief Financial Officer (or Equivalent)

07/25/26
Date of Signature