

ANDERSON STATE BANK
Public CRA File



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

Written Comments

ANDERSON STATE BANK

12/31/2024

CR Comments from the Public

We have not received any comments from the public.

CRA Performance

PUBLIC DISCLOSURE

February 21, 2020

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

**Anderson State Bank
Certificate Number: 10858**

**111 West Highway
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.

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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 minimal weight, as no census tracts in the AA were 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

ASB is an \$86 million intrastate institution located in Oneida, Illinois (population 750) in northern Knox County. The bank is wholly-owned by Anderson Bancorp, Inc., a one-bank holding company. No branch offices exist.

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 residential loans, the bank offers five-year balloon loans. ASB is not required to report residential real estate loans for Home Mortgage Disclosure Act (HMDA) purposes. 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. A night depository box is also available. Banking hours allow reasonable access to bank services.

Ability and Capacity

According to the Consolidated Reports of Condition (Call Report) dated December 31, 2019, ASB had total assets of \$86 million, including total loans of \$29 million, and securities totaling \$26 million. ASB's loan portfolio as of December 31, 2019, is shown in the table below. 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.

Loan Portfolio Distribution as of 12/31/2019		
Loan Category	\$(000s)	%
Construction, Land Development, and Other Land Loans	-	-
Secured by Farmland	8,479	29.3
Secured by 1-4 Family Residential Properties	4,067	14.0
Secured by Multifamily (5 or more) Residential Properties	-	-
Secured by Nonfarm Nonresidential Properties	1,786	6.2
Total Real Estate Loans	14,332	49.5
Commercial and Industrial Loans	2,019	7.0
Agricultural Production and Other Loans to Farmers	10,342	35.7
Consumer Loans	1,918	6.6
Other Loans	343	1.2
Total Loans	28,954	100.0
<i>Source: Reports of Condition and Income</i>		

ASB received a Satisfactory rating at its previous FDIC Performance Evaluation, dated December 16, 2013, based on Interagency Small Institution Examination Procedures. Examiners did not

identify any financial, legal, or other impediments that affect the bank’s ability to meet the assessment area’s credit needs.

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-MSA portion of Illinois. 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.

Demographic Data

The AA consists of two census tracts. Based on 2015 ACS data, the two census tracts in the AA reflect middle-income census tract designations. This is a change from the previous income designations based on 2010 U.S. Census Data, which reflected one middle-income and one upper-income census tract. 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 #	NA* % of #
Geographies (Census Tracts)	2	0.0	0.0	100.0	0.0	0.0
Population by Geography	5,829	0.0	0.0	100.0	0.0	0.0
Housing Units by Geography	3,065	0.0	0.0	100.0	0.0	0.0
Owner-Occupied Units by Geography	2,099	0.0	0.0	100.0	0.0	0.0
Occupied Rental Units by Geography	327	0.0	0.0	100.0	0.0	0.0
Vacant Units by Geography	639	0.0	0.0	100.0	0.0	0.0
Businesses by Geography	306	0.0	0.0	100.0	0.0	0.0
Farms by Geography	81	0.0	0.0	100.0	0.0	0.0
Family Distribution by Income Level	1,756	12.8	19.2	25.5	42.5	0.0
Household Distribution by Income Level	2,426	16.2	13.6	19.6	50.6	0.0
Median Family Income Non-MSAs - IL	\$59,323		Median Housing Value			\$99,338
				Median Gross Rent		\$599
				Families Below Poverty Level		3.8%

*Sources: 2015 ACS Census and 2019 D&B Data; Due to rounding, totals may not equal 100.0
 (*) The NA category consists of geographies that have not been assigned an income classification.*

Economic Data

The economic data presented that includes the AA is based upon Moody’s Analytics dated October 2019. Illinois’ expansion is holding up well for a state facing a slowdown in manufacturing, poor

agricultural conditions, and myriad demographic and fiscal problems. Already hovering around its historical low for more than a year, the unemployment rate dipped to 3.9 percent in September.

A declining population and below average income growth has kept house price appreciation and residential construction subdued. Multifamily, which has propelled almost all the growth in residential construction during the current business cycle, has slowed amid rising costs, stricter affordable housing regulations, and uncertainty about property taxes. Single-family housing prices have climbed just two percent over the last year, the smallest gain in the Midwest and half the national increase. This stagnant growth has left the market undervalued, and since there has been little new construction, the market is not oversupplied.

The immediate area surrounding the AA remains highly dependent upon health services and education. Some of the largest employers in Knox County are: Galesburg Cottage Hospital, OSF St. Mary’s Medical Center, Community School District #205, Knox College, and Carl Sandburg College. None of the ten largest employers in Knox County are located in Oneida.

At the prior 2013 evaluation, a total of 138 farming operations were located in the AA; however, the number of farming operations continues to decline. According to 2019 D&B data, there are now 81 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 2019 D&B data, there are 306 businesses in the AA. Below is a breakdown of gross annual revenues for these businesses.

- 80.1 percent have \$1 million or less
- 3.3 percent have more than \$1 million
- 16.6 percent have unknown revenues

According to the Illinois Department of Employment security, the unemployment rate for Knox County was 4.8 percent for December 2019, which is slightly higher than the unemployment rate for the State of Illinois unemployment rate at 3.5 percent for the same month. These rates reflect a declining trend from December 2018 when the unemployment rate for Knox County was 6.4 percent and the State of Illinois was 4.4 percent.

Income Levels

Examiners use the FFIEC-updated median family income level to analyze home mortgage lending performance under the Borrower Profile criterion. The following table presents income categories.

Median Family Income Ranges				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥120%
IL NA Median Family Income (99999)				
2019 (\$64,200)	<\$32,100	\$32,100 to <\$51,360	\$51,360 to <\$77,040	>\$77,040
<i>Source: FFIEC</i>				

Competition

ASB's AA fosters a slightly competitive market for deposits. The FDIC Deposit Market Share data as of June 30, 2019, reported 11 financial institutions operating 20 offices in Knox County. Of these institutions, ASB ranked sixth with a 7.0 percent deposit market share. This represents a slight increase from the previous evaluation when ASB was ranked sixth with a 5.5 percent deposit market share.

Community Contacts

As part of the evaluation process, examiners contact third parties 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. For this evaluation, examiners performed one community contact within Knox County.

The contact stated that the population in the area is aging and not being replaced with younger adults, who move out of the area for better employment opportunities. The contact stated that economic conditions have remained stable in recent years regardless of the economic downturn that occurred with the desertion of major manufacturing businesses decades ago. The major employers in the area are healthcare, local government bodies, and education. The contact stated that the housing market remains stagnant. Housing stock in the area is currently low with many older homes that need to be revitalized. Local communities struggle with the ability to finance existing properties due to lack of renovation, aging infrastructure, and abandonment. The condition of these properties makes it difficult to pass home inspections and individuals are hesitant to invest in properties that need major renovations. The contact also indicated that local financial institutions have been responsive to community lending needs and was not aware of any unmet needs in the area.

SCOPE OF EVALUATION

General Information

This evaluation covers the period from the prior evaluation dated December 16, 2013 to the current evaluation dated February 21, 2020. Examiners used the Interagency Small Institution Examination Procedures to evaluate ASB's CRA performance, which includes a lending test.

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

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

Activities Reviewed

As of December 31, 2019, the major product lines at ASB are agricultural (65 percent), commercial (13 percent), and residential (14 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 residential lending based on the number volume of originations during the evaluation period. All small farm, small business, and residential loans originated or renewed from January 1, 2019 through December 31, 2019 were reviewed and are included in this evaluation. D&B data for 2019 provided a standard of comparison for the small farm and small business loans. Residential lending performance is compared to the applicable population, housing, and income demographics in the AA according to the 2015 American Community Survey (ACS).

For the Lending Test, examiners reviewed the number and dollar volume of small farm, small business, and home mortgage loans. While 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 indicator of credit responsiveness to individuals and businesses and farms within the bank’s assessment area. The universe of loans reviewed is presented in the following table.

Loan Products		
Loan Category	Universe of Loans in Review Period	
	#	\$(000s)
Small Farm		
2019	33	4,465
Small Business		
2019	19	664
Home Mortgage		
2019	26	2,863
<i>Source: Bank Records from 01/01/19 through 12/31/19.</i>		

CONCLUSIONS ON PERFORMANCE CRITERIA

LENDING TEST

Lending performance was evaluated in accordance with the Interagency Small Institution Examination Procedures. Overall, ASB’s performance under the Lending Test reflects reasonable responsiveness to assessment area credit needs. As discussed under the Scope of Evaluation section of this evaluation, the bank’s primary lending focus is agricultural, commercial, and residential lending. However, the bank’s lending performance to small farming operations received the most weight in this evaluation.

Loan-to-Deposit Ratio (LTD)

The LTD ratio is reasonable given the institution’s size, financial condition, and assessment area credit needs. The bank’s LTD ratio, calculated from Call Report data, averaged 39.0 percent over the past 25 calendar quarters from December 31, 2013 to December 31, 2019. The ratio ranged from a low of 35.5

percent as of September 30, 2017 to a high of 42.1 percent as of December 31, 2014. Since the prior evaluation, the bank has experienced only minimal changes in total deposits, net loans, and total assets. From December 31, 2013 to December 31, 2019, total deposits increased 1.7 percent, net loans decreased 0.5 percent and total assets increased 4.6 percent. The quarterly loan to deposit ratio has remained fairly consistent and has only decreased 2.2 percent for this same time period.

Loan-to-Deposit Ratio Comparison		
Bank	Total Assets as of 12/31/2019 (\$000s)	Average Net LTD Ratio (%)
Anderson State Bank	86,422	39.0
Similarly-Situated Institution #1	74,059	32.0
Similarly-Situated Institution #2	65,371	77.8
Similarly-Situated Institution #3	144,247	63.5

Source: Reports of Condition and Income 12/31/2013 - 12/31/19

As shown in the table above, three similarly-situated institutions were identified in close proximity to the bank's AA. These institutions were selected based on their asset size, geographic location, and lending focus (agricultural). ASB's average net LTD ratio is below two similarly-situated institutions, but exceeds that of similarly-situated institution #1. Of the similarly-situated institutions, ASB has the highest concentration of agriculture loans, which represents over 65 percent of its loan portfolio. Lending competition continues to increase from non-banking sources such as equipment manufacturers, chemical and fertilizer suppliers, and other government entities. Similarly-situated institution #3 has the next highest predominate loan type (agricultural); however, it has five branches and a much larger lending area than ASB, which has only one banking location. Of the three similarly-situated banks, ASB is the only lender with one location and has the smallest AA. In comparison to the similarly-situated institutions, ASB's AA also contains the least number of farming operations, which further limits lending opportunities. As such, ASB's average LTD ratio is deemed reasonable.

Assessment Area Concentration

ASB originated a majority of small business, small farm and residential loans by both number and dollar amount to borrowers located within the AA in 2019. The following table provides further details about the number and dollar volumes made inside and outside the AA.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000s)				Total \$(000s)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Small Farm	29	87.9	4	12.1	33	3,498	78.3	967	21.7	4,465
Small Business	14	73.7	5	26.3	19	451	67.9	213	32.1	664
Home Mortgage	23	88.5	3	11.5	26	2,514	87.8	349	12.2	2,863

Source: Evaluation Period: 1/1/2019 - 12/31/2019 Bank Data. Due to rounding, totals may not equal 100.0

Borrower Profile

ASB's overall distribution of loans to farms and businesses of different sizes and borrowers of different income levels is reasonable. The bank's lending performance in originating small farm, small business, and home mortgage loans supports this conclusion. Examiners focused on the percentage by number of small farm and small business loans to farms and businesses with GARs of \$1 million or less. In addition, examiners focused on the percentage by number of home mortgage loans to low- and moderate-income borrowers.

Small Farm Loans

ASB's lending to small farms of different sizes is reasonable. Although data reported to D&B in 2019 in the AA reflected all farms having GARs of \$1 million or less, ASB identified one borrower with a GAR of over \$1 million. Notwithstanding, the bank's lending to farms with GARs of \$1 million or less is only slightly below the percentage of farms in the AA at this GAR level.

Distribution of Small Farm Loans by Gross Annual Revenue Category					
Gross Revenue Level	% of Farms	#	%	\$(000s)	%
<=\$1,000,000					
2019	100.0	28	96.6	3,402	97.3
=>\$1,000,000					
2019	0.0	1	3.4	96	2.7
Totals					
2019	100.0	29	100.0	3,498	100.0
<i>Sources: 2019 D&B Data: 1/1/2019 - 12/31/2019 Bank Data: "--" data not available Due to rounding, totals may not equal 100.0</i>					

Small Business Loans

ASB's lending to small businesses of different sizes is reasonable. As shown in the following table, the bank's lending to businesses with GARs of \$1 million or less is slightly higher than the percentage of businesses at this GAR level.

Distribution of Small Business Loans by Gross Annual Revenue Category					
Gross Revenue Level	% of Businesses	#	%	\$(000s)	%
<=\$1,000,000					
2019	80.1	12	85.7	281	62.3
=>\$1,000,000					
2019	3.3	2	14.3	170	37.7
Revenue Not Available					
2019	16.6	--	--	--	--
Total	100.0	14	100.0	451	100.0
<i>Sources: 2019 D&B Data, 1/1/2019 - 12/31/2019 Bank Data: "--" data not available. Due to rounding, totals may not equal 100.0</i>					

Home Mortgage Loans

ASB’s lending to borrowers of different income levels is more than reasonable. The bank’s level of lending is excellent to low-income borrowers and significantly higher than the percentages of low-income families in the AA, as shown in the following table. Examiners also noted reasonable performance in lending to moderate-income borrowers as the bank’s lending performance in this income category is comparable to the demographics in the AA.

Distribution of Home Mortgage Loans by Borrower Income Level					
Borrower Income Level	% of Families	#	%	\$(000s)	%
Low					
2019	12.8	5	21.7	246	9.8
Moderate					
2019	19.2	5	21.7	342	13.6
Middle					
2019	25.5	4	17.4	336	13.4
Upper					
2019	42.5	9	39.1	1,590	63.2
Totals					
2019	100.0	23	100.0	2,514	100.0

Source: 2015 ACS Census; 1/1/2019 - 12/31/2019 Bank Data. Due to rounding, totals may not equal 100.0

Geographic Distribution

The assessment area is comprised of middle-income geographies. Due to the lack of low-income and moderate-income tracts in the AA, an in-depth review of the loan distribution was not analyzed. Notwithstanding, the origination of small farm, small business, and residential loans was noted throughout the assessment area with no conspicuous gaps in lending identified.

Response to Complaints

The bank has not received any CRA-related complaints since the prior CRA evaluation; therefore, this criterion did not affect the Lending Test rating.

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

Examiners did not identify any evidence of discriminatory or other illegal credit practices; therefore, this consideration did not affect the institution’s overall CRA rating.

APPENDICES

SMALL BANK PERFORMANCE CRITERIA

Lending Test

The Lending Test evaluates the bank's record of helping to meet the credit needs of its assessment area(s) by considering the following criteria:

- 1) The bank's loan-to-deposit ratio, adjusted for seasonal variation, and, as appropriate, other lending-related activities, such as loan originations for sale to the secondary markets, community development loans, or qualified investments;
- 2) The percentage of loans, and as appropriate, other lending-related activities located in the bank's assessment area(s);
- 3) The bank's record of lending to and, as appropriate, engaging in other lending-related activities for borrowers of different income levels and businesses and farms of different sizes;
- 4) The geographic distribution of the bank's loans; and
- 5) The bank's record of taking action, if warranted, in response to written complaints about its performance in helping to meet credit needs in its assessment area(s).

GLOSSARY

Aggregate Lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Area Median Income: The median family income for the MSA, if a person or geography is located in an MSA; or the statewide nonmetropolitan median family income, if a person or geography is located outside an MSA.

Assessment Area: A geographic area delineated by the bank under the requirements of the Community Reinvestment Act.

Census Tract: A small, relatively permanent statistical subdivision of a county or equivalent entity. The primary purpose of census tracts is to provide a stable set of geographic units for the presentation of statistical data. Census tracts generally have a population size between 1,200 and 8,000 people, with an optimum size of 4,000 people. Census tract boundaries generally follow visible and identifiable features, but they may follow nonvisible legal boundaries in some instances. State and county boundaries always are census tract boundaries.

Combined Statistical Area (CSA): A combination of several adjacent metropolitan statistical areas or micropolitan statistical areas or a mix of the two, which are linked by economic ties.

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Core Based Statistical Area (CBSA): The county or counties or equivalent entities associated with at least one core (urbanized area or urban cluster) of at least 10,000 population, plus adjacent counties having a high degree of social and economic integration with the core as measured through commuting ties with the counties associated with the core. Metropolitan and Micropolitan Statistical Areas are the two categories of CBSAs.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family. Other family is further classified into "male householder" (a family with a male householder and no wife present) or "female householder" (a family with a female householder and no husband present).

FFIEC-Estimated Income Data: The Federal Financial Institutions Examination Council (FFIEC) issues annual estimates which update median family income from the metropolitan and nonmetropolitan areas. The FFIEC uses American Community Survey data and factors in

information from other sources to arrive at an annual estimate that more closely reflects current economic conditions.

Full-Scope Review: A full-scope review is accomplished when examiners complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is analyzed considering performance context, quantitative factors (e.g., geographic distribution, borrower profile, and total number and dollar amount of investments), and qualitative factors (e.g., innovativeness, complexity, and responsiveness).

Geography: A census tract delineated by the United States Bureau of the Census in the most recent decennial census.

Home Mortgage Disclosure Act (HMDA): The statute that requires certain mortgage lenders that do business or have banking offices in a metropolitan statistical area to file annual summary reports of their mortgage lending activity. The reports include such data as the race, gender, and the income of applicants; the amount of loan requested; and the disposition of the application (approved, denied, and withdrawn).

Home Mortgage Loans: Includes closed-end mortgage loans or open-end line of credits as defined in the HMDA regulation that are not an excluded transaction per the HMDA regulation.

Housing Unit: Includes a house, an apartment, a mobile home, a group of rooms, or a single room that is occupied as separate living quarters.

Limited-Scope Review: A limited scope review is accomplished when examiners do not complete all applicable interagency examination procedures for an assessment area. Performance under applicable tests is often analyzed using only quantitative factors (e.g., geographic distribution, borrower profile, total number and dollar amount of investments, and branch distribution).

Low-Income: Individual income that is less than 50 percent of the area median income, or a median family income that is less than 50 percent in the case of a geography.

Market Share: The number of loans originated and purchased by the institution as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

Median Income: The median income divides the income distribution into two equal parts, one having incomes above the median and other having incomes below the median.

Metropolitan Division (MD): A county or group of counties within a CBSA that contain(s) an urbanized area with a population of at least 2.5 million. A MD is one or more main/secondary counties representing an employment center or centers, plus adjacent counties associated with the main/secondary county or counties through commuting ties.

Metropolitan Statistical Area (MSA): CBSA associated with at least one urbanized area having a population of at least 50,000. The MSA comprises the central county or counties or equivalent entities containing the core, plus adjacent outlying counties having a high degree of social and economic integration with the central county or counties as measured through commuting.

Middle-Income: Individual income that is at least 80 percent and less than 120 percent of the area median income, or a median family income that is at least 80 and less than 120 percent in the case of a geography.

Moderate-Income: Individual income that is at least 50 percent and less than 80 percent of the area median income, or a median family income that is at least 50 and less than 80 percent in the case of a geography.

Multi-family: Refers to a residential structure that contains five or more units.

Nonmetropolitan Area (also known as non-MSA): All areas outside of metropolitan areas. The definition of nonmetropolitan area is not consistent with the definition of rural areas. Urban and rural classifications cut across the other hierarchies. For example, there is generally urban and rural territory within metropolitan and nonmetropolitan areas.

Owner-Occupied Units: Includes units occupied by the owner or co-owner, even if the unit has not been fully paid for or is mortgaged.

Rated Area: A rated area is a state or multistate metropolitan area. For an institution with domestic branches in only one state, the institution's CRA rating would be the state rating. If an institution maintains domestic branches in more than one state, the institution will receive a rating for each state in which those branches are located. If an institution maintains domestic branches in two or more states within a multistate metropolitan area, the institution will receive a rating for the multistate metropolitan area.

Rural Area: Territories, populations, and housing units that are not classified as urban.

Small Business Loan: A loan included in "loans to small businesses" as defined in the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$1 million or less and are either secured by nonfarm nonresidential properties or are classified as commercial and industrial loans.

Small Farm Loan: A loan included in "loans to small farms" as defined in the instructions for preparation of the Consolidated Report of Condition and Income (Call Report). These loans have original amounts of \$500,000 or less and are either secured by farmland, including farm residential and other improvements, or are classified as loans to finance agricultural production and other loans to farmers.

Upper-Income: Individual income that is 120 percent or more of the area median income, or a median family income that is 120 percent or more in the case of a geography.

Urban Area: All territories, populations, and housing units in urbanized areas and in places of 2,500 or more persons outside urbanized areas. More specifically, “urban” consists of territory, persons, and housing units in places of 2,500 or more persons incorporated as cities, villages, boroughs (except in Alaska and New York), and towns (except in the New England states, New York, and Wisconsin).

“Urban” excludes the rural portions of “extended cities”; census designated place of 2,500 or more persons; and other territory, incorporated or unincorporated, including in urbanized areas.

Hours and Locations

ANDERSON STATE BANK CRA – Locations & Hours

12/31/2024

We have one location and one ATM on the property at

111 US Hwy 34
Oneida, IL 61467

BANK HOURS

HOURS	LOBBY	DRIVE-IN
Monday – Thursday	8:30AM – Noon; 1:00 – 3:30PM	8:30AM – 3:30PM
Friday	8:30AM – Noon; 1:00 – 5:00PM	8:30AM – 5:00PM
Saturday	8:30AM – Noon	8:30AM – Noon

DRIVE-UP ATM

AVAILABLE 24 HOURS A DAY

ONLINE BANKING AND BILL PAY

AVAILABLE 24 HOURS A DAY

We encourage you to visit us on line at

ANDERSONSTATEBANK.COM

THANK YOU FOR YOUR BUSINESS!



Open and Closed Branches

ANDERSON STATE BANK CRA – Locations & Hours

12/31/2024

We have one location and one ATM on the property at

111 US Hwy 34
Oneida, IL 61467

Services

ANDERSON STATE BANK - LIST OF SERVICES

12/31/2024

DEPOSITS/CHECKING

Green Checking

Minimum to open this account is \$100.00

You will incur a \$2.50 monthly service fee if the daily balance falls below \$400.00 at any time during the monthly statement cycle.

Minimum to open this account is \$100.00

Regular Checking

Minimum to open this account is \$100.00

You will incur a \$4.50 monthly service fee if the daily balance falls below \$400.00 at any time during the monthly statement cycle.

Premier Club Checking

Minimum to open this account is \$100.00

For a nominal fee of either \$5.50 (individual account) or \$7.50 (Family Account) you receive all the "Basic" checks you need and money orders at no additional charge.

Senior Checking

Minimum to open this account is \$100.00.

DEPOSIT/SAVINGS

Passbook Savings

A Passbook Savings Account is designed for anyone who wants convenient access to their money.

This Account is an interest bearing account.

DEPOSITS/CERTIFICATES OF DEPOSIT

03 Month Certificate

06 Month Certificate

12 Month Certificate

18 Month Certificate

24 Month Certificate

30 Month Certificate

48 Month Certificate

60 Month Certificate

DEPOSITS/BUSINESS DEPOSITS

Business Checking

A checking account that earns tiered interest rates and has unlimited check writing.

This is an interest bearing account.

Minimum to open this account is \$100.00.

You will incur a \$4.50 monthly service fee if the daily balance falls below \$400.00 at any time during the monthly statement cycle.

Business Money Market Account

This Account is an interest bearing account.

Minimum to open this account is \$2,500.00.

Money Market Account earns bonus interest rates according to your balance; the larger the balance, the higher the rate earned. Immediate access to your funds, limited check writing privileges and a detailed monthly statement provide versatility.

Night Deposit Bags

For your convenience our Night Depository is available 24 Hours a day.

LOANS/AGRICULTURE

OPERATING LOANS

Provide credit for daily cash flow needs for crop & livestock production

Offer flexibility in spending

Competitive Rates

Fast Credit Approval

TERM LOANS

Provide financing for farm land, equipment and improvements including grain bins, drainage, buildings, etc.

Flexible Terms

Competitive Rates

Fast Credit Approval

LOANS/CONSUMER

Vehicle Loans

Whether you want to purchase a new or used vehicle come see us and take advantage of our competitive rates.

Personal Loans

Secured or unsecured, single payment or installment, whatever your needs are, we have a loan to fit you.

LOANS/RESIDENTIAL

Real Estate Loans

Purchase/Refinance/New

LOANS/BUSINESS

Lines of Credit

Business Operating Loans

Business Equipment and Machinery Loans

Business Inventory Loans

Business Improvement Loans

Business Vehicle Loans

Letters of Credit

Commercial Mortgages

OTHER SERVICES

Automated Teller Machine (ATM)

Night Drop

Electronic Funds Transfer

Automatic Transfer Service

Safe Deposit Boxes

LOCATION AND HOURS OF OPERATION

Anderson State Bank

111 West Highway, Oneida, Illinois

Phone: (309) 483-8011

Fax: (309) 483-6207

Lobby Hours

Mon-Thurs: 8:30 am - noon; 1:00 - 3:30 pm

Friday: 8:30 am - noon; 1:00 - 5:00 pm

Saturday: 8:30 am – noon

Drive-In Hours

Mon-Thurs: 8:30 am - 3:30 pm

Friday: 8:30 am - 5:00 pm

Saturday: 8:30 am – noon

Drive-Up ATM

Our drive-up ATM is located at 111 West Highway, Oneida, Illinois.

ATM available 24 hours a day.

Alternative Services

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 NOVEMBER 1, 2022
 THE FOLLOWING FEES MAY BE ASSESSED AGAINST YOUR ACCOUNT:

Service	Fee
Check Printing	Based off of customization of check order
Dormant Checking Account <small>(a checking account is dormant if there has been no activity for 1 year)</small>	\$3.00 per quarter
Dormant Savings Account <small>(a savings account is dormant if there has been no activity for 2 years)</small>	\$3.00 per quarter
Overdraft	\$25.00
Overdraft on Bill Pay	\$25.00
Items Returned for Non-Sufficient Funds	\$25.00
Account Hold	\$20.00
Balance Statements	\$25.00 per hour
Collection Fee	\$15.00
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
Return of Deposited Check	\$5.00
Replace Lost Passbook (Savings)	\$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

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

Monday – Thursday Business Day Cutoff Time: 3:30 pm

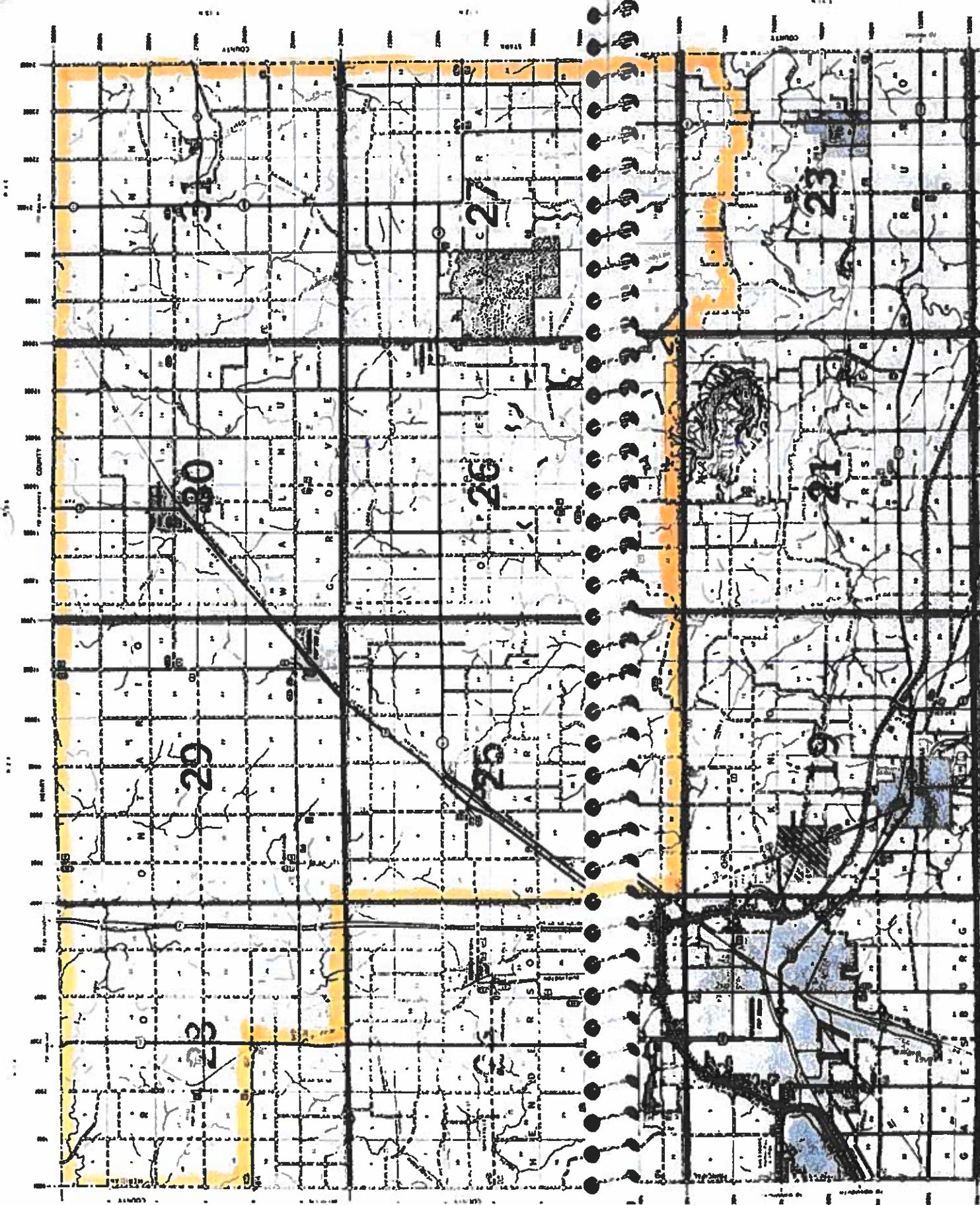
Friday Business Day Cutoff Time: 2:00 pm

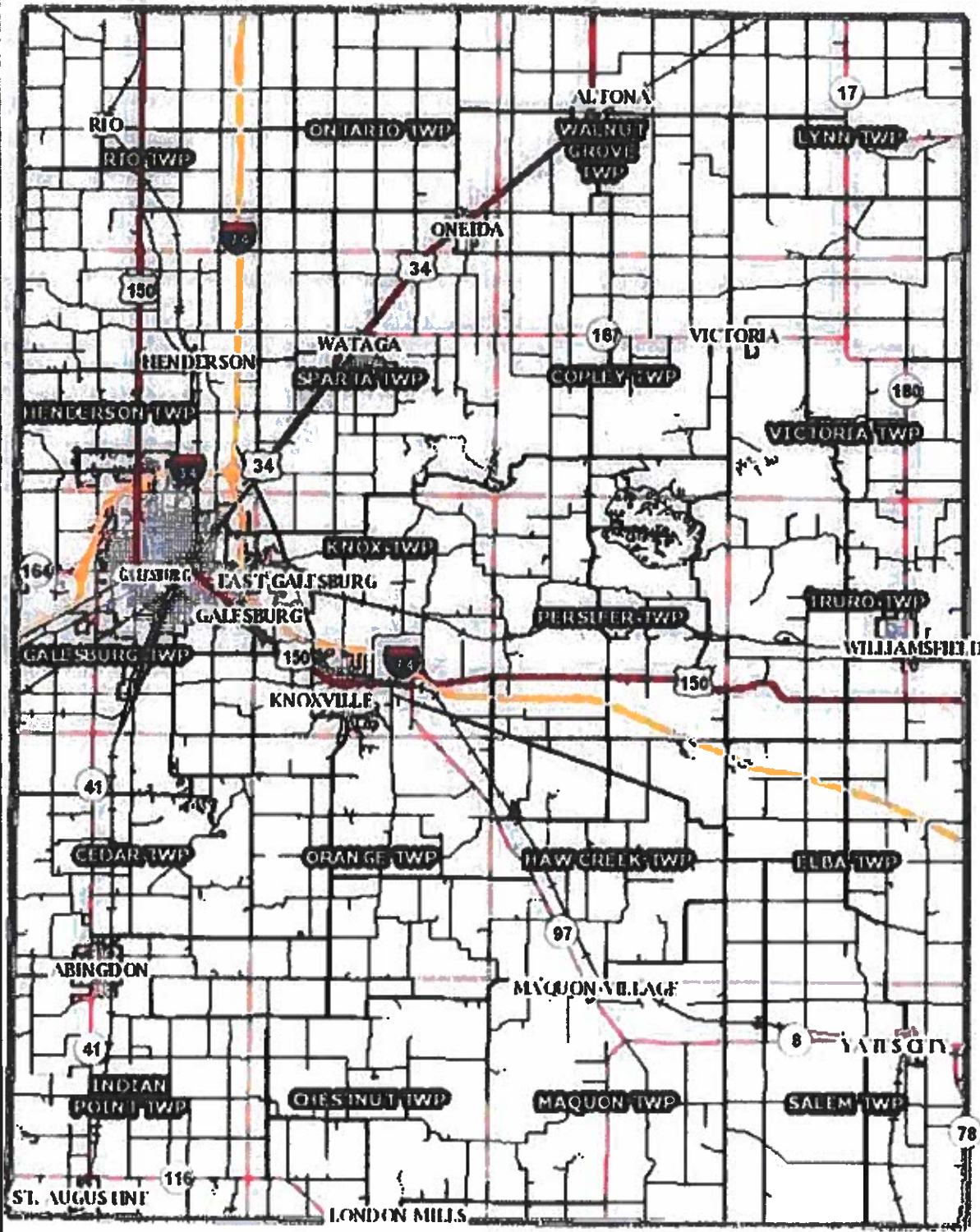
Monday – Friday Mobile Deposit Cutoff Time: 2:00pm



CRA Assessment Area

MAR PAGE DIVISIONS SHOWN IN RED





Knox county Knox County IL

Knox County, IL

Prepared by the Knox County GIS Department. This map is not a legal survey and cannot be used to establish any type of legal boundary. It is for reference purposes only and is provided as a courtesy by the Knox County GIS Department. Knox County shall not be responsible or suffer any liability for any decisions or interpretations of any kind made by any party using this map or attribute data.

Printed 11/5/2024



Loan to Deposit Ratio

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
Dep Total	\$80,612	\$82,031	\$79,422	\$76,667	\$72,553
Ratio	35.14%	35.18%	38.28%	38.09%	39.91%

RC4b
RC13a

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
Dep Total	\$88,229	\$89,625	\$89,814	\$92,595	\$80,612
Ratio	32.73%	32.08%	32.40%	30.84%	35.14%

RC4b
RC13a

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
Dep Total	\$90,665	\$89,625	\$89,814	\$95,037	\$88,229
Ratio	32.03%	32.08%	32.40%	28.45%	32.73%

RC4b
RC13a

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
Dep Total	\$93,807	\$95,611	\$93,294	\$96,190	\$90,665
Ratio	35.28%	31.24%	30.67%	29.24%	32.03%

RC4b
RC13a

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
Dep Total	\$89,409	\$94,975	\$90,822	\$90,801	\$93,807
Ratio	43.17%	40.64%	42.62%	40.14%	35.28%

RC4b
RC13a

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
Dep Total	\$68,686	\$73,466	\$70,104	\$71,457	\$69,499
Ratio	38.29%	35.83%	38.41%	38.42%	39.97%

RC4b
RC13a

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
Dep Total	\$72,062	\$73,018	\$69,587	\$68,859	\$68,686
Ratio	39.47%	36.58%	38.33%	38.57%	38.29%

RC4b
RC13a

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
Dep Total	\$72,553	\$75,608	\$70,085	\$71,242	\$72,062
Ratio	39.91%	37.29%	41.41%	41.07%	39.47%

RC4b
RC13a

Report of Condition

Report of Condition

Consolidated domestic subsidiaries of:

Anderson State Bank in the state of IL at the close of business on December 31, 2024

Dollar Amounts in Thousands

ASSETS

Cash and balances due from depository institutions:

Noninterest-bearing balances and currency and coin	1,185
Interest-bearing balances	7,912

Securities:

Held-to-maturity securities	0
Available-for-sale debt securities	44,745
Equity securities with readily determinable fair values not held for trading	5

Federal funds sold and securities purchased under agreements to resell:

Federal funds sold	7,775
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	38,597
LESS: Allowance for credit losses on loans and leases	232
Loans and leases held for investment, net of allowance	38,365

Trading assets

0

Premises and fixed assets (including right-of-use assets)

220

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

4,715

Total assets

104,922

Dollar Amounts in Thousands

LIABILITIES

Deposits:

In domestic offices	89,409
Noninterest-bearing	19,418
Interest-bearing	69,991

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

Report of Condition (continued)

Subordinated notes and debentures	0
Other liabilities	94
Total liabilities	89,503

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.	15,770
Accumulated other comprehensive income.	-1,851
Other equity capital components.	0
Total bank equity capital	15,419
Noncontrolling (minority) interests in consolidated subsidiaries.	0
Total equity capital	15,419
Total liabilities and equity capital	104,922

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)

Richard D. Anderson

 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.

Richard D. Anderson

 Signature of Chief Financial Officer (or Equivalent)

02/20/25

 Date of Signature