CNB COMMUNITY BANCORP, INC. REPORTS THIRD QUARTER 2026 RESULTS

HILLSDALE, Michigan, October 16, 2026 – CNB Community Bancorp, Inc. (OTCQX: CNBB), the parent company of County National Bank (the "Bank"), today announced earnings for the three and nine months ended September 30, 2026. Earnings during the third quarter of 2026 totaled $2.7 million, a decrease of $492,000, or 15.5%, compared to the $3.2 million earned during the three months ended September 30, 2025. The decrease in net income was predominately the result of an increase in the provision for credit losses partially offset by an increase in net interest income, an increase in noninterest income driven by increases in Wealth Management, and a decrease in noninterest expense driven by a reduction in compensation expense. Basic earnings per share for CNB Community Bancorp, Inc. (the "Company") decreased to $1.35 during the three months ended September 30, 2026, down $0.20 from $1.55 for the third quarter of 2025. For the nine months ended September 30, 2026, the Company reported net income of $8.8 million, unchanged from the nine months ended September 30, 2025. The minimal variance year-over-year was primarily resultant from a $2.6 million increase in the provision for credit loss and infrastructure maintenance and expansion of $330,000 offset by the increase in net interest income of $2.9 million. Basic earnings per share increased to $4.45 during the nine months ended September 30, 2026, up $0.13 from $4.32 for the first nine months of 2025.

The annualized return on average assets ("ROA") decreased to 0.79% for the three months ended September 30, 2026, down 17 basis point from 0.96% for the three months ended September 30, 2025. The annualized return on average equity ("ROE") decreased to 9.52% for the current quarter, down from 11.89% for the third quarter of 2025. ROA declined to 0.87% for the nine months ended September 30, 2026, down four basis points from the 0.91% during the first nine months of 2025. ROE was 10.77% during the first nine months of 2026, down from 11.49% during the nine-month period ended September 30, 2025. Book value per share increased to $56.25 at September 30, 2026, up $3.59 from $52.66 at September 30, 2025.

Joseph R. Williams, President and Chief Executive Officer of CNB Community Bancorp, Inc. and County National Bank, commented, "I am very pleased with the continued strong performance of our Net Interest Margin at 4.06% through September 30, 2026 and 4.09% for the third quarter of 2026 as traditional banks are reliant on this loan-to-deposit rate gap. I say this while noting that valuations of our nonperforming credits caused net charge offs of $1.9 million during this quarter. However, I believe in our strategy of community lending as we exist for our communities because of the support of our shareholders and efforts of our associates."

Mr. Williams continued, "CNB's margin enters the final quarter with a strong tailwind due to asset repricing. Therefore, we will continue to monitor our balance sheet but with the knowledge that we have built a strong and resilient franchise here at County National Bank."

Financial Highlights

- Total assets increased $36.5 million from September 30, 2025, or 2.8%, to $1.35 billion, and by $33.2 million, or 2.5%, from December 31, 2025.
- Net loans increased $54.2 million, or 5.1%, to $1.12 billion at September 30, 2026, compared to $1.07 billion at September 30, 2025, and increased $39.4 million, or 3.6%, from December 31, 2025.
- Total deposits increased $4.7 million, or 0.4%, to $1.12 billion at September 30, 2026, from $1.12 billion at September 30, 2025, and increased $5.6 million, or 0.5%, from December 31, 2025.
- Tangible book value per share increased $3.58, or 7.0%, to $54.94 at September 30, 2026, up from $51.36 at September 30, 2025 and up $2.54 from $52.40 at December 31, 2025.
- The Company has repurchased 29,282 shares to date in 2026 as part of the ongoing buyback announced earlier in 2026, paying an average of $45.39 per share. Total shares outstanding are 2,016,453 as of September 30, 2026 compared to 2,038,598 at December 31, 2025.
- Net income decreased from the third quarter of 2025 by $492,000, or 15.5%, to $2.7 million in the third quarter of 2026, and basic EPS decreased $0.20, or 12.8%, to $1.35 from $1.55.
- Net interest income for the third quarter of 2026 increased $801,000 to $13.2 million from the third quarter of 2025.
- Pre-tax, pre-provision net income increased to $5.5 million in the third quarter of 2026 from $4.2 in the third quarter of 2025 or 30.4%.

Balance Sheet Review
The Company's assets totaled $1.35 billion at September 30, 2026, compared to $1.32 billion at December 31, 2025, and September 30, 2025. The change in composition of assets was predominately related to the fluctuation in investable assets as funding of the asset side of the balance sheet has varied with cash being repositioned to investments and new credits being funded by a combination of an increase in borrowings and growth in client deposits.

Net loans totaled $1.12 billion at September 30, 2026, compared to $1.08 billion at December 31, 2025, and $1.07 billion at September 30, 2025. The loan portfolio at September 30, 2026 included: $662.4 million in commercial real estate loans, $244.3 million in commercial loans, $192.5 in residential real estate loans, and $36.0 million in consumer loans.

Nonperforming assets at September 30, 2026 were $27.8 million compared to $16.8 million at December 31, 2025, and $18.9 million at September 30, 2025. Nonperforming assets as a percentage of total assets were 2.05% at September 30, 2026, 1.27% at December 31, 2025, and 1.43% at September 30, 2025.

Nonperforming loans at September 30, 2026 were $27.5 million, an increase of $10.9 million, or 65.7%, from the $16.6 million balance at December 31, 2025, and an increase of $8.7 million, or 46.3%, from the $18.8 million at September 30, 2025. Nonperforming loans as a percentage of total loans increased to 2.42% at September 30, 2026, compared to 1.51% at December 31, 2025, and from 1.74% at September 30, 2025. The level within CNB's nonperforming credits increased based mainly upon the addition of two large credits that involve commercial real estate. These two credits total approximately $10 million and are in the process of a workout with both credits having been reviewed individually for impairment as collateral dependent loans. The remaining portion of nonperforming loans remains consistent with previously reported levels with exceptions for charge offs and paydowns.

During the third quarter of 2026, a provision for credit losses of $2.2 million was recorded, which is an increase of $1.9 million from a provision of $245,000 recorded during the third quarter of 2025. Net charge-offs totaled $1.9 million during the third quarter of 2026 compared to net charge-offs of $418,000 in the third quarter of 2025. The charge-offs from the current quarter were predominately related to commercial real estate credits that were collateral dependent nonperforming credits which were further adjusted due to the Bank's ongoing monitoring of the value of our collateral positions through a $2.0 million charge-off.

Net charge-offs (annualized) as a percentage of average loans was 0.65% for third quarter of 2026, which was an increase from the net charge-offs of 0.16% in the third quarter of 2025. The allowance for credit losses totaled $12.9 million at September 30, 2026, compared to $12.1 million at December 31, 2025, and $12.7 million at September 30, 2025. The allowance for credit losses as a percentage of total loans was 1.13% at September 30, 2026, which is an increase from 1.10% as of December 31, 2025, and a decrease from 1.17% at September 30, 2025. The change in the allowance was primarily driven by updates to our qualitative framework to reflect evolving macroeconomic conditions and shifting portfolio risk characteristics. This increase of the allowance fully offset the $1.9 million in net charge-offs recognized during the third quarter. The allowance will continue to be adjusted based upon the current and forward-looking issues identified within the portfolio.

Total investment securities, exclusive of the Federal Home Loan Bank of Indianapolis, Federal Reserve Bank and other stock without readily determined fair value, aggregated to $157.8 million at September 30, 2026, a decrease of 7.3% from $170.2 million at December 31, 2025, and an increase of 1.2% from $156.0 million at September 30, 2025. The decline from year-end primarily reflects valuation adjustments driven by shifting interest rate environments, alongside normal principal amortization and maturities. Management executed no material purchases or strategic portfolio reallocations during the nine-month period ended September 30, 2026 but had over $15 million in purchases in the fourth quarter of 2025. While continued growth of the loan portfolio remains the primary focus for Bank management, the Bank will continue to manage the securities portfolio through prudent investment in securities that align with the Bank's investment criteria when excess cash is available.

Noninterest bearing deposits have decreased by $17.5 million (8.1%) from $216.3 million at December 31, 2025, and $16.1 million (7.5%) from $214.9 million one year ago. Interest bearing deposits increased from $901.2 million at December 31, 2025, and from $903.5 million at September 30, 2025, to $924.3 million at September 30, 2026. The fluctuation and shift in the make-up of deposits results from multiple factors including the ongoing efforts by our associates, the rate environment, and the needs of our clients. The expectation remains that competition and the rate environment will further impact the amount and type of deposits within the balance sheet.

The Company's outstanding borrowings increased by $23.1 million to $106.1 million at September 30, 2026 compared to $83.0 million at December 31, 2025 and by $25.5 million from $80.6 million at September 30, 2025. The increase from year-end 2025 was due to additional borrowings of $40.4 million ($440,000 at the holding company) partially offset by the normal paydown of senior debt at the holding company of $1.7 million and a maturity of the short-term funding of the Bank's loan growth of $15.6 million. The year-over-year increase was a combination of the short-term funding of loan growth at the Bank ($40.0 million) and leveraging at the holding company ($3.3 million) partially offset by $2.3 million in payments at the holding company and the aforementioned maturity of $15.6 million.

Total shareholders' equity increased by $3.4 million (3.2%) from $107.8 million at December 31, 2025, and increased by $6.3 million (6.0%) from $104.9 million one year ago. The $3.4 million increase was mainly related to earnings during 2026 of $8.8 million partially offset by an increase in comprehensive loss from temporary market value adjustments to the securities portfolio of $2.0 million, cash dividends of $1.01 per share totaling approximately $2.0 million, and the repurchase of $1.3 million in shares of the holding company. On a year-over-year basis, the increase of $6.3 million in equity was predominately related to net income of $11.9 million and an increase in common stock from vesting of restricted shares of $609,000. These increases were partially offset by $1.7 million from an increase in other comprehensive loss from temporary market value adjustments to the securities portfolio, $3.1 million in dividends paid, and the holding company's repurchase of $1.4 million in shares outstanding. As of the end of the third quarter of 2026, the shares outstanding were 2,016,453 compared to 2,038,033 at the end of the third quarter in 2025.

Net Interest Income and Net Interest Margin

Net interest income was $13.2 million for the quarter ended September 30, 2026, up $801,000, or 6.5%, from $12.4 million during the third quarter of 2025, and for the nine months ended September 30, 2026, net interest income increased $2.9 million (8.2%) to $38.3 million from $35.4 million for the nine months ended September 30, 2025. Interest income for the third quarter of 2026 increased $889,000 (4.9%) to $19.1 million from $18.3 million for the third quarter of 2025, and for the nine months ended September 30, 2026, interest income increased $2.7 million (5.1%) to $55.8 million from $53.1 million for the nine months ended September 30, 2025, mainly due to increases in rate and volume in commercial real estate credits. Interest expense for the third quarter of 2026 increased $88,000 (1.5%) to $6.0 million from $5.9 million for the third quarter of 2025, and for the nine months ended September 30, 2026, decreased $187,000 (1.1%) to $17.5 million from $17.7 million for the nine months ended September 30, 2025. Overall, interest expense has been impacted by fluctuations in noninterest-bearing deposits, the reduction in cost of interest-bearing deposits, and the movement of funds into higher yielding interest-bearing deposits.

Net interest margin is net interest income expressed as a percentage of average interest-earning assets. For the quarter ended September 30, 2026, the net interest margin on a fully taxable equivalent basis increased to 4.09% from 3.96% from the third quarter of 2025, and for the nine months ended September 30, 2026, increased to 4.06% from 3.86% for the nine months ended September 30, 2025. Much of the change in margin has been a product of the market rates improving on both sides of the balance sheet with the yield on earning assets slightly improving to 5.81% in the third quarter of 2026 from 5.75% during that same period in 2025, while year-to-date 2026 yield on interest-earning assets improved to 5.77% compared to 5.71% in 2025. Over the third quarter of 2026, the cost of funds decreased seven basis points to 1.86% from 1.93% while the year-to-date 2026 cost of funds is 1.84% down 13 basis points from the 1.97% for the first nine months of 2025.

Noninterest Income/Expense

During the three months ended September 30, 2026, noninterest income totaled $2.4 million, an increase of $224,000 (10.3%) from the three months ended September 30, 2025 and was $7.0 million, an increase of $541,000 (3.2%), for the nine months ended September 30, 2026 from the nine months ended September 30, 2025. From a quarter-over-quarter and year-over-year comparison, the increases in noninterest income of $204,000 and $541,000, respectively, were materially driven by increases in Wealth Management fees of $160,000 and $176,000, respectively.

Noninterest expense totaled $10.1 million during the three months ended September 30, 2026, a decrease of $253,000 (2.4%) from the third quarter of 2025 and there was an increase of $954,000 (3.2%) from $30.2 million for the nine months ended September 30, 2025 to $31.1 million for the same period in 2026. The largest component of the decrease in quarter-over-quarter noninterest expense was a decrease in salaries and associate benefits of $214,000 related to a decrease in expense for other associate benefits. Through the first nine months of 2026, salaries and associate benefits increased $221,000 and occupancy and equipment expense increased $332,000 from that same period in 2025. These were the most impactful increases and were primarily due to an increase in the number of associates/increasing salaries partially offset by a decrease in benefits, as well as the expense related to the expansion and maintenance of CNB's infrastructure.

About CNB Community Bancorp Inc.
CNB Community Bancorp, Inc. (OTCQX:CNBB) is a one-bank holding company. Its subsidiary bank, County National Bank, is a nationally chartered full-service community bank that also offers investment management and trust services and has been serving southern Michigan since 1934. The corporate headquarters are in Hillsdale, Michigan. CNB provides a wide array of financial products and services through its 13 full-service offices, three loan production offices, and 18 ATMs.

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Safe Harbor Statement
This news release and other releases and reports issued by the Company may contain "forward-looking statements." The Company cautions readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made. The Company is including this statement for purposes of taking advantage of the safe-harbor provisions of the Private Securities Litigation Reform Act of 1995.

CNB Community Bancorp, Inc.

Condensed Consolidated Balance Sheets (Unaudited)

(Dollars in thousands)

ASSETS	**September 30, 2026**	**December 31, 2025**	**September 30, 2025**
Cash and due from banks	$ 20,035	$ 15,947	$ 41,700
Debt securities	157,347	169,859	155,627
Marketable equity securities	428	355	355
Loans & leases:			
Commercial	244,274	241,459	240,154
Commercial real estate	662,371	630,374	617,131
Residential real estate	192,526	186,683	184,430
Consumer and other	35,995	36,458	39,154
Deferred loan and lease origination costs, net	648	628	500
Allowance for credit losses	(12,884)	(12,074)	(12,658)
Loans and leases, net	1,122,930	1,083,528	1,068,711
Loans held for sale	246	463	424
Accrued interest receivable	5,797	5,396	5,507
Bank premises and equipment, net	11,256	11,588	11,356
Bank-owned life insurance	18,111	17,658	17,512
Goodwill	2,591	2,591	2,591
Other	14,224	12,332	12,648
Total assets	$ 1,352,965	$ 1,319,717	$ 1,316,431
LIABILITIES			
Deposits:			
Noninterest-bearing	$ 198,791	$ 216,256	$ 214,878
Money market and interest checking	602,993	588,907	585,777
Savings	132,647	142,664	135,869
Time	188,705	169,659	181,901
Total deposits	1,123,136	1,117,486	1,118,425
Borrowings	106,088	82,975	80,644
Accrued interest payable	901	874	1,057
Other	11,624	10,617	11,419
Total liabilities	1,241,749	1,211,952	1,211,545
SHAREHOLDERS' EQUITY			
Common stock	8,451	9,416	9,390
Unearned restricted stock awards	(1,561)	(1,168)	(1,715)
Retained earnings	107,984	101,201	99,150
Accumulated other comprehensive loss	(3,658)	(1,684)	(1,939)
Total shareholders' equity	111,216	107,765	104,886
Total liabilities and shareholders' equity	$ 1,352,965	$ 1,319,717	$ 1,316,431
Ratios:			
Nonperforming loans and leases to total loans and leases	2.42 %	1.51 %	1.74 %
Quarterly net charge-offs to average loans and leases (annualized)	0.65 %	0.95 %	0.16 %
Allowance for credit losses to total loans and leases	1.13 %	1.10 %	1.17 %
Book value per share (includes only vested stock)	$ 56.25	$ 53.69	$ 52.66
Tangible book value per share (includes only vested stock)	$ 54.94	$ 52.40	$ 51.36
Nonperforming loans	$ 27,530	$ 16,558	$ 18,811
Nonperforming assets	$ 27,758	$ 16,803	$ 18,855

CNB Community Bancorp, Inc.

Condensed Consolidated Statements of Income (Unaudited)

(Dollars in thousands, except per share data)

	Third Quarter 2026	Third Quarter 2025	% Change	For the Nine Months Ended September 30, 2026	2025	% Change
Interest income	$ 19,150	$ 18,261	4.9%	$ 55,799	$ 53,075	5.1%
Interest expense	5,991	5,903	1.5%	17,507	17,694	(1.1%)
Net interest income	13,159	12,358	6.5%	38,292	35,381	8.2%
Provision for credit losses	2,165	245	783.7%	3,170	581	445.7%
Noninterest income:						
Service charges on deposit accounts	341	322	5.9%	982	927	5.9%
ATM service charges	653	605	7.9%	1,864	1,767	5.5%
Gain on sale of loans	111	236	(53.0%)	453	470	(3.6%)
Wealth Management	841	681	23.5%	2,368	2,192	8.0%
Other noninterest income	458	336	36.3%	1,305	1,075	21.4%
Total noninterest income	2,404	2,180	10.3%	6,972	6,431	8.4%
Noninterest expense:						
Compensation and benefits	5,518	5,732	(3.7%)	17,269	17,048	1.3%
Occupancy and equipment	1,671	1,721	(2.9%)	5,272	4,942	6.7%
ATM Expenses	455	452	0.7%	1,369	1,341	2.1%
Marketing and public relations	240	224	7.1%	726	669	8.5%
Professional services	191	241	(20.7%)	582	731	(20.4%)
Data Communications	484	509	(4.9%)	1,428	1,495	(4.5%)
Other expense	1,526	1,459	4.6%	4,495	3,961	13.5%
Total noninterest expense	10,085	10,338	(2.4%)	31,141	30,187	3.2%
Income before provision for income taxes	3,313	3,955	(16.2%)	10,953	11,044	(0.8%)
Provision for income taxes	639	789	(19.0%)	2,134	2,195	(2.8%)
Net income	$ 2,674	$ 3,166	(15.5%)	$ 8,819	$ 8,849	(0.3%)
Basic earnings per share*	$ 1.35	$ 1.55	(12.8%)	$ 4.45	$ 4.32	3.0%
Net interest margin as a percentage of average earning assets (fully taxable equivalent) (Bank Level)	4.09%	3.96%		4.06%	3.86%	
Return on average assets (ROA)	0.79%	0.96%		0.87%	0.91%	
Return on average equity (ROE)	9.52%	11.89%		10.77%	11.49%	

NOTES:

*Includes only vested stock