

## Tri-County Financial Group, Inc. Reports Second Quarter 2025 Financial Results

MENDOTA, IL, July 28, 2025 (PR NEWSWIRE) Tri-County Financial Group, Inc. (The Company) (OTCQX: TYFG) today announced financial results for the second quarter of 2025.

Net income for the second quarter of 2025 was \$3.5 million (\$1.47 per share), compared to \$2.3 million (\$0.95 per share) during the second quarter of 2024. Net income was \$6.1 million (\$2.54 per share) for the six-month period ending June 30, 2025.

Net interest income was \$12.2 million during the quarter ended June 30, 2025, compared to \$10.6 million in the same period of 2024, an increase of 15%.

Non-interest income was \$4.7 million for the second quarter of 2025, an increase of \$0.6 million, or 13%, compared to \$4.1 million during the quarter ended June 30, 2024.

Non-interest expense was \$12.2 million during the quarter ended June 30, 2025, compared to \$11.6 million for the second quarter of 2024, an increase of \$0.6 million.

Our investment portfolio consists entirely of debt securities classified as available-for-sale; therefore, unrealized gains and losses are fully reported on our balance sheet. None of our securities are classified as held-to-maturity. The investment portfolio increased \$4.1 million or 3% year over year and totaled \$148.2 million at June 30, 2025.

Total loans increased \$15.1 million, or 1%, to \$1.30 billion at June 30, 2025, from \$1.29 billion at June 30, 2024. Nonperforming loans as a percent of total loans were 0.29% as of June 30, 2025, compared to 0.76% at June 30, 2024.

The provision for credit loss had a recovery of \$0.1 million for the quarter ended June 30, 2025. The allowance for credit loss ended at \$14.7 million at June 30, 2025 and represented 1.13% of gross loans. Asset quality continues to remain solid and charge offs remain low.

Total deposits increased slightly by \$0.7 million, year-over-year. However, approximately \$32.5 million and \$87.5 million consisted of brokered deposits at June 30, 2025 and 2024, respectively. Federal Home Loan Bank (FHLB) advances were \$86.9 million and \$68.7 million at June 30, 2025 and 2024, respectively.

The Company's capital levels remain solid as of June 30, 2025, with a Tier 1 leverage ratio of 9.91%.

On June 10, 2025, the Board of Directors declared a regular dividend of \$0.25 per share, payable July 10, 2025, to shareholders of record on June 30, 2025.

In announcing the results, Tri-County Financial Group, Inc. President and CEO Tim McConville, stated, "Our second quarter results reflected solid earnings with strong growth in net interest income and continued improvement in our net interest margin. As we begin to see repricing in our loan portfolio, we believe solid earnings performance will continue with increased yields on our earning assets and lower funding costs. Asset quality remains strong. We remain attentive to our loan strategies and monitor our local competition to offer competitive rates while continuing to provide exceptional community banking services. We believe that our diversified balance sheet and lines of business are well-positioned."

Tri-County Financial Group, Inc. is the parent holding company for First State Bank, with offices in Mendota, Batavia, Bloomington, Champaign, Geneva, LaMoille, McNabb, North Aurora, Ottawa, Peru, Princeton, Rochelle, Shabbona, St. Charles, Streator, Sycamore, Waterman and West Brooklyn. First State Bank is the parent company of First State Mortgage Services, LLC and First State Insurance. Tri-County Financial Group, Inc. shares are quoted under the symbol TYFG and traded on OTCQX.

Note: This press release may contain forward-looking statements as defined in the Private Securities Litigation Reform Act of 1995. Actual results and trends could differ materially from those set forth in such statements due to various factors, including operating; legal and regulatory risks; changing economic and competitive conditions; and other risks and uncertainties.

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**TRI COUNTY FINANCIAL GROUP, INC. & SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**QUARTER ENDED JUNE 30TH**

(Unaudited, 000s omitted, except share data)

	<b>2025</b>	<b>2024</b>
Interest Income	\$ 20,107	\$ 19,390
Interest Expense	7,864	8,774
<hr/> Net Interest Income	12,243	10,616
Provision (Recovery) for Credit Losses	(113)	98
<hr/> Net Interest Income After Provision (Recovery) for Credit Losses	12,356	10,518
Non-Interest Income	4,658	4,118
FDIC Assessments	172	180
Non-Interest Expenses	12,049	11,372
<hr/> Income Before Income Taxes	4,793	3,084
Applicable Income Taxes	1,286	779
Security Gains (Losses)	-	-
<hr/> Net Income (Loss)	<u>\$ 3,507</u>	<u>\$ 2,305</u>
 Basic Net Income Per Share	 \$ 1.47	 \$ 0.95
Weighted Average Shares Outstanding	2,388,743	2,421,125

\*\* Certain reclassifications have been made to preserve consistency between the periods presented.

**TRI-COUNTY FINANCIAL GROUP, INC. & SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS**

(Unaudited, 000s omitted, except share data)

<b>ASSETS</b>	<b>6/30/2025</b>	<b>6/30/2024</b>
Cash and Due from Banks	\$ 45,436	\$ 34,127
Federal Funds Sold	2,000	1,369
Debt Securities Available-for-Sale	148,152	144,056
Loans and Leases	1,301,782	1,286,687
Less: Allowance for Credit Losses	(14,665)	(14,937)
Loans, Net	1,287,117	1,271,750
Premises & Equipment	24,880	25,140
Intangibles	8,689	8,711
Other Real Estate Owned	101	101
Accrued Interest Receivable	8,031	8,436
Other Assets	38,537	38,493
<b>TOTAL ASSETS</b>	<b>\$ 1,562,943</b>	<b>\$ 1,532,183</b>
<b>LIABILITIES</b>		
Demand Deposits	164,880	164,708
Interest-bearing Demand Deposits	404,627	386,818
Savings Deposits	200,172	193,141
Time Deposits	499,097	523,419
Total Deposits	1,268,776	1,268,086
Repurchase Agreements	26,199	24,089
FHLB and Other Borrowings	86,917	68,667
Interest Payable	73	73
Subordinated Debt	9,846	9,822
Total Repos & Borrowings	123,035	102,651
Other Liabilities	21,504	21,718
Dividends Payable	610	494
<b>TOTAL LIABILITIES</b>	<b>\$ 1,413,925</b>	<b>\$ 1,392,949</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common Stock	2,389	2,416
Additional Paid-in-Capital	20,980	22,117
Retained Earnings	134,660	125,424
Accumulated Other Comprehensive Loss	(9,011)	(10,723)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>149,018</b>	<b>139,234</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 1,562,943</b>	<b>\$ 1,532,183</b>
Book Value Per Share	\$ 62.37	\$ 57.64
Tangible Book Value Per Share	\$ 58.73	\$ 54.03
Bid Price	\$ 43.25	\$ 40.00
Period End Outstanding Shares	2,389,343	2,415,678