

Madison County Financial, Inc.

Reports Third Quarter 2024 Financial Results

MADISON, Nebraska, November 13, 2024. Madison County Financial, Inc. (OTC Pink: MCBK) (“Company”), the parent holding company of Madison County Bank (“Bank”), today announced its results of operations for the three and nine months ended September 30, 2024 and 2023.

The Company's net income for the three months ended September 30, 2024 was \$957,000 or \$0.37 per diluted share, compared to net income of \$577,000 or \$0.22 per diluted share for the same period in 2023. The Company's net income for the nine months ended September 30, 2024 was \$2.6 million or \$1.01 per diluted share, compared to net income of \$1.8 million or \$0.69 per diluted share for the same period in 2023.

Total assets decreased \$10.8 million to \$598.9 million at September 30, 2024, compared to \$609.7 million at December 31, 2023, resulting from decreases in cash and cash equivalents, certificates of deposit, net loans, Federal Home Loan Bank Stock and other assets, offset in part by an increase in interest receivable.

As of September 30, 2024, there were 2,722,144 issued and outstanding shares of common stock, par value \$0.01 per share, and at November 12, 2024, there remained 2,722,144 issued and outstanding shares of common stock. The Bank was considered well-capitalized under applicable federal regulatory capital guidelines at September 30, 2024.

This release may contain forward-looking statements within the meaning of the federal securities laws. These statements are not historical facts; rather, they are statements based on the Company's current expectations regarding its business strategies and their intended results and its future performance. Forward-looking statements are preceded by terms such as "expects", "believes", "anticipates", "intends" and similar expressions.

Forward-looking statements are not guarantees of future performance. Numerous risks and uncertainties could cause or contribute to the Company's actual results, performance and achievements to be materially different from those expressed or implied by the forward-looking statements. Factors that may cause or contribute to these differences include, without limitation, general economic conditions, including changes in market interest rates and changes in monetary and fiscal policies of the federal government, legislative and regulatory changes.

Because of the risks and uncertainties inherent in forward-looking statements, readers are cautioned not to place undue reliance on them, whether included in this report or made elsewhere from time to time by the Company or on its behalf. Except as may be required by applicable law or regulation, the Company assumes no obligation to update any forward-looking statements.

MADISON COUNTY FINANCIAL, INC.
CONSOLIDATED FINANCIAL HIGHLIGHTS

(Dollars in Thousands, Except Per Share Data)

	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	(Unaudited)		(Unaudited)	
Operating Data:				
Total interest income	\$ 6,866	\$ 6,210	\$ 20,028	\$ 18,427
Total interest expense	<u>4,071</u>	<u>3,925</u>	<u>11,902</u>	<u>11,012</u>
Net interest income	2,795	2,285	8,126	7,415
Credit for credit losses	<u>-</u>	<u>(87)</u>	<u>(6)</u>	<u>(37)</u>
Net interest income after credit for credit losses	2,795	2,372	8,132	7,452
Total non-interest income	752	633	1,829	1,689
Total non-interest expense	<u>2,453</u>	<u>2,467</u>	<u>7,103</u>	<u>7,435</u>
Income before income taxes	1,094	538	2,858	1,706
Income tax expense(benefit)	<u>137</u>	<u>(39)</u>	<u>228</u>	<u>(98)</u>
Net income	<u>\$ 957</u>	<u>\$ 577</u>	<u>\$ 2,630</u>	<u>\$ 1,804</u>
Per Share Information:				
Net income per share, basic	\$ 0.37	\$ 0.23	\$ 1.01	\$ 0.71
Average common shares outstanding, basic	2,600,271	2,551,451	2,599,500	2,541,235
Net income per share, diluted	\$ 0.37	\$ 0.22	\$ 1.01	\$ 0.69
Average common shares outstanding, diluted	2,600,271	2,591,126	2,601,263	2,603,399
Basic tangible book value per share	\$ 34.20	\$ 32.94	\$ 34.20	\$ 32.94
Performance ratios (annualized for 9 month period):				
Return on average assets	0.64%	0.39%	0.59%	0.40%
Return on average equity	4.05%	2.53%	3.76%	2.66%
Efficiency ratio	69.16%	84.54%	71.35%	81.67%
Interest rate spread	1.28%	0.94%	1.24%	1.10%
Net interest margin	1.95%	1.62%	1.92%	1.73%

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	September 30, 2024	December 31, 2023
	(Unaudited)	
Financial Condition Data:		
Total assets	\$ 598,886	\$ 609,711
Securities, including FHLB and FRB Stock	120,626	121,685
Loans receivable, net of allowance for credit losses on loans of \$6,375 and \$6,381, respectively	442,524	450,610
Deposits	448,478	437,795
Borrowings	48,400	72,271
Total liabilities	504,183	517,271
Stockholders' equity	94,703	92,440
Balance Sheet Ratios:		
Securities, including FHLB and FRB Stock, as a percent of total assets	20.14%	19.96%
Tangible common equity as a percent of tangible assets	15.59%	14.93%
Asset Quality Data:		
Nonaccrual loans	\$ 784	\$ 820
Loans over 90 days and still accruing	0	0
Asset Quality Ratios:		
Nonperforming assets as a percent of total assets	0.13%	0.13%
Nonperforming loans as a percent of total assets	0.13%	0.13%
Nonperforming loans as a percent of total loans	0.17%	0.18%
Net chargeoffs as a percent of average loans	0.00%	0.00%
Allowance for credit losses on loans as a percent of total loans	1.42%	1.40%
Allowance for credit losses on loans as a percent of nonperforming loans	813.14%	778.05%
Regulatory Capital ratios (Bank only):		
Total capital (to risk-weighted assets)	19.09%	18.64%
Tier 1 capital (to risk-weighted assets)	17.84%	17.39%
Tier 1 capital (to average assets)	14.34%	14.17%
Common Equity Tier 1 capital	17.84%	17.39%

SOURCE: Madison County Financial, Inc.