

Madison County Financial, Inc.

Reports Second Quarter 2024 Financial Results

MADISON, Nebraska, August 15, 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 six months ended June 30, 2024 and 2023.

The Company's net income for the three months ended June 30, 2024 was \$951,000 or \$0.37 per diluted share, compared to net income of \$503,000 or \$0.19 per diluted share for the same period in 2023. The Company's net income for the six months ended June 30, 2024 was \$1.7 million or \$0.64 per diluted share, compared to net income of \$1.2 million or \$0.47 per diluted share for the same period in 2023.

Total assets decreased \$13.6 million to \$596.1 million at June 30, 2024, compared to \$609.7 million at December 31, 2023, resulting from decreases in cash and cash equivalents, net loans, Federal Home Loan Bank Stock and interest receivable.

As of June 30, 2024, there were 2,731,395 issued and outstanding shares of common stock, par value \$0.01 per share, and at August 14, 2024, there remained 2,731,395 issued and outstanding shares of common stock. The Bank was considered well-capitalized under applicable federal regulatory capital guidelines at June 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)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
	(Unaudited)		(Unaudited)	
Operating Data:				
Total interest income	\$ 6,720	\$ 6,147	\$ 13,162	\$ 12,217
Total interest expense	3,942	3,679	7,831	7,087
Net interest income	2,778	2,468	5,331	5,130
Provision/Credit for credit losses	-	-	(6)	50
Net interest income after provision(credit) for credit losses	2,778	2,468	5,337	5,080
Total non-interest income	559	548	1,077	1,056
Total non-interest expense	2,266	2,551	4,650	4,968
Income before income taxes	1,071	465	1,764	1,168
Income tax expense(benefit)	120	(38)	91	(59)
Net income	\$ 951	\$ 503	\$ 1,673	\$ 1,227
Per Share Information:				
Net income per share, basic	\$ 0.37	\$ 0.20	\$ 0.64	\$ 0.48
Average common shares outstanding, basic	2,601,998	2,544,407	2,599,124	2,536,049
Net income per share, diluted	\$ 0.37	\$ 0.19	\$ 0.64	\$ 0.47
Average common shares outstanding, diluted	2,601,998	2,605,691	2,601,769	2,609,459
Basic tangible book value per share	\$ 33.62	\$ 32.85	\$ 33.62	\$ 32.85
Performance ratios (annualized for 6 month period):				
Return on average assets	0.65%	0.34%	0.57%	0.41%
Return on average equity	4.11%	2.22%	3.62%	2.73%
Efficiency ratio	67.91%	84.58%	72.57%	80.31%
Interest rate spread	1.30%	1.06%	1.22%	1.17%
Net interest margin	1.98%	1.67%	1.90%	1.79%

MADISON COUNTY FINANCIAL, INC.
CONSOLIDATED FINANCIAL HIGHLIGHTS
(Dollars in Thousands, Except Per Share Data)

	<u>June 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>
	(Unaudited)	
Financial Condition Data:		
Total assets	\$ 596,126	\$ 609,711
Securities, including FHLB and FRB Stock	121,065	121,685
Loans receivable, net of allowance for credit losses on loans of \$6,374 and \$6,381, respectively	441,763	450,610
Deposits	448,243	437,795
Borrowings	46,700	72,271
Total liabilities	502,664	517,271
Stockholders' equity	93,462	92,440
Balance Sheet Ratios:		
Securities, including FHLB and FRB Stock, as a percent of total assets	20.31%	19.96%
Tangible common equity as a percent of tangible assets	15.45%	14.93%
Asset Quality Data:		
Nonaccrual loans	\$ 826	\$ 820
Loans over 89 days and still accruing	-	-
Asset Quality Ratios:		
Nonperforming assets as a percent of total assets	0.14%	0.13%
Nonperforming loans as a percent of total assets	0.14%	0.13%
Nonperforming loans as a percent of total loans	0.18%	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	771.67%	778.05%
Regulatory Capital ratios (Bank only):		
Total capital (to risk-weighted assets)	19.15%	18.64%
Tier 1 capital (to risk-weighted assets)	17.89%	17.39%
Tier 1 capital (to average assets)	14.42%	14.17%
Common Equity Tier 1 capital	17.89%	17.39%

SOURCE: Madison County Financial, Inc.