

**DIRECTORS - CNB CORPORATION AND
CITIZENS NATIONAL BANK**

DANA F. ANDREWS

*Chairman, CNB Corporation
Chairman, Citizens National Bank
President, Sturgeon River Pottery, Inc.*

SCOTT D. LANDON

*Vice Chairman, CNB Corporation
Vice Chairman, Citizens National Bank
President, Landon Auto Parts*

R. JEFFERY SWADLING

*Audit Committee Chairman, CNB Corporation
Vice President, Ken's Village Market*

STEPHANIE V. BALDWIN

President, Edgewater Design Group

MELISSA K. BRIDGES

Attorney, Bodman LLP

VICTORIA J. HAND

*Retired Executive Vice President/Chief Operating Officer
Citizens National Bank*

MATTHEW E. KEENE

*President/Chief Executive Officer,
Citizens National Bank & CNB Corporation*

JOSEPH D. KOSANKE*

CPA, Nieland & Kosanke, P.C.

CHRISTOPHER B. SHEPLER

President, Shepler's Mackinac Island Ferry Service

RICK A. TROMBLE

Owner, Tromble Bay Farms

DIRECTORS EMERITI

STEVEN J. BAKER, D.V.M.

JAMES C. CONBOY, JR.

THOMAS J. ELLENBERGER

SUSAN A. ENO

BRIAN B. EWBANK

VINCENT J. HILLESHEIM

KATHLEEN A. LIEDER

THOMAS J. REDMAN

FRANCIS J. VANANTWERP, JR.

** Citizens National Bank Director*

CNB CORPORATION OFFICERS

MATTHEW E. KEENE *President & Chief Executive Officer*
DAVID A. WOODS *Vice President*
JOSEPH P. GARBER *Secretary*
AMY E. ESSEX *Treasurer*

CITIZENS NATIONAL BANK OFFICERS

LEADERSHIP:

MATTHEW E. KEENE *President & Chief Executive Officer*
AMY E. ESSEX *Senior Vice President & Chief Financial Officer*
JOSEPH P. GARBER *Senior Vice President,
Chief Credit Officer & Cashier*
DAVID A. WOODS *Senior Vice President & Chief Loan Officer*
TRISHA M. DOBIAS *Vice President, Human Resources*
MARILY J. GALLOWAY *Vice President,
Operations, Compliance & Risk Officer*
AMANDA J. GODZIK *Vice President, Retail Banking*

BUSINESS BANKING:

NICOLE M. DRAKE *Senior Vice President*
STEPHEN J. DALY *Vice President*
JENNIFER R. OPIE *Vice President*
TIMOTHY J. TIMMER *Vice President*
ADAM B. CUSHMAN *Cash Management Officer*

RESIDENTIAL BANKING:

STEPHEN J. CRUSOE *Senior Vice President*
SHARON L. COPPERNOLL *Vice President*
MICHELLE M. MILLER *Vice President*
REGINA H. PATTON *Vice President*
ASHLEY R. WALDIE *Residential & Consumer Officer*

OPERATIONS:

KARI M. KORTZ *Vice President, Controller*
SHERI L. POPP *Assistant Vice President, Credit Officer*
QUINN C. BONNETT *Facilities Manager & Security Officer*
MAGHAN J. BROOKS *Loan Operations Officer*
LESLIE L. BUDNIK *Business Operations Officer*
LORA L. FRYE *Branch Manager & Officer*
MEMORY L. MASSEY *Fraud Mitigation Officer*
FELIX M. SMITH *Information Security & Technology Officer*
JESSICA K. SMITH-SCHLEY *Associate AML/CFT Officer*
SHERRY M. WICHLACZ *Operations Officer*

Citizens National Bank has offices in:

*Cheboygan • Onaway • Mackinaw City
Pellston • Indian River • Alanson • Petoskey*

You can also visit our website at

www.CNBisMyBank.com



our 95 year tradition continues

STATEMENT OF CONDITION

December 31, 2025





February 27, 2026

Dear Shareholder,

CNB Corporation (“Corporation”) is pleased to announce that the Board of Directors has approved a cash dividend payable to shareholders of record as of February 5, 2026. The enclosed dividend represents a payment of \$0.50 per share. Below is a summary of the financial highlights from the fourth quarter of 2025 for the Corporation and its subsidiary, Citizens National Bank (“Bank”):

- Our continued focus on strengthening customer relationships has supported the expansion of lending opportunities, resulting in \$18.6MM in year over year loan portfolio growth.
- As part of our ongoing balance sheet strategy, the Bank’s total investment securities decreased by \$11.1MM year over year. Proceeds from maturing investments were redeployed to support loan growth and manage liquidity, aligning with the Bank’s long term strategic objectives.
- The Federal Reserve’s monetary policy—centered on controlling inflation and maintaining labor market stability—continues to influence conditions across the banking industry. These external factors, combined with the Bank’s maturing investments, as well as strong earnings for the year, contributed to an \$11.3MM improvement in total shareholder equity compared to the prior year.
- Continued loan growth increased interest income enough to offset the decline in interest income from maturing securities, resulting in a \$472,000 increase in total interest income year over year.
 - This increase, along with a \$1.295MM reduction in interest expense—primarily due to the repayment of temporary borrowings—led to a \$1.767MM improvement in net interest income year-over-year.
- Primarily as a result of the increase in net interest income, net income increased by \$636,000 year-over-year, concluding 2025 at \$3.85MM.

I would like to recognize Vice President Valerie A. Jones on her retirement. Val played a pivotal role in establishing the Bank’s Cash Management department, which has supported the growth and success of numerous local businesses. She will be remembered for her warmth, dedication, and exceptional customer service. We wish her happiness and fulfillment in retirement.

Recent staff promotions include:

- Sheri L. Popp, Assistant Vice President, Credit Officer
- Felix M. Smith, Information Security and Technology Officer
- Jessica K. Smith Schley, Associate AML/CFT Officer

Planning for the 2026 Annual Meeting of Shareholders is underway, with further details to be shared in early April. I am pleased to share that the meeting will be held at a new venue this year, reflecting our commitment to creating an engaging and meaningful experience for our shareholders. I look forward to seeing you there.

As always, I welcome your questions or comments regarding the Bank or the Corporation. Please feel free to call or stop by at any time.

Sincerely,

Matthew E. Keene
President & CEO

CONSOLIDATED BALANCE SHEET

(UNAUDITED)

In thousands of dollars

| | December 31, | |
|---|--------------|------------|
| ASSETS | 2025 | 2024 |
| Cash and due from banks | \$ 6,065 | \$ 7,177 |
| Interest-bearing deposits with other financial institutions | 157 | 8,347 |
| Federal funds sold | 1,138 | 3,351 |
| Total cash and cash equivalents | 7,360 | 18,875 |
| Time deposits with other financial institutions | 3,207 | 3,697 |
| Securities available for sale | 167,189 | 178,261 |
| Securities held to maturity | 5,402 | 6,156 |
| Other securities | 3,509 | 2,820 |
| Total investment securities | 176,100 | 187,237 |
| Loans held for sale | 1,654 | 714 |
| Loans | 257,716 | 239,092 |
| Less: allowance for credit losses | (3,517) | (3,413) |
| Net loans | 255,853 | 236,393 |
| Premises and equipment, net | 10,953 | 11,158 |
| Other assets | 17,590 | 19,216 |
| Total assets | \$471,063 | \$476,576 |
| LIABILITIES | | |
| Deposits: | | |
| Noninterest-bearing demand | \$ 150,102 | \$ 140,250 |
| Interest-bearing deposits | 271,155 | 284,653 |
| Total deposits | 421,257 | 424,903 |
| Fed funds purchased | 21,477 | 34,000 |
| Accrued and other liabilities | 6,627 | 7,350 |
| Total liabilities | 449,361 | 466,253 |
| SHAREHOLDERS' EQUITY | | |
| Common stock | 3,027 | 3,027 |
| Additional paid-in capital | 19,472 | 19,472 |
| Retained earnings | 17,447 | 14,687 |
| Total shareholders' equity before AOCI adjustment | 39,946 | 37,186 |
| Accumulated other Comprehensive Income/(Loss), net (AOCI) | (18,244) | (26,863) |
| Total shareholders' equity | 21,702 | 10,323 |
| Total liabilities and shareholders' equity | \$471,063 | \$476,576 |

CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

In thousands of dollars, except per share data

| | For the twelve months ended December 31, | | |
|--|--|-----------|-----------|
| INTEREST INCOME | 2025 | 2024 | 2023 |
| Interest and fees on loans | \$ 15,171 | \$ 13,710 | \$ 11,572 |
| Interest on securities: | | | |
| Taxable | 3,030 | 3,535 | 3,734 |
| Tax exempt | 257 | 284 | 316 |
| Other interest income | 726 | 1,183 | 621 |
| Total interest income | 19,184 | 18,712 | 16,243 |
| INTEREST EXPENSE | 2,764 | 4,059 | 2,302 |
| NET INTEREST INCOME | 16,420 | 14,653 | 13,941 |
| Provision for credit losses | 140 | 27 | 64 |
| NET INTEREST INCOME AFTER PROVISION FOR CREDIT LOSSES | 16,280 | 14,626 | 13,877 |
| NONINTEREST INCOME | | | |
| Service charges and fees | 1,543 | 1,550 | 1,528 |
| Net gain from sale of loans | 330 | 265 | 400 |
| Net gain on sale of assets | 0 | 69 | 0 |
| Loan servicing income, net | 367 | 371 | 173 |
| Other income | 533 | 461 | 235 |
| Total noninterest income | 2,773 | 2,716 | 2,336 |
| NONINTEREST EXPENSES | | | |
| Salaries and benefits | 8,022 | 7,542 | 6,621 |
| Occupancy and equipment | 2,023 | 1,854 | 1,332 |
| FDIC insurance premiums | 293 | 337 | 343 |
| Other expenses | 3,978 | 3,678 | 3,565 |
| Total noninterest expenses | 14,316 | 13,411 | 11,861 |
| INCOME BEFORE INCOME TAXES | 4,737 | 3,931 | 4,352 |
| Income tax expense | 887 | 717 | 814 |
| NET INCOME | \$ 3,850 | \$ 3,214 | \$ 3,538 |
| BASIC NET INCOME PER SHARE | \$ 3.18 | \$ 2.65 | \$ 2.92 |