

YEAR-TO-DATE DISCLOSURE STATEMENT
As of December 31, 2023

Citizens State Bank
375 Stageline Road, PO Box 247
Hudson, WI 54016
715/3777035

Notice and Availability

The annual disclosure statement may be obtained
upon request.

I, the undersigned officer, attest to the correctness of this statement and declare that it has been examined by me and to the best of my knowledge and belief has been prepared in accordance with instructions issued by the appropriate Federal regulatory authority and is true and correct.

**This statement has not been reviewed, or confirmed for accuracy or relevancy,
by the Federal Deposit Insurance Corporation or any other regulatory agency.**

CONSOLIDATED REPORT OF CONDITION
For December 31, 2023

| | Dollar Amounts in Thousands | Current Year | Prior Year |
|---|-----------------------------|--------------|------------|
| Assets | | | |
| Cash and balances due from depository institutions: | | | |
| Noninterest-bearing balances and currency and coin..... | | 1,023 | 1,905 |
| Interest-bearing balances..... | | 19,424 | 20,159 |
| Securities: | | | |
| Held-to-maturity securities..... | | 0 | 0 |
| Available-for-sale securities..... | | 48,144 | 43,193 |
| Federal funds sold and securities purchased under agreements to resell..... | | 242 | 2,805 |
| Loans and lease financing receivables: | | | |
| Loans and leases held for sale..... | | 0 | 0 |
| Loans and leases held for investment..... | 334,848 | | 277,453 |
| LESS: Allowance for loan and lease losses..... | 4,611 | | 3,784 |
| Loans and leases allowance..... | | 330,237 | 273,669 |
| Trading assets..... | | 0 | 0 |
| Premises and fixed assets (including capitalized leases)..... | | 5,366 | 5,458 |
| Other real estate owned..... | | 0 | 0 |
| Investments in unconsolidated subsidiaries and associated companies..... | | 0 | 0 |
| Direct and indirect investments in real estate ventures..... | | 0 | 0 |
| Intangible assets:..... | | 0 | 0 |
| Other assets..... | | 5,359 | 4,455 |
| Total assets..... | | 409,799 | 351,648 |
| Liabilities | | | |
| Deposits In domestic offices..... | | | |
| Noninterest-bearing..... | 71,461 | | 67,575 |
| Interest-bearing..... | 272,550 | | 237,319 |
| Federal funds purchased and securities sold under agreements to repurchase..... | 7,000 | | 0 |
| Trading liabilities..... | | 0 | 0 |
| Other borrowed money..... | | 20,350 | 13,000 |
| Subordinated notes and debentures..... | | 0 | 0 |
| Other liabilities..... | | 2,135 | 989 |
| Total liabilities..... | | 373,496 | 318,882 |
| Equity Capital | | | |
| Perpetual preferred stock and related surplus..... | | 0 | 0 |
| Common stock..... | | 246 | 246 |
| Surplus..... | | 17,659 | 17,659 |
| Retained earnings..... | | 20,938 | 17,938 |
| Accumulated other comprehensive income..... | | -2,540 | -3,077 |
| Other equity capital components..... | | 0 | 0 |
| Total bank equity capital..... | | 36,303 | 32,766 |
| Noncontrolling (minority) interests in consolidated subsidiaries..... | | 0 | 0 |
| Total equity capital..... | | 36,303 | 32,766 |
| Total liabilities and equity capital..... | | 409,799 | 351,648 |

CONSOLIDATED REPORT OF INCOME
For December 31, 2023

| Dollar Amounts in Thousands | Current Year | Prior Year |
|--|--------------|------------|
| Interest income: | | |
| Interest and fee income on loans..... | 17,456 | 11,636 |
| Income from lease financing receivables..... | 0 | 0 |
| Interest income on balances due from depository institutions..... | 568 | 246 |
| Interest and dividend income on securities: | | |
| U.S. Treasury securities and U.S. Government agency obligations (excluding mortgage-backed securities)..... | 439 | 215 |
| Mortgage-backed securities..... | 213 | 91 |
| All other securities..... | 904 | 756 |
| Total interest and dividend income on securities..... | 1,556 | 1,062 |
| Interest income on federal funds sold and securities purchased under agreements to resell..... | 54 | 30 |
| Other interest income..... | 0 | 0 |
| Total interest income..... | 19,634 | 12,974 |
| Interest expense: | | |
| Interest on deposits: | | |
| Transaction accounts: | | |
| NOW, ATS, and telephone and preauthorized transfer accounts.. | 466 | 138 |
| Nontransaction accounts: | | |
| Savings deposits, including money market deposit accounts..... | 1,962 | 403 |
| Time deposits of \$250,000 or less..... | 2,123 | 299 |
| Time deposits of more than \$250,000..... | 700 | 124 |
| Expense of federal funds purchased and securities sold under agreements to repurchase..... | 171 | 0 |
| Interest on trading liabilities and other borrowed money..... | 608 | 218 |
| Total interest expense..... | 6,030 | 1,182 |
| Net interest income..... | 13,604 | 11,792 |
| Provision for loan and lease losses..... | 920 | 150 |
| Noninterest income: | | |
| Income from fiduciary activities..... | 0 | 0 |
| Service charges on deposit accounts..... | 327 | 368 |
| Fees and commissions from securities brokerage, investment banking, advisory and underwriting activities..... | 15 | 0 |
| Income from insurance activities..... | 0 | 0 |
| Net servicing fees..... | 0 | 0 |
| Net gains (losses) on sales of loans..... | 42 | 146 |
| Net gains (losses) on sales of other real estate owned..... | 0 | 0 |
| Net gains (losses) on sales of other assets (excluding securities)..... | 0 | 0 |
| Other noninterest income..... | 696 | 629 |
| Total noninterest income..... | 1,080 | 1,158 |
| Realized gains (losses) on held-to-maturity securities..... | 0 | 0 |
| Realized gains (losses) on available-for-sale securities..... | 0 | 0 |
| Noninterest expense: | | |
| Salaries and employee benefits..... | 5,506 | 5,002 |
| Expenses of premises and fixed assets (net of rental income) (excluding salaries, employee benefits and mortgage interest)..... | 652 | 558 |
| Amortization expense and asset impairment losses..... | 0 | 0 |
| Other noninterest expense..... | 2,718 | 2,279 |
| Total noninterest expense..... | 8,876 | 7,839 |
| Income (loss) before applicable income taxes and discontinued operations..... | 4,888 | 4,961 |
| Applicable income taxes..... | 1,088 | 1,412 |
| Income (loss) before discontinued operations..... | 3,800 | 3,549 |
| Extraordinary items and other adjustments, net of income taxes..... | 0 | 0 |
| Net (income) attributable to bank and noncontrolling (minority) interests..... | 3,800 | 3,549 |
| LESS: Net income (loss) attributable to noncontrolling (minority) interests..... | 0 | 0 |
| Net income (loss)..... | 3,800 | 3,549 |

CONSOLIDATED REPORT OF INCOME
For December 31, 2023

| Dollar Amounts in Thousands | Current Year | Prior Year |
|---|-----------------|---------------|
| MEMORANDA | | |
| Income on tax-exempt loans and leases to states and political subdivisions in the U.S..... | 24 | 27 |
| Income on tax-exempt securities issued by states and political subdivisions in the U.S..... | 163 | 165 |
| Number of full-time equivalent employees at end of current period..... | 55 | 52 |
| Interest and fee income on loans to finance agricultural production and other loans to farmers <i>Completed by banks with \$300 million or more in total assets, and by banks with less than \$300 million in total assets, that have loans to finance agricultural production and other loans to farmers exceeding five percent of total loans.....</i> | 0 | 0 |
| Trading revenue (from cash instruments and derivative instruments): | | |
| Net gains (losses) recognized in earnings on credit derivatives that economically hedge credit exposures held outside the trading account | | |
| Noncash income from negative amortization on closed-end loans secured by 1–4 family residential properties..... | #REF! | 0 |
| Net gains (losses) recognized in earnings on assets and liabilities that are reported at fair value under a fair value option <i>Completed by banks that have elected to account for assets and liabilities under a fair value option.</i> | | |
| Net gains (losses) on assets | 0 | 0 |
| Net gains (losses) on liabilities | 0 | 0 |
| Other-than-temporary impairment losses on held-to-maturity and available-for-sale debt securities recognized in earnings..... | 0 | 0 |
| CHANGES IN EQUITY CAPITAL | | |
| Total equity capital originally reported at the end of the previous calendar year..... | 32,766 | 33,423 |
| Restatements due to corrections of material accounting errors and changes in accounting principals..... | 0 | 0 |
| Balance end of previous calendar year as restated..... | 32,766 | 33,423 |
| Net Income (loss) for the calendar year-to-date..... | 3,800 | 3,549 |
| Sale, conversion, acquisition, or retirement of capital stock, net..... | 0 | 0 |
| Treasury stock transactions, net..... | 0 | 0 |
| Changes incident to business combinations, net..... | 0 | 0 |
| LESS:Cash dividends declared on preferred stock..... | 0 | 0 |
| LESS:Cash dividends declared on common stock..... | 800 | 800 |
| Other comprehensive income..... | 537 | -3,406 |
| Other transactions with parent holding company (not included above)..... | 0 | 0 |
| Total equity capital end of current period..... | 36,303 | 32,766 |
| CHANGES IN ALLOWANCE FOR FOR LOAN AND LEASE LOSSES | | |
| Balance originally reported at the end of the previous calendar year..... | 3,784 | 3,636 |
| Recoveries..... | 45 | 46 |
| LESS: Charge-offs and write-downs..... | 138 | 48 |
| Provision for loan and lease losses..... | 920 | 150 |
| Adjustments..... | 0 | 0 |
| Balance at end of current period..... | 4,611 | 3,784 |

CONSOLIDATED REPORT OF INCOME
For December 31, 2023

| Dollar Amounts in Thousands | Current Year | | Prior Year | |
|---|---|------------|---|------------|
| | Past due 90 days or more still accruing | Nonaccrual | Past due 90 days or more still accruing | Nonaccrual |
| PAST DUE AND NONACCRUAL LOANS, LEASES, AND OTHER ASSETS | | | | |
| Loans secured by real estate: | | | | |
| Construction, land development and other land loans..... | 0 | 34 | 0 | 0 |
| Secured by farmland..... | 0 | 296 | 0 | 0 |
| Secured by 1-4 family residential properties..... | 0 | 691 | 0 | 221 |
| Secured by 5 or more unit multifamily residential loans..... | 0 | 0 | 0 | 0 |
| Secured by nonfarm nonresidential properties..... | 0 | 0 | 0 | 0 |
| Loans to depository institutions and acceptances of other banks..... | 0 | 0 | 0 | 0 |
| Commercial and industrial loans..... | 0 | 0 | 0 | 0 |
| Loans to individuals for household, family, and other personal expenditures: | | | | |
| Credit cards..... | 0 | 0 | 0 | 0 |
| Automobile loans..... | 0 | 0 | 0 | 0 |
| Other (includes single payment, installment, all student loans, and revolving credit plans other than credit cards)..... | 0 | 0 | 0 | 0 |
| All other loans..... | 0 | 0 | 0 | 0 |
| Lease financing receivables..... | 0 | 0 | 0 | 0 |
| Debt securities and other assets | | | | |
| (excludes other real estate owned and other repossessed assets).... | 0 | 0 | 0 | 0 |