Financial Statements

TruPartner Credit Union

December 31, 2025 and 2024

GBQ

CONTENTS

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GBQ Partners

To the Board of Directors
TruPartner Credit Union
Cincinnati, Ohio

Independent Auditor's Report

Opinion

We have audited the financial statements of TruPartner Credit Union, which comprise the statements of financial condition as of December 31, 2025 and 2024, and the related statements of operations and comprehensive income (loss), changes in members' equity and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of TruPartner Credit Union as of December 31, 2025 and 2024, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of TruPartner Credit Union and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about TruPartner Credit Union's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of TruPartner Credit Union's internal controls. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about TruPartner Credit Union's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

GBQ Partners LLC

Columbus, Ohio
February 23, 2026

TRUPARTNER CREDIT UNION
Statements of Financial Condition
December 31, 2025 and 2024

	2025	2024
ASSETS		
Cash and Cash Equivalents	**$ 17,355,874**	$ 18,216,523
Investments		
Investments - available-for-sale	**30,861,160**	4,736,883
Investments - held-to-maturity	**17,441,000**	38,874,000
Investments - other	**2,845,184**	2,634,244
Equity securities	**630,474**	576,173
Total investments	**51,777,818**	46,821,300
Loans to Members and Loan Participations, net of allowance for credit losses of $1,067,494 and $1,057,391 at December 31, 2025 and 2024	**82,090,225**	83,437,979
Property and Equipment, net	**3,752,402**	3,993,969
Other Assets		
Accrued interest receivable on investments	**222,956**	105,680
Accrued interest receivable on loans	**530,156**	485,491
Cash surrender value of life insurance	**4,660,525**	4,415,077
Prepaid expenses and other assets	**1,124,646**	1,330,132
Share insurance deposit	**1,844,871**	1,971,963
Total other assets	**8,383,154**	8,308,343
TOTAL ASSETS	**$ 163,359,473**	$ 160,778,114
LIABILITIES AND MEMBERS' EQUITY		
Members' Share Accounts	**$ 144,633,777**	$ 141,913,167
Accrued Expenses and Other Liabilities	**689,552**	675,875
Total liabilities	**145,323,329**	142,589,042
Members' Equity, substantially restricted	**18,036,144**	18,189,072
TOTAL LIABILITIES AND MEMBERS' EQUITY	**$ 163,359,473**	$ 160,778,114

The accompanying notes are an integral part of the financial statements.

TRUPARTNER CREDIT UNION
Statements of Operations and Comprehensive Income (Loss)
For the Years Ended December 31, 2025 and 2024

	2025	2024
Interest Income		
Interest on loans	**$ 4,923,115**	$ 5,191,345
Interest on investments	**2,084,451**	1,793,088
Total interest income	**7,007,566**	6,984,433
Interest Expense		
Dividend expense on members' share accounts	**1,099,463**	892,380
Interest expense on borrowings	**207**	145
Total interest expense	**1,099,670**	892,525
Net interest income	**5,907,896**	6,091,908
Provision for Credit Losses	**907,959**	1,558,479
Net interest income after provision for credit losses	**4,999,937**	4,533,429
Non-Interest Income	**2,294,827**	2,990,707
Non-Interest Expenses	**7,534,975**	7,791,592
Net Loss	**$ (240,211)**	$ (267,456)
Other Comprehensive Income		
Change in net unrealized gain on available-for-sale investments	**$ 87,283**	$ 40,900
Comprehensive Loss	**$ (152,928)**	$ (226,556)

The accompanying notes are an integral part of the financial statements.

TRUPARTNER CREDIT UNION

Statements of Changes in Members' Equity
For the Years Ended December 31, 2025 and 2024

	Appropriated Statutory Reserve	Unappropriated Undivided Earnings	Accumulated Other Comprehensive	Equity Acquired from Merger Activities	Total Members' Equity
Balance, December 31, 2023	$ 3,843,474	$ 8,083,952	$ 5,278	$ 6,482,924	$ 18,415,628
Net loss for year ended December 31, 2024	-	(267,456)	-	-	(267,456)
Change in net unrealized gain on investments	-	-	40,900	-	40,900
Balance, December 31, 2024	3,843,474	7,816,496	46,178	6,482,924	18,189,072
Net loss for year ended December 31, 2025	-	(240,211)	-	-	(240,211)
Statutory reserve transfer	494,041	(494,041)	-	-	-
Change in net unrealized gain on investments	-	-	87,283	-	87,283
Balance, December 31, 2025	**$ 4,337,515**	**$ 7,082,244**	**$ 133,461**	**$ 6,482,924**	**$ 18,036,144**

The accompanying notes are an integral part of the financial statements.

TRUPARTNER CREDIT UNION
Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

	2025	2024
Cash Flows from Operating Activities		
Net loss	**$ (240,211)**	$ (267,456)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	**317,847**	331,251
Provision for credit loss	**907,959**	1,558,479
Amortization of premiums on investments	**(17,934)**	-
Amortization of premiums on loan participations	**8,731**	-
Gain on conversion of VISA stock	**-**	(419,588)
Loss (gain) on valuation of equity securities	**(54,301)**	(64,084)
Gain on sale of property and equipment	**-**	(211,542)
Amortization of loan origination fees	**100,820**	104,268
Net change in:		
Cash surrender value of life insurance	**(245,448)**	(225,358)
Interest receivable	**(161,941)**	44,012
Prepaid expenses	**(142,046)**	36,710
Accounts payable and accrued liabilities	**13,681**	(70,426)
Net cash and cash equivalents provided by operating activities	**487,157**	816,266
Cash Flows from Investing Activities		
Proceeds from maturities of available-for-sale investments	**319,337**	1,736,295
Purchase of available-for-sale investments	**(26,338,398)**	(4,234,000)
Proceeds from maturities of held-to-maturity investments	**21,433,000**	5,249,000
Purchase of other investments - net of maturities	**(210,940)**	1,797,306
Loan participation repayments - net of purchases	**390,243**	(3,300,033)
Proceeds from sale of property and equipment	**-**	230,000
Purchase of property and equipment	**(76,282)**	(174,170)
Loans made to members - net of repayments	**(60,000)**	8,524,828
Net change in:		
Insurance deposit	**127,092**	263,668
Other assets	**347,534**	(279,992)
Net cash and cash equivalents provided (used) by investing activities	**(4,068,414)**	9,812,902
Cash Flows from Financing Activities		
Net increase (decrease) in members' shares	**2,720,608**	(9,776,328)
Net cash and cash equivalents provided (used) by financing activities	**2,720,608**	(9,776,328)
Net increase (decrease) in cash and cash equivalents	**(860,649)**	852,840
Cash and Cash Equivalents at Beginning of Year	**18,216,523**	17,363,683
Cash and Cash Equivalents at End of Year	**$ 17,355,874**	$ 18,216,523

Supplemental Cash Flow Information		
Dividend paid on members' shares and interest paid on borrowed funds	**$ 1,099,670**	$ 892,525

The accompanying notes are an integral part of the financial statements.

Nature and Scope of Business

TruPartner Credit Union (the Credit Union) provides a variety of financial services to its members, most of whom live, work, worship, attend school or do business in the following counties in Ohio: Butler, Clermont, Hamilton, and Warren. The Credit Union's primary source of revenue is from interest earned on loans to its members, interest earned on its investment portfolio and fees earned on services and products associated with its deposit account offerings.

Summary of Significant Accounting Policies

Investments

The Credit Union's investments in securities are classified and accounted for as follows:

Available-for-Sale: Government sponsored enterprises (GSEs), negotiable certificates of deposit, municipal bands, mortgage-backed securities (MBS), collateralized mortgage obligations (CMOs) and US treasuries are classified available-for-sale when the Credit Union anticipates that the investments could be sold in response to rate changes, prepayment risk, liquidity, availability of and the yield on alternative investments and other market and economic factors. These investments are reported at fair value. Unrealized gains and losses on investments available-for-sale are recognized as direct increases or decreases in other comprehensive income (loss).

Held-to-Maturity: Government sponsored enterprises (GSEs) and negotiable certificates of deposit are classified held-to-maturity when the Credit Union has the positive intent and ability to hold to maturity are reported at cost, adjusted for amortization of premiums and accretion of discounts, which are recognized in interest income using the interest method over the period to maturity.

Other: Investments in corporate credit union capital accounts, Federal Home Loan Bank (FHLB) stock and non-negotiable certificates are carried at cost.

Purchase premiums and discounts are recognized in interest income using a straight line method over the terms of the securities. Gains and losses on the sale of securities are recorded on the trade date and the costs of securities sold are determined using the specific identification method.

Market changes in interest rates and market changes in credit spreads will cause normal fluctuations in the market price of securities and the possibility of temporary unrealized losses.

The Credit Union does not maintain a trading portfolio.

Summary of Significant Accounting Policies (continued)

VISA Stock

The Credit Union received notice of the restructuring of VISA Inc. As part of the restructuring, the Credit Union was issued shares of Class B Common Stock in VISA Inc. The shares represented by this issuance are fully paid and non-assessable. During 2024, VISA offered the opportunity to convert these shares into marketable shares. Upon conversion, the Credit Union now owns 970 Class B-2 shares and 385 Class C shares. No readily available market value exists for Class B-2 shares and therefore, this stock is not reflected in the Credit Union's financial statements. As Class C shares are convertible to Class A shares, these shares were recorded at the associated fair value of the converted Class A shares upon conversion. The Credit Union recognized a gain of $419,588 upon conversion during the year ended December 31, 2024. As a condition of the conversion, the Credit Union entered into a makewhole agreement with VISA, which could result in potential cash payment obligations under certain circumstances as defined in the agreement.

Federal Home Loan Bank (FHLB) Stock

The Credit Union is a member of the FHLB system. Members are required to own a certain amount of stock based on the level of borrowings and other factors and may invest in additional amounts. FHLB stock is carried at cost, classified as a restricted security, and periodically evaluated for impairment based on ultimate recovery of par value. Because this stock is viewed as a long-term investment, impairment is based on ultimate recovery of par value. Both cash and stock dividends are reported as income.

Restrictions on Investments

The Credit Union is required to maintain balances with a corporate credit union as membership shares. These membership shares represent perpetual contributed capital (PCC). PCC is a perpetual capital instrument. It is not subject to share insurance coverage. The dividends are not guaranteed and are non-cumulative. PCC is available to cover losses that exceed retained earnings and previous forms of capital contributions. PCC is redeemable by the Credit Union only if certain conditions and restrictions are met.

Loans to Members and Allowance for Credit Losses

Loans are stated at the amount of unpaid principal, reduced by an allowance for credit losses. Interest on loans is recognized over the term of the loan and is calculated using the simple-interest method on principal amounts outstanding. Loan fees and certain direct loan-origination costs are deferred, and the net fee or cost is recognized as an adjustment to interest income using a straight line method over the contractual life of the loans.

The accrual of interest on loans is discontinued at the time the loan is sixty days delinquent unless the credit is well-secured and in process of collection. Past due status is based on contractual terms of the loan. In all cases, loans are placed on nonaccrual or charged-off at an earlier date if management believes, after considering economic conditions, business conditions, and collection efforts, that collection of principal or interest is considered doubtful.

Summary of Significant Accounting Policies (continued)

Loans to Members and Allowance for Credit Losses (continued)

All interest accrued but not collected for loans that are placed on nonaccrual or charged-off is reversed against interest income. The interest on these loans is accounted for on the cash-basis or cost-recovery method, until qualifying for return to accrual. Loans are returned to accrual status when all the principal and interest amounts contractually due are brought current and future payments are reasonably assured.

Allowance for Credit Losses

The allowance for credit loss is a valuation account that is netted against the loans' amortized cost basis to present the net amount expected to be collected on the loans. Loans are charged off against the allowance when management believes the uncollectibility of a loan balance is confirmed. Credit card loans and other consumer loans are typically charged off no later than 180 days past due.

Business loans are assessed for estimated losses by grading each loan using various risk factors as identified through periodic reviews. The Credit Union applies historic grade-specific loss factors to the aggregation of each funded risk category. In the development of statistically derived loan grade factors, historical losses are observed over a relevant period for each loan grade. These loss estimates are adjusted as appropriate based on additional analysis of long-term average loss experience compared to previously forecasted losses, external loss data or other risks identified from current economic conditions and credit quality trends. The business allowance for credit losses also includes an amount for the estimated losses on individually evaluated loans.

For consumer and residential real estate loans, expected loss estimates are developed primarily using an Advanced Vintage Loss method or Probability of Default method. Under the Advanced Vintage Loss methods, the process uses average annual charge-off rates. The average annual charge off rate contains loss content over several vintages and is used as a foundation for estimating the expected credit loss for the remaining balances of the loans receivable in a pool at the balance sheet date. The average annual charge off rate is calculated based on the estimated business cycle and is subject to management's estimation. The average annual charge-off rate is applied to the estimated average life to determine the unadjusted historical charge off rate for the remaining balance of the loan pool. The unadjusted historical charge off rate is then adjusted for current conditions and reasonable and supportable forecasts about the future. Under the Probability of Default methodology, a conditional monthly default probability over the remaining life of each loan is estimated using historical datasets in addition to current loan and borrower information. Amortization schedules are estimated for each loan integrating the probability of default factors, providing a forward-looking loss calculation over the remaining life of each individual loan. The loss severity calculation then estimates the expected loss amount for each loan if it were to default.

Summary of Significant Accounting Policies (continued)

Allowance for Credit Losses (continued)

The contractual term of loans is adjusted for prepayments when appropriate. Furthermore, the contractual term excludes expected extensions, renewals, and modifications unless either of the following applies: management has a reasonable expectation at the reporting date that a troubled debt restructuring will be executed with an individual borrower or the extension renewal options are included in the original or modified contract and are not unconditionally cancellable by the Credit Union.

Allowance for Credit Losses on Off-Balance Sheet Credit Exposure

The Credit Union estimates expected credit losses over the contractual period in which the Credit Union is exposed to credit risk via a contractual obligation to extend credit unless that obligation is unconditionally cancellable by the Credit Union. The allowance for credit losses on off-balance sheet exposure is adjusted as a provision for credit loss expense. The estimate includes consideration of the likelihood that funding will occur and an estimate of expected credit losses on commitments expected to be funded over its estimated life. In evaluation of the loan portfolio, it was determined that off-balance sheet credit exposure is limited to home equity lines of credit. The Credit Union has not established an allowance for credit loss on off-balance sheet credit exposure for the home equity portfolio as of December 31, 2025 and 2024.

Property and Equipment

Property and equipment are stated at cost. Depreciation and amortization are computed on the straight-line method over the estimated useful lives of the related assets.

Valuation of Long-Lived Assets

Long-lived assets and certain identifiable intangible assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Management reviews all material assets annually for possible impairment. If such assets are considered to be impaired, the impairment recognized is measured as the amount by which the carrying amount of the assets exceeds the estimated fair value of the assets.

Other Real Estate Owned

Assets acquired through, or in lieu of loan foreclosure are held for sale and are initially recorded at fair value at the date of foreclosure, establishing a new cost basis. Subsequent to foreclosure, valuations are periodically performed by management and the assets are carried at the lower of carrying amount or fair value less cost to sell. Revenue and expenses from operations and changes in the valuations allowance are included in net expenses from foreclosed assets.

Summary of Significant Accounting Policies (continued)

Comprehensive Income (Loss)

Comprehensive income or loss consists of net income or loss and other comprehensive income or loss that includes unrealized gains and losses on the available-for-sale investment portfolio.

Share Insurance Deposit

The deposit in the American Share Insurance Fund (ASI) is in accordance with the insurer's requirements, which require the maintenance of a deposit by each insured Credit Union in an amount equal to 1.3% of its insured shares. The deposit would be refunded to the Credit Union if its insurance coverage is terminated, or it converts to insurance coverage from another source.

Share Insurance Premiums

The Credit Union is subject to a premium assessment from American Share Insurance. There were no premium assessments during the years ended December 31, 2025 and 2024.

Concentration of Credit Risk

The Credit Union's business activity is primarily with members who live, work, attend school, or do business in the following counties in Ohio: Butler, Clermont, Hamilton, and Warren. This creates a concentration of credit risk from members with loans from the Credit Union since they are primarily located within a similar geographic area.

Income Taxes

The Credit Union is exempt from most federal, state, and local taxes under the provisions of 501(c)(14) of the Internal Revenue Code.

The Credit Union accounts for uncertainty in income taxes in its financial statements as required under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC), *Accounting for Uncertainty in Income Taxes*. The standard prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return.

The standard also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition accounting. Management determined there were no material uncertain positions taken in its tax returns.

Summary of Significant Accounting Policies (continued)

Fair Values of Financial Instruments

Generally accepted accounting principles established a fair value hierarchy that prioritizes the inputs to measure the fair value of the assets or liabilities being measured. Fair value is defined as the exchange value that would be received on the measurement date to sell an asset or to value the amount paid to transfer a liability in the principal or most advantageous market available to the entity in an orderly transaction between market participants. The three levels of the fair value hierarchy are as follows:

Level 1 Inputs are quoted market prices in active markets for identical assets or liabilities that the entity has the ability to access at the measurement date.

Level 2 Inputs are based on significant observable inputs, including unadjusted quoted market prices for similar assets and liabilities in active markets, unadjusted quoted prices for identical or similar assets or liabilities in markets that are not active, or inputs other than quoted prices that are observable for the asset or liability.

Level 3 Inputs are significant unobservable inputs for the asset or liability.

The level of the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Investments – Available-for-Sale: Fair values of investments are usually based on significant observable inputs or market prices for similar investments, unadjusted quoted prices for similar investments or other relevant brokers. These assets represent a Level 2 fair value hierarchy.

Investments – Equity Securities: Fair values of investments are usually based on unadjusted quoted prices in active markets for items identical to the asset being measured. These assets represent a Level 1 fair value hierarchy.

Investments – Other: Membership and unit interests in CUSO's are recorded at cost, less any impairment. Life insurance contracts are recorded at their cash surrender value. These interests represent a Level 3 fair value hierarchy.

The Credit Union has no financial instruments that are issued for trading purposes.

Advertising Costs

It is the policy of the Credit Union to expense all advertising costs as incurred.

Summary of Significant Accounting Policies (continued)

Card Income

Card income includes interchange income from credit and debit cards and fees earned from processing card transactions for merchants, both of which are recognized when purchases are made by a member. Card income is recognized at the point in time the service is provided.

Deposit-Related Income

Deposit-related income includes fees earned from performing cash management activities and other deposit account services. Deposit-related income in this revenue category is recognized at the point in time the service is provided.

Lending-Related Income

Lending-related income includes fees earned from loan commitments, standby letters of credit, financial guarantees, and other loan servicing activities. Lending-related income in this revenue category is recognized at the point in time the service is provided.

Mortgage-Related Income

Mortgage-related income includes fees and income earned from mortgage loan originations.

Other Income

Other income includes income from gains or losses on the disposition of assets, commissions from the sale of real estate and insurance products and debt forgiveness.

Members' Share Accounts

Members' shares are subordinated to all other liabilities of the Credit Union upon liquidation. Dividend rates are set by the Board of Directors, based on an evaluation of current and future market conditions.

Statutory Reserve

State insurance regulations require reserves for losses to be established by appropriations of undivided earnings. The reserves are not related to amounts of losses actually anticipated and the appropriations have not been charged against income.

Reclassifications

Certain items have been reclassified in the December 31, 2024 financial statements to be consistent with the December 31, 2025 presentation. There was no effect on net income as a result of these reclassifications.

Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits of $250,000 per depositor at each financial institution. The balances of cash and cash equivalents in excess of federally insured limits were approximately $2,089,207 and $2,995,178 as of December 31, 2025 and 2024, respectively.

Cash and cash equivalents include money market accounts, Federal funds, and any highly liquid debt-instruments.

	2025	2024
Cash on hand and in non-interest bearing accounts with other financial institutions	**$ 1,627,638**	$ 1,496,110
Money market and other interest bearing deposits with other financial institutions	**15,728,236**	16,720,413
Total cash and cash equivalents	**$ 17,355,874**	$ 18,216,523

Investments

The Credit Union's equity securities consist of investments in mutual funds and stock. Unrealized gains and losses are recognized in investment income in the statements of operations and comprehensive income (loss), regardless of whether such gains and losses were realized. The Credit Union recognized unrealized gains on these investments of $54,301 and $64,084 for the years ended December 31, 2025 and 2024, respectively.

Investments (continued)

The amortized cost and fair value of investments – available-for-sale at December 31, 2025 and 2024 were:

Available-for-Sale	2025 Amortized Cost	2025 Gross Unrealized Gains	2025 Gross Unrealized Losses	2025 Fair Value
Negotiable certificates	**$ 10,138,000**	**$ 64,280**	**$ (13,456)**	**$ 10,188,824**
Mortgage backed securities	**5,456,726**	**2,260**	**(34,190)**	**5,424,796**
Government sponsored enterprise bonds	**5,080,271**	**56,869**	**-**	**5,137,140**
Collateralized mortgage obligations	**4,592,955**	**14,914**	**(15,547)**	**4,592,322**
Municipal bonds	**4,465,030**	**41,023**	**(9,050)**	**4,497,003**
US treasury bonds	**994,717**	**26,358**	**-**	**1,021,075**
Total	**$ 30,727,699**	**$ 205,704**	**$ (72,243)**	**$ 30,861,160**

Available-for-Sale	2024 Amortized Cost	2024 Gross Unrealized Gains	2024 Gross Unrealized Losses	2024 Fair Value
Negotiable certificates	$ 3,718,000	$ 48,448	$ -	$ 3,766,448
Government sponsored enterprise bonds	500,000	1,990	-	501,990
Municipal bonds	472,705	-	(4,260)	468,445
Total	$ 4,690,705	$ 50,438	$ (4,260)	$ 4,736,883

The amortized cost of investments – held-to-maturity at December 31, 2025 and 2024 were:

Held-to-Maturity	2025 Amortized Cost	2024 Amortized Cost
Government sponsored enterprise bonds	**$ 10,000,000**	$ 22,000,000
Negotiable certificates	**7,441,000**	16,874,000
Total held-to-maturity	**$ 17,441,000**	$ 38,874,000

Investments (continued)

The amortized cost of investments – other at December 31, 2025 and 2024 were:

Other	**2025 Amortized Cost**	2024 Amortized Cost
Corporate - perpetual contributed capital	**$ 1,185,196**	$ 1,185,196
Certificates of deposit	**1,020,000**	769,000
CLF membership stock	**396,552**	434,241
FHLB capital stock (restricted)	**163,600**	163,600
PSCU stock	**79,836**	82,207
Total	**$ 2,845,184**	$ 2,634,244

The amortized cost and fair value of investment securities at December 31, 2025 by contractual maturity are shown below. Expected maturities will differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

	Available-for-Sale		Held-to-Maturity	Other
	Amortized Cost	Fair Value	Amortized Cost	Amortized Cost
Due in 2026	$ 993,000	$ 1,001,821	$ 11,995,000	$ 248,000
Due 2027 to 2030	19,685,018	19,842,221	5,446,000	772,000
Due 2031 to 2035	-	-	-	-
Due after 2035	10,049,681	10,017,118	-	-
Non - maturing	-	-	-	1,825,184
Total	$ 30,727,699	$ 30,861,160	$ 17,441,000	$ 2,845,184

The gross unrealized losses on investment securities that have been in loss positions less than 12 months and longer than 12 months at December 31, 2025 and 2024 are summarized as follows:

Available-for-Sale	**2025**	2024
Gross unrealized losses for less than one year	**$ 72,243**	$ 4,260
Gross unrealized losses for more than one year	**-**	-
Total	**$ 72,243**	$ 4,260

Loans to Members and Loan Participations

The loans to members and loan participations at December 31, 2025 and 2024 consist of the following:

	2025	2024
Business		
Real estate - participations	**$ 16,818,464**	$ 17,697,881
Real estate	**1,737,952**	2,009,928
Other secured - participations	**29,285**	34,580
Other secured	**-**	193,921
Business subtotal	**18,585,701**	19,936,310
Real Estate - Residential		
Real estate - in-house	**27,054,543**	25,115,694
Real estate - participations	**973,533**	-
Real estate subtotal	**28,028,076**	25,115,694
Consumer		
Vehicle	**18,040,301**	20,640,574
Unsecured - participations	**8,248,679**	7,283,527
Unsecured	**6,948,369**	6,749,454
Vehicle - participations	**2,332,588**	3,782,096
Other collateralized	**788,954**	761,856
Consumer subtotal	**36,358,891**	39,217,507
Total	**82,972,668**	84,269,511
Net deferred loan fees	**185,051**	225,859
Less: allowance for credit losses	**(1,067,494)**	(1,057,391)
Loans to members and loan participations, net	**$ 82,090,225**	$ 83,437,979

The interest rates on the loans range from 0.00% to 18.99% at December 31, 2025.

Loans on which the accrual of interest has been discontinued amounted to $1,285,885 and $2,115,128 at December 31, 2025 and 2024.

Loans to Members and Loan Participations (continued)

Activity in the allowance for credit losses and recorded investment in loans, by portfolio segment, as of and for the years ended December 31, 2025 and 2024 is as follows:

	2025			
	Business	Real Estate Residential	Consumer	Total
Allowance for Credit Losses				
Beginning balance	$ 388,165	$ 10,166	$ 659,060	**$ 1,057,391**
Charge-offs	(193,788)	-	(1,107,961)	**(1,301,749)**
Recoveries	-	12,855	391,038	**403,893**
Provision	190,086	23,092	694,781	**907,959**
Ending balance	$ 384,463	$ 46,113	$ 636,918	**$ 1,067,494**
Ending balance - individually evaluated for impairment	$ 384,463	$ -	$ 327,526	**$ 711,989**
Ending balance - collectively evaluated for impairment	$ -	$ 46,113	$ 309,392	**$ 355,505**
Loan Balances				
Ending balance	$ 18,585,701	$ 28,028,076	$ 36,358,891	**$ 82,972,668**
Ending balance - individually evaluated for impairment	$ 18,585,701	$ -	$ 15,366,867	**$ 33,952,568**
Ending balance - collectively evaluated for impairment	$ -	$ 28,028,076	$ 20,992,024	**$ 49,020,100**

	2024			
	Business	Real Estate Residential	Consumer	Total
Allowance for Credit Losses				
Beginning balance	$ 382,244	$ 1,867	$ 826,467	$ 1,210,578
Charge-offs	-	(36,059)	(1,988,500)	(2,024,559)
Recoveries	-	37,652	275,241	312,893
Provision	5,921	6,706	1,545,852	1,558,479
Ending balance	$ 388,165	$ 10,166	$ 659,060	$ 1,057,391
Ending balance - individually evaluated for impairment	$ 388,165	$ -	$ 322,870	$ 711,035
Ending balance - collectively evaluated for impairment	$ -	$ 10,166	$ 336,190	$ 346,356
Loan Balances				
Ending balance	$ 19,936,310	$ 25,115,694	$ 39,217,507	$ 84,269,511
Ending balance - individually evaluated for impairment	$ 19,524,391	$ -	$ 16,015,296	$ 35,539,687
Ending balance - collectively evaluated for impairment	$ 411,919	$ 25,115,694	$ 23,202,211	$ 48,729,824

Loans to Members and Loan Participations (continued)

A significant variable in the loss estimation of the allowance for credit losses are delinquency levels. The follow table presents the outstanding balances from each class within the loan portfolio by delinquency status as of December 31, 2025 and 2024:

	2025				
	Days Past Due				
	Current or 0 - 29	30 - 59	60 - 89 Nonaccrual	90+ and Nonaccrual	Total
Business					
Real estate - participations	$ 16,016,897	$ -	$ -	$ 801,567	**$ 16,818,464**
Real estate	1,737,952	-	-	-	**1,737,952**
Other secured - participations	29,285	-	-	-	**29,285**
Business subtotal	17,784,134	-	-	801,567	**18,585,701**
Real Estate - Residential					
Real estate - in-house	26,342,395	348,517	96,267	267,364	**27,054,543**
Real estate - participations	973,533	-	-	-	**973,533**
Real estate subtotal	27,315,928	348,517	96,267	267,364	**28,028,076**
Consumer					
Vehicle	16,937,782	659,808	325,143	117,568	**18,040,301**
Unsecured - participations	8,190,847	32,691	8,668	16,473	**8,248,679**
Unsecured	6,879,037	40,071	13,347	15,914	**6,948,369**
Vehicle - participations	2,248,579	43,735	20,584	19,690	**2,332,588**
Other collateralized	741,339	306	-	47,309	**788,954**
Consumer subtotal	34,997,584	776,611	367,742	216,954	**36,358,891**
Total loans	**$ 80,097,646**	**$ 1,125,128**	**$ 464,009**	**$ 1,285,885**	**$ 82,972,668**

	2024				
	Days Past Due				
	Current or 0 - 29	30 - 59	60 - 89 Nonaccrual	90+ and Nonaccrual	Total
Business					
Real estate - participations	$ 16,098,264	$ 339,872	$ -	$ 1,259,745	$ 17,697,881
Real estate	2,009,928	-	-	-	2,009,928
Other secured	193,921	-	-	-	193,921
Other secured - participations	34,580	-	-	-	34,580
Business subtotal	18,336,693	339,872	-	1,259,745	19,936,310
Real Estate - Residential	24,607,804	159,649	80,457	267,784	25,115,694
Consumer					
Vehicle	19,376,647	880,278	276,017	107,632	20,640,574
Unsecured - participations	7,218,501	23,010	15,665	26,351	7,283,527
Unsecured	6,689,488	45,753	13,061	1,152	6,749,454
Vehicle - participations	3,620,539	94,293	31,692	35,572	3,782,096
Other collateralized	761,856	-	-	-	761,856
Consumer subtotal	37,667,031	1,043,334	336,435	170,707	39,217,507
Total loans	$ 80,611,528	$ 1,542,855	$ 416,892	$ 1,698,236	$ 84,269,511

Loans to Members and Loan Participations (continued)

In addition to delinquency levels, the Credit Union closely monitors the credit quality of its loan portfolio based on economic conditions, loan performance trends and certain risk attributes. The risks in the Credit Union's consumer and residential real estate loan portfolio correlate to broad economic trends, which are monitored in conjunction with borrowers' risk attributes. Additional risks that may affect the default experience on the Credit Union's real estate portfolio include changes in home prices, which are monitored in conjunction with various loan attributes such as product type and property type. FICO and VantageScore 4.0 credit scores and loans-to-value (LTV) ratios for loan classes are common credit quality indicators that the Credit Union monitors and utilizes for both portfolios in the evaluation of the allowance for loan losses. The distribution of FICO and VantageScore 4.0 credit scores on the consumer and real estate portfolios as of December 31, 2025 and 2024 are as follows:

	2025			
	600+	**<600**	**No Score**	**Total**
Real Estate - Residential				
Real estate - in-house	$ 19,561,057	$ 476,511	$ 7,016,975	**$ 27,054,543**
Real estate - participation	973,533	-	-	**973,533**
Real estate subtotal	20,534,590	476,511	7,016,975	**28,028,076**
Consumer				
Vehicle	15,811,703	821,454	1,407,144	**18,040,301**
Unsecured - participation	8,231,950	16,729	-	**8,248,679**
Unsecured	3,779,299	202,256	2,966,814	**6,948,369**
Vehicle - participation	1,634,478	9,057	689,053	**2,332,588**
Other collateralized	686,888	7,688	94,378	**788,954**
Consumer subtotal	30,144,318	1,057,184	5,157,389	**36,358,891**
Total	**$ 50,678,908**	**$ 1,533,695**	**$12,174,364**	**$ 64,386,967**

	2024			
	600+	<600	No Score	Total
Real Estate - Residential	$ 18,444,410	$ 311,594	$ 6,359,690	$ 25,115,694
Consumer				
Vehicle	17,443,992	790,577	2,406,005	20,640,574
Unsecured - participation	7,279,455	4,072	-	7,283,527
Unsecured	3,253,030	191,973	3,304,451	6,749,454
Vehicle - participation	1,351,941	26,888	2,403,267	3,782,096
Other collateralized	709,226	5,388	47,242	761,856
Consumer subtotal	30,037,644	1,018,898	8,160,965	39,217,507
Total	$ 48,482,054	$ 1,330,492	$ 14,520,655	$ 64,333,201

Business loans are assessed for estimated losses by grading each loan using various risk factors as identified through periodic reviews. Common risks factors include the debt service coverage ratio and collateral values. The risk ratings can be grouped into the following major categories, defined as follows:

Loans to Members and Loan Participations (continued)

Minimal Risk

Loans in this category have virtually no chance of resulting in a loss and possess many of the following characteristics:

- The borrower has been with the Credit Union for many years and has an excellent credit history.
- Business has an excellent credit/payment history.
- Cash flow is steady and well in excess of required debt repayment.
- The borrower has excellent access to alternative sources of finance at favorable terms.
- Management is of high quality and has unquestioned character.
- The collateral (if required) is cash or cash equivalent and is equal to or exceeds the value of the loan.
- Surrounding region has a strong, diversified business community.

Low Risk

Loans in this category are very unlikely to result in a loss and possess many of the following characteristics:

- The borrower is well known by the Credit Union, will establish a substantial relationship with the Credit Union, if not already a member, and has an excellent credit history.
- Business has an excellent credit/payment history.
- Cash flow is steady and comfortably exceeds the required debt repayments plus other fixed charges.
- The borrower has good access to alternative sources of finance at favorable terms.
- Management is of high quality and character.
- The collateral (if required) is sufficiently liquid and has a large enough margin to make very likely the recovery of the full amount of the loan in the event of default.
- Surrounding region has a good business community which will continue to support a business of this type.

Moderate Risk

Loans in this category have an average chance of resulting in a loss. This category should include the average loan under average economic conditions. Loans in this category would possess many of the following characteristics:

- The borrower will establish a business relationship with the Credit Union, if not already a member, and has a good credit history.
- Business has a good credit/payment history.
- Cash flow may be subject to cyclical conditions but is adequate to meet required debt repayments plus other fixed charges even after a limited period of losses or in the event of a somewhat lower trend in earnings.
- The borrower has some access to alternative sources of finance at reasonable terms.
- Management has experienced people in important positions.
- Collateral (typically required) is sufficiently liquid and has a large enough margin to make likely the recovery of the value of the loan in the event of default.
- Surrounding region has a business community which may be dependent upon a few key businesses but will try to support a business of this type.

Loans to Members and Loan Participations (continued)

Acceptable Risk

Loans in this category have an average chance of resulting in a loss and would possess many of the following characteristics:

- The borrower will establish a business relationship with the Credit Union and has a fair credit rating, but no recent credit problems.
- Business has a fair credit/payment history, but no recent credit problems.
- Cash flow is currently adequate to meet required debt repayments, but it may not be sufficient in the event of significant adverse developments.
- The borrower has some limited access to alternative sources of finance, possibly at unfavorable terms.
- Management weaknesses may exist.
- Collateral (generally required) is sufficient to make likely the recovery of the value of the loan in the event of default, but liquidating the collateral may be difficult or expensive.
- Surrounding region is a struggling business community dependent upon one or a few key businesses with moderate unemployment.

Concerning

Loans in this category have two or more inherent weaknesses that raise objective concern about the ability of the borrower to repay the debt as currently structured.

Substandard

A loan is substandard when it is inadequately protected by the current sound worth and paying capacity of the borrower, guarantor or collateral pledged. In this category, loans must have a well-defined weakness that jeopardizes the liquidation of debt.

Doubtful

A loan that is classified as doubtful has all the weaknesses inherent in one classified substandard, with the added characteristic that the weakness makes collection or liquidation in full highly questionable and improbable. In this category, the possibility of loss is extremely high, but its classification as an estimated loss is deferred until its more exact status may be determined.

Loss

Loss loans are considered uncollectable and of such little value that there is no justification to continuing them as loans. This does not mean that the loans have no recovery or salvage value, rather, that it is not practical to defer writing off the asset even though partial recovery may occur in the future.

Loans to Members and Loan Participations (continued)

Loss (continued)

The following table shows the outstanding business loan portfolio balances allocated by management's internal risk ratings at December 31, 2025 and 2024:

	2025	2024
Minimal	**$ -**	$ -
Low	**1,073,995**	2,028,581
Moderate	**8,910,333**	9,188,201
Acceptable	**5,772,689**	6,557,074
Concerning	**2,012,609**	633,658
Substandard	**229,351**	343,307
Doubtful	**433,698**	773,570
Loss	**-**	-
No rating	**153,026**	411,919
Total	**$ 18,585,701**	$ 19,936,310

There were no loans modified during the years ended December 31, 2025 and 2024.

Property and Equipment

Property and equipment at December 31, 2025 and 2024 consists of the following:

	2025	2024
Land and improvements	**$ 981,993**	$ 981,993
Building and improvements	**6,331,714**	6,331,714
Furniture and equipment	**1,935,542**	1,859,261
Total property and equipment	**9,249,249**	9,172,968
Less: accumulated depreciation	**(5,496,847)**	(5,178,999)
Total property and equipment, net	**$ 3,752,402**	$ 3,993,969

Members' Share Accounts

Members' share accounts as of December 31, 2025 and 2024 are as follows:

	2025	2024
Regular shares	**$ 62,976,917**	$ 61,294,788
Share drafts	**33,769,057**	34,280,558
Certificates	**22,519,921**	18,498,144
Money market	**21,408,664**	23,489,946
IRA shares	**3,959,218**	4,349,731
Total members' shares	**$ 144,633,777**	$ 141,913,167

A summary of members' share certificates by maturity as of December 31, 2025 is as follows:

2026	$ 18,681,007
2027	1,258,045
2028	1,828,781
2029	553,919
2030	198,169
Total members' share maturities	$ 22,519,921

All remaining members' share accounts have no contractual maturity.

Dividend expense on members' share accounts is summarized as follows for the years ended December 31, 2025 and 2024:

	2025	2024
Certificates	**$ 801,765**	$ 594,093
Money market	**215,865**	253,869
Regular shares	**70,095**	31,723
Share drafts	**7,747**	7,935
IRA shares	**3,991**	4,760
Total dividend expense	**$ 1,099,463**	$ 892,380

There were share accounts that exceeded the insured limit of $250,000 by $2,656,143 and $2,947,138 as of December 31, 2025 and 2024, respectively.

Lines of Credit and Borrowings

The Credit Union maintains a $5,000,000 line of credit borrowing arrangement with Corporate One Federal Credit Union. The arrangement calls for advances to be made at variable or fixed rates of interest. Advances under these arrangements are secured by substantially all the Credit Union's assets. The arrangement has two borrowing options. One option is a settlement loan, which is automatically drawn upon when the balance in the Credit Union's settlement share account is not sufficient to cover the daily settlement activity. The second option is a demand loan, which is drawn upon when the Credit Union specifically requests a short-term loan. Under both arrangements, the effective interest rate is established based on the prevailing rate at the time of the borrowing. There were no outstanding borrowings under these arrangements as of December 31, 2025 and 2024.

An additional arrangement is in place with the Federal Home Loan Bank of Cincinnati for borrowing funds from time to time. All outstanding advances under this arrangement are collateralized by certain investments held by the Credit Union. Total borrowing capacity under this arrangement is $8,169,324. There were no outstanding borrowings under this arrangement at December 31, 2025 and 2024.

Interest expense totaled $207 and $145 under both arrangements for the years ended December 31, 2025 and 2024.

Related Party Transactions

The official family of the Credit Union includes employees and board members. Loans receivable from and shares payable to members of the Credit Union official family at December 31, 2025 and 2024 were as follows:

	2025	2024
Loans	**$ 865,759**	$ 729,485
Shares	**2,458,740**	2,291,080

Activity related to loans receivable from members of the Credit Union official family for the years ended December 31, 2025 and 2024 were as follows:

	2025	2024
Beginning balance	**$ 729,485**	$ 700,797
Loan originations	**321,488**	513,719
Loan repayments	**(185,214)**	(485,031)
Ending balance	**$ 865,759**	$ 729,485

Employee Benefit Plan

The Credit Union maintains a retirement savings 401(k) plan in which substantially all employees may participate. The Credit Union matches 100% of the first 5% of employee contributions.

Additionally, the Credit Union may make non-matching contributions at the discretion of the Board of Directors as part of a profit-sharing program and are allocated on an integrated basis based on compensation. The Credit Union did not make a profit-sharing contribution for the years ended December 31, 2025 and 2024.

The Credit Union’s contribution expense was approximately $86,030 and $70,737 for the years ended December 31, 2025 and 2024, respectively.

Commitments and Contingent Liabilities

The Credit Union is periodically a party to various legal actions normally associated with financial institutions, the aggregate effect of which in management's opinion would not be material to its financial condition.

Loan Commitments

The Credit Union has extended lines of credit to members which have not been entirely drawn at December 31, 2025 and 2024. The available credit to members that has not been reflected in the financial statements is as follows:

	Available Credit	
Loan Type	**2025**	2024
Credit card	**$ 11,123,946**	$ 11,745,136
Home equity	**2,995,027**	2,922,528
Business	**715,684**	959,915
Courtesy pay	**627,853**	661,739
Unsecured	**598,105**	608,566
Total	**$ 16,060,615**	$ 16,897,884

Other Non-Interest Income and Expense

Other non-interest income and expense amounts for the years ended December 31, 2025 and 2024 are summarized as follows:

	2025	2024
Non-Interest Income		
Card income	**$ 1,015,162**	$ 1,097,951
Deposit-related income	**765,788**	747,615
Insurance income	**245,448**	225,357
Lending-related income	**139,282**	155,370
Gain on valuation of equity investments	**54,301**	64,084
Mortgage-related income	**580**	22,010
Gain on conversion of VISA stock	**-**	419,588
Gain on sale of assets	**-**	211,542
Other	**74,266**	47,190
Total non-interest income	**$ 2,294,827**	$ 2,990,707
Non-Interest Expenses		
Compensation and benefits	**$ 3,508,887**	$ 3,505,965
Professional fees	**1,137,880**	1,083,532
Card processing and bank charge	**856,691**	905,396
Occupancy	**702,304**	682,315
Office operations	**587,408**	622,193
Loan servicing	**559,148**	589,088
Education and promotion	**83,411**	273,410
Travel	**16,935**	48,704
Director and employee training	**1,544**	6,809
Other	**80,767**	74,180
Total non-interest expense	**$ 7,534,975**	$ 7,791,592

Lease

Effective February 1, 2024, the Credit Union entered into an office lease agreement for the OTR branch location in Cincinnati, Ohio, which spans a period of five years ending January 1, 2029. The lease agreement calls for payments of $1,292 per month during the first year which then increases by 3% per annum for the remaining term of the lease. There are no renewal options included in this agreement. Lease expense totaled $17,462 and $11,624 for the years ended December 31, 2025 and 2024, respectively.

Future minimum lease payments required under the terms of the lease are as follows:

2026	16,402
2027	16,894
2028	17,401
2029	1,454

Date of Management's Review of Subsequent Events

Management has evaluated subsequent events through the date of the Independent Auditor's Report, the date on which the financial statements were available to be issued.