Citizens Bancorp of Virginia, Inc.

# PRESS RELEASE - FOR IMMEDIATE DISTRIBUTION

## Dated: October 22, 2025

## Record Earnings Reported by Citizens Bancorp of Virginia, Inc.

**Blackstone, Virginia** Citizens Bancorp of Virginia, Inc. (the "Company") (OTCBB: CZBT), the parent company of Citizens Bank and Trust Company (the "Bank"), reported record earnings for the first nine months of 2025. The Company reported earnings of $7.375 million, or $3.50 per share, for the first nine months of 2025 compared to $6.550 million, or $3.09 per share, for the first nine months of 2024. The Company reported earnings of $2.504 million, or $1.19 per share, for the quarter ended September 30, 2025 compared to $2.231 million or $1.06 per share, for the same period in 2024. The Company's return on assets for the third quarter of 2025 was 1.76% versus 1.61% reported for the same period in 2024. As a result of the continued solid earnings and strong performance, the Board of Directors voted to increase the quarterly dividend from $0.28 to $0.29 per share.

### Earnings Highlights

Net interest income for the third quarter of 2025 exceeded the same period in 2024 by $637 thousand, largely due to the current rate environment. Noninterest income decreased by $18 thousand from 2024 due to decreases in interchange income, net gains on sales of loans, and service charges on deposit accounts. Noninterest expense for the third quarter of 2025 increased to $3.322 million from $3.028 million in 2024, primarily due to an increase in 2025 personnel costs and other noninterest expense. The Company's net interest margin for the third quarter of 2025 increased to 4.33% versus 3.93% in 2024, as the Company continues to benefit from a higher rate environment while remaining disciplined on managing funding costs.

### Balance Sheet

At September 30, 2025 total Company assets were $569.1 million, an increase of $16.4 million from December 31, 2024. Gross loans ended the period at $276.2 million, an increase of $6.4 million from December 31, 2024. Total deposits increased by $7.7 million to $479.4 million from $471.7 million at year end 2024. Interest-bearing deposits decreased from $362.8 million to $362.4 million and noninterest-bearing deposits increased from $108.9 million to $117.0 million. Total stockholders' equity increased from $66.7 million on December 31, 2024 to $77.2 million on September 30, 2025. This represents a 15.74% increase, primarily driven by a reduction in the unrealized loss on the Bank's securities portfolio. The improvement is due to declining bond rates and the repricing of a portion of the portfolio.

### Capital Strength

The Company's Community Bank Leverage Ratio was approximately 14.93%. This ratio significantly exceeds the current regulatory standards for well-capitalized status.

### Credit Quality

The Bank's loan portfolio remains stable and continues to perform well. At September 30, 2025 Other Real Estate Owned (OREO) was $534 thousand, unchanged from December 31, 2024. Nonaccruing loans as a percentage of loans at September 30, 2025 remained flat.

The Company's President and CEO, C. Taylor Quicke commented, "It is a pleasure to report that Citizens Bank & Trust Company had record earnings for the first three quarters of 2025, exceeding the same period last year by $825 thousand, or 12.59%. The strong earnings are largely attributed to managing the pricing of new and maturing assets, while maintaining low cost of funds to create a strong net interest margin of 4.33% for the quarter. Given the Bank's strong capital position and consistent earnings, the Board of Directors approved an increase in the quarterly dividend from $0.28 to $0.29 per share, or from $1.12 to $1.16 on an annual basis."

**About Citizens Bancorp of Virginia, Inc. and Citizens Bank and Trust Company**

Citizens Bank and Trust Company was founded in 1873 and is the second oldest independent bank in Virginia. The Bank has twelve locations in the Counties of Amelia, Chesterfield, Nottoway, Mecklenburg, Powhatan and Prince Edward and in the City of Colonial Heights, Virginia. The Bank also operates a loan production office in Goochland, Virginia. Citizens Bancorp of Virginia, Inc. is the parent company of the Bank and is headquartered in Blackstone, Virginia. The Company's stock trades on the OTC Bulletin Board under the symbol "CZBT". Additional information on the Company and the Bank is also available at its website: **www.cbtva.com**.

**Cautionary Statement about Forward-Looking Statements**

We caution you that certain statements in this release may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Although we believe that our expectations with respect to these forward-looking statements are based upon reasonable assumptions within the bounds of our business operations, there can be no assurance that the actual results, performance or achievements of the Company will not differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements. For more details on factors that could affect expectations, see the Company's Annual Report for the year ended December 31, 2024.

**CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY**
**Consolidated Balance Sheets**
**(Dollars in thousands, except share data)**

| **Assets** | **(Unaudited) September 30, 2025** | **December 31, 2024** |
|---|---|---|
| Cash and due from banks | $ 7,246 | $ 6,561 |
| Interest-bearing deposits in banks | 319 | 288 |
| Federal funds sold | 45,222 | 21,099 |
| Securities available for sale, at fair market value | 210,575 | 224,683 |
| Restricted securities, at cost | 543 | 544 |
| Loans, net of allowance for credit losses of $3,498 in 2025 and $3,329 in 2024 | 272,701 | 266,442 |
| Premises and equipment, net | 7,661 | 7,685 |
| Accrued interest receivable | 2,519 | 2,570 |
| Other assets | 3,019 | 4,062 |
| Bank-owned life insurance | 18,770 | 18,235 |
| Other real estate owned | 534 | 534 |
| Total assets | $ 569,109 | $ 552,703 |
| **Liabilities and Stockholders' Equity** | | |
| **Liabilities** | | |
| Deposits: | | |
| Noninterest-bearing | $ 117,007 | $ 108,930 |
| Interest-bearing | 362,358 | 362,822 |
| Total deposits | 479,365 | 471,752 |
| Other borrowings | 8,474 | 10,119 |
| Accrued interest payable | 988 | 1,369 |
| Accrued expenses and other liabilities | 3,093 | 2,795 |
| Total liabilities | 491,920 | 486,035 |
| **Stockholders' Equity** | | |
| Preferred stock, $0.50 par value; authorized 1,000,000 shares; none outstanding | - | - |
| Common stock, $0.50 par value; authorized 10,000,000 shares; issued and outstanding, 2,103,846 for 2025 and 2,108,017 for 2024 | 1,052 | 1,054 |
| Additional paid-in capital | - | - |
| Retained earnings | 83,737 | 78,267 |
| Accumulated other comprehensive loss | (7,600) | (12,653) |
| Total stockholders' equity | 77,189 | 66,668 |
| Total liabilities and stockholders' equity | $ 569,109 | $ 552,703 |

## CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY
## Consolidated Statements of Income
## (Dollars in thousands, except per share data)

| | Three Months Ended September 30, (Unaudited) | | Nine Months Ended September 30, (Unaudited) | |
|---|---|---|---|---|
| | 2025 | 2024 | 2025 | 2024 |
| Interest and Dividend Income | | | | |
| Loans, including fees | $ 4,823 | $ 4,403 | $ 13,903 | $ 12,505 |
| Investment securities: | | | | |
| Taxable | 1,661 | 1,627 | 4,977 | 4,724 |
| Tax-exempt | 110 | 64 | 256 | 194 |
| Federal funds sold | 402 | 185 | 1,032 | 1,060 |
| Other | 10 | 12 | 31 | 34 |
| **Total interest and dividend income** | **7,006** | **6,291** | **20,199** | **18,517** |
| Interest Expense | | | | |
| Deposits | 1,158 | 1,083 | 3,433 | 3,133 |
| Borrowings | 17 | 14 | 49 | 38 |
| **Total interest expense** | **1,175** | **1,097** | **3,482** | **3,171** |
| **Net interest income** | **5,831** | **5,194** | **16,717** | **15,346** |
| Provision for credit losses | 60 | 60 | 180 | 135 |
| **Net interest income after provision for loan losses** | **5,771** | **5,134** | **16,537** | **15,211** |
| Noninterest Income | | | | |
| Service charges on deposit accounts | 161 | 182 | 465 | 530 |
| Net loss on calls of securities | (2) | - | (2) | (11) |
| Net gain on sales of loans | 6 | 21 | 36 | 29 |
| Income from bank-owned life insurance | 162 | 129 | 609 | 369 |
| Interchange income, net | 194 | 231 | 714 | 727 |
| Other | 129 | 105 | 326 | 302 |
| **Total noninterest income** | **650** | **668** | **2,148** | **1,946** |
| Noninterest Expense | | | | |
| Salaries and employee benefits | 2,033 | 1,912 | 5,814 | 5,529 |
| Net occupancy expense | 194 | 199 | 585 | 633 |
| Equipment expense | 121 | 114 | 322 | 345 |
| FDIC deposit insurance | 62 | 62 | 183 | 186 |
| Net gain on sale of other real estate owned | - | (71) | - | (71) |
| OREO expenses, net of rental income | 4 | 5 | 15 | 20 |
| Other | 908 | 807 | 2,656 | 2,370 |
| **Total noninterest expense** | **3,322** | **3,028** | **9,575** | **9,012** |
| **Income before income taxes** | **3,099** | **2,774** | **9,110** | **8,145** |
| Income taxes | 595 | 543 | 1,735 | 1,595 |
| **Net income** | **$ 2,504** | **$ 2,231** | **$ 7,375** | **$ 6,550** |
| **Earnings per share, basic & diluted** | **$ 1.19** | **$ 1.06** | **$ 3.50** | **$ 3.09** |

## CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY
## Consolidated Regulatory Capital Ratios
## And Performance Ratios

**(Dollars in thousands, except per share data)**

| | Three Months Ended | | | | |
|---|---|---|---|---|---|
| | September 30, 2025 | June 30, 2025 | March 31, 2025 | December 31, 2024 | September 30, 2024 |
| **Per Share Data:** | | | | | |
| Earnings per weighted average share | $1.19 | $1.19 | $1.12 | $0.95 | $1.06 |
| Weighted average shares outstanding | 2,104,611 | 2,106,853 | 2,107,917 | 2,110,185 | 2,112,423 |
| Actual shares oustanding | 2,103,846 | 2,105,646 | 2,107,517 | 2,108,017 | 2,110,867 |
| Book value per share at period end | $ 36.69 | $ 34.92 | $ 33.60 | $ 31.63 | $ 32.32 |
| Dividend per share | $ 0.29 | $ 0.28 | $ 0.28 | $ 0.28 | $ 0.28 |
| **Performance Ratios:** | | | | | |
| Return on average assets | 1.76% | 1.78% | 1.73% | 1.45% | 1.61% |
| Net interest margin, (FTE)[1] | 4.33% | 4.17% | 4.03% | 3.99% | 3.93% |
| Efficiency ratio[2] | 51.04% | 49.80% | 50.91% | 54.26% | 51.51% |
| **Capital and Other Ratios:** | | | | | |
| **(Ratios are period end, unless stated otherwise)** | | | | | |
| Tier 1 leverage ratio | 14.93% | 14.61% | 14.47% | 14.43% | 14.11% |
| Allowance for loan losses to total loans | 1.27% | 1.25% | 1.26% | 1.24% | 1.18% |
| Nonaccruing loans to total loans | 0.01% | 0.01% | 0.02% | 0.02% | 0.02% |
| Net charge-offs (net recoveries) to average loans (annualized) | 0.00% | 0.00% | 0.10% | 0.00% | -0.05% |

[1] The net interest margin is reported on a fully taxable equivalent basis.
[2] Computed by dividing noninterest expense by the sum of net interest income (on a fully taxable equivalent basis) and noninterest income.

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