



COMMUNITY BANCORP OF SANTA MARIA

P.O. Box 5307, Santa Maria, CA 93456 • (805) 922-2900

July 18, 2025

CORRECTED VERSION

To Our Valued Shareholders,

We are pleased to share with you the financial highlights for the Second Quarter, 2025.

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Percentage Change</u>
Net Loans	\$282,768,000	\$257,147,000	10.0%
Total Deposits	\$365,512,000	\$356,909,000	2.4%
Total Assets	\$417,805,000	\$405,559,000	3.0%
Net Income	\$ 1,865,969	\$ 1,531,870	21.8%
Earnings Per Share	\$ 0.86	\$ 0.71	

We are excited to report across the board increases in Loans, Deposits, Assets, and Net Income. In the second quarter 2025, Net Income grew 30.1% over the first quarter, 2025. While second quarter earnings were buoyed by recognition of one-time Bank Owned Life Insurance Income of approximately \$315,000, this was largely offset by loan loss provisions of \$232,415. The additional provisions are directly attributed to loan growth, as credit quality remains strong. This type of financial performance is a direct reflection of the Company's commitment to maintaining a fortress-type balance sheet.

As a result of the ongoing financial strength and stability of the Company, the Board of Directors recently announced the payment of an annual cash dividend of \$0.30 per share which was payable on July 8, 2025, to shareholders of record on June 30, 2025. This is a 20.0% increase over the 2024 annual cash dividend. Additionally, the Company announced a Share Repurchase Plan on June 13, 2025, wherein the Company may buy back up to 109,895 shares of its common stock, or approximately 5% of its outstanding shares as of the announcement date.

Further, Community Bancorp and Community Bank of Santa Maria continue to receive accolades from various independent agencies. Last quarter we announced The Findley Reports recognized us as a 2024 "Premier Performing" bank, and we are celebrating another quarter with a "Five Star" rating from Bauer Financial. Additionally, Pacific Coast Business Times recognized us in their 2025 list of the 'Best Places to Work' and the Santa Maria Sun voted us the 'Best Bank' in their 2025 Readers' Poll. We are committed to continuing this trend of high performance for our shareholders, staff, and community.

Please enjoy our Shareholder Insert, 'Community in Our Community.' With the dedication of our shareholders, Community Bancorp of Santa Maria continues to make a meaningful impact that extends beyond providing financial products and services. Through our volunteer efforts and financial contributions, we help enhance the economic vitality and quality of life in the communities we serve. Thank you for being an essential part of these efforts.

In closing, we want to thank you for your continued support. We value you as a shareholder, and ask that you please refer your family, friends, and business associates to *your* bank for all their banking needs.

Sincerely,

Janet Silveria
President
Chief Executive Officer

	<u>ACTUAL</u> <u>06/30/25¹</u>	<u>Year-end</u> <u>Goal</u> <u>2025</u>
Return on Average Assets	0.93%	0.90%
Return on Average Equity	11.09%	10.00%

¹ Annualized



COMMUNITY IN OUR *Community*



CBSM actively supports and participates in a variety of events and fundraisers throughout the year. Pictured above, staff came out in force to pay tribute to Santa Maria's Strawberry growers, shippers, and coolers at the Annual Strawberry Recognition Dinner.

Left, staff members enjoy the Kentucky Derby fundraiser supporting the Elk's Rodeo Queen Candidate for Children's Resource & Referral.



Pictured to the right are our Milestone Anniversary Celebrants for the second quarter, 2025. From the left, Krystal Calderon (10 years), and Elise Fuentes (10 years).

