



Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

Greetings to our customers...

We have important information for you.

As your financial institution, we are involved in a program that directly affects you and our entire community. Please take a few moments to learn about the Community Reinvestment Act.

The Community Reinvestment Act (CRA) was developed by Congress in 1977. It requires financial institutions to help communities meet local financial needs. To you, our customer, that means: we provide credit services to fit your needs, make many types of loans available, and ask for your suggestions and comments about our credit policies. In addition, we work with community groups, local businesses, and all levels of government to improve the area we serve.

We invite you to learn more about CRA by continuing through this document. CRA is intended to make a difference - for you and for our community.



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Loan to Deposit Ratios



Call Report Date	Loan to Deposit
6/30/2024	52.90%
9/30/2024	55.30%
12/31/2024	53.87%
3/31/2025	52.02%
6/30/2025	61.56%
9/30/2025	68.83%
12/31/2025	70.88%
3/31/2026	72.70%



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Our Products and Services

Do you have plans and dreams for your future but don't know how to make them come true? Or, do you have a problem that a loan would set right? We can help!

Our loans are available to anyone in our community who meets the lending guidelines set by our board of directors. These sound lending practices protect your credit rating and our institution. They must also comply with antidiscrimination laws, including fair lending and fair housing laws.



Ask to see a loan officer. Our people are familiar with the many credit services we offer; they will be happy to advise you about getting the funds you need. Our loan products and policies are tailored to meet the credit needs of our community.



Member
FDIC

107 North Chestnut Street
Post Office Box B
Onarga, Illinois 60955-0169



Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

Phone 815-268-7676
Fax 815-268-7229
www.federatedbank.com

Types of Loans:

Personal Loans

Auto/Recreational Loans

Residential Real Estate Loans:

In-House Balloon Loans

Adjustable-Rate Mortgage Loans

Federal Home Loan Bank

Federal Housing Administration Loans

Veteran Administration Loans

Rural Development

Home Equity Lines of Credit

Home Improvement Loans

Ag Loans

Ag Real Estate Loans

Commercial Loans

Commercial Real Estate Loans

Loan Origination Charges:

Residential Real Estate Loans: \$638

If multiple properties are used this fee may increase at \$638 for each additional property.

Residential Balloon Renewal (no new money) \$258

This assumes the loan is performing and no issues are present that may increase the efforts in the renewal. If additional time is required, the fee should move towards or up to the \$638 amount.

Residential Balloon Renewal (with new money) \$638

Home Improvement Loans: \$138 or \$638

Home Equity Line of Credit: \$138

Consumer Loans: \$138

\$30.00 per additional vehicle used as collateral

Commercial & Ag Real Estate Loans: Minimum of \$638.00 or ½% of Loan Amount

Commercial & Ag Loans: \$258

Anything less than \$258 is an exception that requires approval. Minimum of \$100.00

Branch Locations:

Bradley
327 S. Bradley Blvd
Bradley, IL 60915
815-932-7000

Braidwood
130 N Washington St
Braidwood, IL 60408
815-458-5220

Chebanse
110 W. First North St
Chebanse, IL 60922
815-697-2394

Loda
Route 45
Loda, IL 60948
217-386-2392

107 North Chestnut Street
Post Office Box B
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Other Loan Charges:

Government Recordings: \$50-\$200

Title Company Charges: \$125-\$1,000

Appraisals: \$300-\$3000

Flood Determination Charges: \$24

Credit Reporting Charges: \$6-\$275

Pest Inspection Charges: \$60-\$200

Wire Charges: \$30-\$100

Overnight Mailing Charges: \$19-\$80

Secretary of State Lienholder Charge: \$20-\$95

Branch Locations:

Bradley
327 S. Bradley Blvd
Bradley, IL 60915
815-932-7000

Braidwood
130 N Washington St
Braidwood, IL 60408
815-458-5220

Chebanse
110 W. First North St
Chebanse, IL 60922
815-697-2394

Loda
Route 45
Loda, IL 60948
217-386-2392

Dear Customer:
Federal and State banking laws govern much of our relationship with you. In particular, laws concerning negotiable instruments, deposit accounts and how we treat activity of these accounts. Disclosures of our fees and charges are in this brochure. Please retain for your records.

TRUTH IN SAVINGS ACT:
The FDIC Improvement Act of 1991 contained within it the Truth in Savings Act. The purpose of this act is to enable consumers to make informed decisions about deposit accounts in depository institutions.

ACCOUNT DESCRIPTIONS	
REGULAR CHECKING	
Minimum Opening Balance.....	\$50.00
Minimum balance required to avoid service charge.....	\$200.00
Monthly Service Charge.....\$5.00 if at any time during the statement period the balance falls below \$200.00	
Statement Period: Monthly	

SENIOR CITIZENS REGULAR CHECKING (60 Years and Older)	
Minimum Opening Balance.....	\$50.00
Service Charge.....	None
Statement Period: Monthly	

SAVINGS ACCOUNTS	
STATEMENT SAVINGS	
Minimum Opening Balance.....	\$100.00
(Anyone under 18 years of age or student 22 or younger)	
Minimum balance required to avoid service charge.....	\$25.00
(Anyone under 18 years of age or student 22 or younger)	
Minimum balance required to earn interest.....	\$25.00
(Anyone under 18 years of age or student 22 or younger)	
Interest Rate.....	\$25.00
Annual Percentage Yield (APY).....	See Rate Sheet
Interest Compulation Method.....	See Rate Sheet
Interest will be compounded.....	Daily Balance *
Interest credited.....	Quarterly

On non-cash items interest will begin to accrue on the next business day.
If you close your account before interest is credited, you will not receive the accrued interest.
Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time.

Fee Per Withdrawals.....\$3.00 after 5 per month
Statement Period: Quarterly (An interim account activity report will be sent if preauthorized withdrawals or electronic fund transfers occur during the month.)
Monthly Service Charge.....\$5.00 if at any time during the month the balance falls below \$100.00
Only 6 preauthorized debits are allowed per month (i.e. ACH, telephone transfer, etc.)
* The Daily Balance is determined by the application of a daily periodic rate to the full amount of principal in the account each day.

CHRISTMAS CLUB ACCOUNTS	
Interest Rate.....	See Rate Sheet
Interest will be compounded.....	Quarterly
There will be no minimum opening balance, no service charges, and no specific amount required to earn interest.	

INDIVIDUAL RETIREMENT ACCOUNTS	
Minimum Opening Deposit.....	\$100.00
Interest Rate.....	See Rate Sheet
Annual Percentage Yield (APY).....	See Rate Sheet
Interest Compulation Method.....	Daily Balance *
Interest will be credited.....	Quarterly
Interest will be credited.....	Quarterly
If you close your account before interest is credited, you will receive the accrued interest. If you have a variable rate account, your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. On non-cash items interest will begin to accrue on the next business day. Penalty for Early Withdrawal: The penalty will be stated on the IRA Certificate (contract) and may be up to 6 months less of interest. Statement Period: Annually	
* The Daily Balance is determined by the application of a daily periodic rate to the full amount of principal in the account each day.	

CERTIFICATE OF DEPOSIT
Interest may be credited to your deposit account or paid to you quarterly, or as agreed upon. The annual percentage yield (APY) assumes that interest remains on deposit until maturity. A withdrawal will reduce earnings. After the account is opened, you may not make any deposits into or withdrawals from the principal in the account until the maturity date. Deposits into variable rate IRA's may be allowed. Interest begins to accrue on the business day deposit non-cash items (for example, checks). For terms and rates (including APY) see our individual rate sheets.

PENALTY FOR EARLY WITHDRAWAL
The penalty will be stated on the individual certificate (contract) and may result in a loss of principal under certain circumstances.

Renewal Policy - If your Certificate is SINGLE MATURITY and does not automatically renew, Present it PROMPTLY at maturity as no interest is payable after the maturity date. If your certificates will AUTOMATICALLY RENEW, you will have a grace period of 10 days from maturity date to present this certificate

for payment without penalty. If the certificate automatically renews, IT WILL BE RENEWED AT THE RATE IN EFFECT AT THIS INSTITUTION ON THE DATE OF MATURITY.
**See Rate Sheet for CD terms and rates.

NOW ACCOUNT	
Minimum Opening Deposit.....	\$750.00
Minimum balance required to obtain APY as listed.....	\$750.00
Interest Rate.....	See Rate Sheet
Annual Percentage Yield (APY).....	See Rate Sheet
Interest Compulation Method.....	Daily Balance *
Interest will be compounded.....	Monthly
Interest credited.....	Monthly
On non-cash items interest will begin to accrue on the next business day. If you close your account before interest is credited, you will not receive the accrued interest. Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. Cost for check printing varies depending on the style of checks ordered. If minimum balance falls below \$750.00, there will be a \$7.00 per month service charge. Statement Period: Monthly	
* The Daily Balance is determined by the application of a daily periodic rate to the full amount of principal in the account each day.	

MONEY MARKET ACCOUNT	
Minimum Opening Deposit.....	\$2500.00
Interest Rate.....	See Rate Sheet
Annual Percentage Yield (APY).....	See Rate Sheet
Interest Compulation Method.....	Daily Balance *
Interest will be compounded.....	Monthly
Interest credited.....	Monthly
On non-cash items interest will begin to accrue on the next business day. If you close your account before interest is credited, you will not receive the accrued interest. Your interest rate and annual percentage yield may change. At our discretion, we may change the interest rate on your account at any time. Fee Per Withdrawal.....\$10.00 after 4 per month Statement Period: Monthly (We must restrict all preauthorized (including automatic) transfers of funds from our Money Market Deposit Account to a maximum of six per month. If we provide checks with this account, three of such transfers may be made by check). If balance falls below \$2,500.00, no interest will be earned, and a \$10.00 Service Charge will be charged. * The Daily Balance is determined by the application of a daily periodic rate to the full amount of principal in the account each day.	

PLEASE RETAIN FOR YOUR RECORDS
FEDERAL ELECTRONIC FUND TRANSFER ACT DISCLOSURES
IMPORTANT INFORMATION for our customers who have authorized electronic fund transfers:
The Federal Electronic Fund Transfer Act and regulations adopted hereunder provide that we disclose pertinent information to you about electronic fund transfers to or from your account. By electronic fund transfers, we mean transactions initiated by you through the use of your debit card (in automated teller machines), preauthorized deposits to - and if applicable, preauthorized transfers from your account with us.

TYPES OF TRANSFERS AVAILABLE	
1. Point of Sale Transfers	
2. Automated Teller Machine	
3. Electronic Check Conversion	
4. Direct Deposit or withdrawals of funds	
5. Transfer initiated by telephone	
6. All debit card transfers - whether or not initiated through an electronic terminal	
AUTOMATED TELLER MACHINES, DEBIT CARDS & POINT-OF-SALE TRANSFERS	
A. ACCESSING YOUR ACCOUNT	
1. Withdraw cash from your checking or savings account.	
2. Transfer funds between your checking and savings accounts whenever you request.	
3. Pay for purchases at places that have agreed to accept the card.	
4. Some of these services may not be available at all terminals.	
B. LIMITATIONS	
1. Limitations on frequency of transfers	
i) There is no limitation on the frequency of transfers.	
2. Limitations on dollar amounts of transfers.	
i) You may withdraw up to \$305.00 from our terminals each day.	
ii) You may buy up to \$1,550.00 worth of goods or services per three business days.	
iii) In addition to those limitations listed elsewhere, transfers from an Insured Money Market account or from a savings account to another account or to third parties by preauthorized, automatic or telephone transfers are limited to six per statement cycle with no more than three by check, debit card, or similar order to third parties.	

CHARGES FOR TRANSFERS OR RIGHT TO MAKE TRANSFERS
1. There will be no charge from Federated Bank for any transaction initiated at an ATM machine that is not our own.
2. There is no charge for transfers.
3. ATM FEES BY OTHERS
When you use an ATM not owned by us, you may be charged a fee by the ATM operator or any network used and you may be charged a fee for a balance inquiry even if you do not complete a fund transfer.

E. RECEIPT FOR TRANSACTION
You will receive a written receipt at the time you make any transfer to or from your account using one of our automated teller machines.

F. CUSTOMER LIABILITY
VISA® Customer Liability Limits: Additional limit on liability for VISA®-branded cards. Unless you have been grossly negligent or have engaged in fraud, you will not be liable for any unauthorized transactions using your lost or stolen VISA®-branded card. This additional limit on liability does not apply to ATM transactions using your Personal Identification Number that are not processed by VISA® or to commercial cards. The liability policy for unauthorized use on PIN transactions not processed by VISA® is below. Tell us AT ONCE if you believe your card has been lost or stolen. Telephoning is the best way of keeping your possible losses down. You could lose all the money in your account. If you tell us within 2 business days, you can lose no more than \$50 if someone used your card without your permission. If you do NOT tell us within 2 business days after your learn of the loss or theft of your card, and we can prove we have stopped someone from using your card without your permission if you had told us, you could lose as much as \$500.

G. HOW TO CONTACT US
If you believe that your card has been lost or stolen or that someone has transferred or may transfer money from your account without your permission, or if for any reason you wish to contact us, telephone us at (615) 268-7676.

ELECTRONIC FUNDS TRANSFERS BY PEAUTHORIZATION
A. DOCUMENTATION OF TRANSFERS
If you have arranged to have direct deposits made to your account at least once every 60 days from the same person or company, you can call us at the phone number listed below to find out whether or not the deposit has been made.

B. LIMITATIONS
There is no limitation on the number of withdrawals that can be made in person. Only 6 preauthorized debits are allowed per month (e.g. ACH, telephone transfers, etc) on Savings or Money Market accounts.

C. RIGHT TO STOP-PAYMENT
If you have told us in advance to make regular payments out of your account, you can stop any of these payments. Here's how: Call us at the phone number given below, or write us at the address given below, in time for us to receive your request 3 business days or more before the payment is scheduled to be made. If you call, we may also stop you to put your request in writing and get it to us within 14 days after you call. If you order us to stop one of these payments 3 business days or more before the transfer is scheduled, and we do not do so, we will be liable for your losses or damages. We will charge you \$25.00 for each stop-payment order you give.

NOTICE OF TRANSFERS VARYING IN AMOUNT
If the preauthorized regular transfers from your account may vary in amount, the person you are going to pay should tell you, 10 days before each payment, when it will be made and how much it will be. You may choose instead to get this notice only when the payment would differ by more than a certain amount from the previous payment, or when the amount would fall outside certain limits that you set.

E. CUSTOMER LIABILITY
If your statement shows unauthorized transfers from your account, tell us at once. If you do not tell us within 60 days after we sent you the FIRST statement upon which the problem appeared, you may not get back any money you lost after the 60 days if we can prove that we could have stopped someone from taking the money if you had told us in time. If a good reason (such as a long trip or a hospital stay) kept you from telling us, we will extend the time periods.

HOW TO CONTACT US
If you believe that a transaction involving your account has been made without your permission or if for any reason you wish to contact us, telephone us at the phone number given below or write us at the address given below.

ELECTRONIC FUND TRANSFERS (EFT) BY NON-RECURRING PEAUTHORIZED TRANSFERS
A. TYPES OF NON-RECURRING PEAUTHORIZED TRANSFERS:
1. You may purchase goods or pay for services with a check at the point of sale and authorize the merchant or service provider to convert your check into an EFT by capturing the routing, account, and serial numbers to initiate the transfer by an electronic check conversion.
2. You purchase goods or pay for services by mailing a check to the merchant, a lockbox, or other payee that is later converted to an EFT by electronic check conversion.
3. You make a payment through a bill-payment service available to you via a computer or other electronic means that initiates an ACH debit entry to your account using MICR information you have provided, without producing a paper draft, is an EFT by electronic check conversion.
4. You are asked to authorize at the time you offer a check to a merchant or service provider to electronically collect a charge in the event the check is returned for insufficient funds. Paying such a fee electronically is an electronic fund transfer.
A consumer authorizes a one-time electronic fund transfer (in providing a check or the information from a check to a merchant or other payee for the MICR encoding), where the consumer receives notice that the transaction will be processed as an EFT and completes the transaction. Examples of notice include, but are not limited to, written statements and the posting of a sign.

DISCLOSURES THAT APPLY TO ALL ELECTRONIC FUND TRANSFERS
A. PERIODIC STATEMENTS:
1. CHECKING: You will get a monthly account statement.
2. SAVINGS: You will get a quarterly account statement. (An interim account activity report will be sent if preauthorized withdrawals occur during the month.)

B. LIABILITY FOR FAILURE TO MAKE TRANSFERS
1. If we do not complete a transfer to or from your account on time or in the correct amount according to our agreement with you, we will be liable for your losses or damages. However, there are some exceptions. We will not be liable, for instance:
i) If, through no fault of ours, you do not have enough money in your account to make the transfer.
ii) If the transfer would go over the credit limit on our overdraft line, if any.

- iii) If your account is frozen because of a court order or some similar reason.
- iv) If the automated teller machine where you are making the transfer does not have enough cash.
- v) If the terminal was not working properly and you knew about the breakdown when you started the transfer.
- vi) If circumstances beyond our control (such as fire or flood) prevent the transfer, despite reasonable precautions that we have taken.
- vii) There may be other exceptions stated in our agreement with you.

C. CONFIDENTIALITY – ACCOUNT INFORMATION DISCLOSURE

We will disclose information to third parties about your account or the transfers you make:

1. Where it is necessary to complete transfers or
2. In order to verify the existence and condition of your account for a third party, such as a credit bureau or merchant, or
3. In order to comply with government agency or court orders, or
4. If you tell us your written permission.

D. ERROR RESOLUTION PROCEDURES

In case of errors or questions about your electronic transfers, call or write us at the telephone number or address listed in below, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer listed on the statement or receipt. We must hear from you no later than 60 days after we sent the FIRST statement on which the problem or error appeared.

1. Tell us your name and account number (if any).
2. Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
3. Tell us the dollar amount of the suspected error.

If you tell us orally, we may require that you send us your complaint or question in writing within 10 business days.

A. ERROR RESOLUTION NOTICE

We will determine whether an error occurred within 10 business days after we hear from you and will correct any error promptly. If we need more time, however, we may take up to 45 days to investigate your complaint or question. If we decide to do this, we will credit your account within 10 business days for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. If we ask you to put your complaint or question in writing and we do not receive it within 10 business days, we may not credit your account. We will tell you the results within three business days after completing our investigation. If we decide that there was no error, we will send you a written explanation.

B. EXTENSION OF THE TIME PERIOD

1. The application time is 20 business days in place of 10 business days if the notice of error involves an electronic fund transfer to or from the account within 30 days after the first deposit to the account was made, if you are a new customer.
2. The applicable time is 90 days in place of 40 days of investigation, if a notice of error involves an electronic fund transfer that:
 - (1) Was not initiated within a state,
 - (2) Resulted from a point-of-sale debit card transaction.

You may ask for copies of the documents that we used in our investigation.

FEDERATED BANK

107 N. CHESTNUT, PO BOX B

ONARGA, IL 60955

Business Days: Monday through Friday

Excluding Federal Holidays

Phone: (815) 268-7676

Your Ability to Withdraw Funds - Determining the Availability of a Deposit. Our policy is to make funds from your cash, check, wire transfer, and electronic direct deposits available to you on the first business day after the day we receive your deposit. Once the funds are available, you can withdraw them in cash and/or we will use them to pay checks that you have written. For determining the availability of your deposits, every day is a business day except Saturdays, Sundays, and federal holidays. We have multiple branch locations that have different days and hours of operations. If you make a deposit at one of our branches during operating hours on a day that branch is open, that day will be considered the day of your deposit. However, if you make a deposit after business hours, the day of your deposit will be considered the next business day the branch is open, and the day of your deposit for deposits made at branches will be considered the next business day the branch is open.

Longer Delays May Apply. In some cases, we will not make all the funds that you deposit by check available to you on the first business day after the day of your deposit. Depending on the type of check you deposit, funds may not be available until the second business day after the day of your deposit. The first \$275.00 of your deposits, however, may be available on the first business day after the day of your deposit. If we are not going to make all of the funds from your deposit available on the first business day, we will notify you at the time you make your deposit. We will also tell you when the funds will be available. If your deposit is not made directly to one of our employees, or if we decide to take the action after you have left the premises, we will mail you the notice by the business day after we receive your deposit. If you need the funds from a deposit right away, you should ask us when the funds will be available. Funds you deposit by check may be delayed for a longer period under the following circumstances:

- We believe a check you deposit will not be paid. You deposit checks totaling more than \$6,725 on any one day. You deposit a check that has been returned unpaid. You have overdrawn your account repeatedly in the last six months. There is an emergency, such as failure of computer or communications equipment.

We will notify you if we delay your ability to withdraw funds for any of these reasons, and we will tell you when the funds will be available. They will generally be available no later than the seventh business day after the day of your deposit.

Other Accounts. If we cash a check for you that is drawn on another financial institution, we may withhold the availability of a corresponding amount of funds that are already in your account. Those funds will be available at the time funds from the check we cashed would have been available if you had deposited it.

Special Rules for New Accounts. If you are a new customer, the following special rules will apply during the first 30 days your account is open: Funds from electronic direct deposits, wire transfers and cash will be available on the first business day after the day of your deposit. In addition, the first \$6,725 of a day's total deposits of cashier's, certified, teller's, traveler's, on-us (checks drawn on Federated Bank) and federal, state, and local government checks will be available on the first business day after the day of your deposit. If the deposit meets certain conditions (e.g. the checks must be payable to you), the excess amount over \$6,725 will be available on the seventh business day after the day of your deposit. If your deposit of these checks (other than a U.S. Treasury check) is not made in person to one of our employees, the first \$6,725 will not be available until the second business day after the day of your deposit. Funds from all other deposits will be available on the seventh business day after the day of your deposit.

GENERAL FEES & SERVICES

Non-Sufficient Funds Item (whether presented in-person, electronically, or otherwise)	
Per item paid.....	\$30.00, \$150.00 daily maximum
Per item returned unpaid, and each time represented.....	\$30.00, \$150.00 daily maximum
Daily Fee for Negative Balance Account (Overdraft Charge).....	\$5.00 per day after 3 business days
Returned Deposit Item Fee.....	\$5.00 per occurrence
Stop Payment/Revocation/Renewal (including ACH, per item).....	\$25.00
Checking Account Inactivity Account Fee (inactive account for more than 90 days).....	\$10.00 per month
Savings Account Inactivity Account Fee (inactive account for more than 365 days).....	\$10.00 per month
Any Account Overdraft Transfer.....	\$15.00 setup, \$3.00 per transfer
Legal Process which affect your account (i.e., Garnishments, Levy, Citations, or offer).....	\$20.00
After the First Hour.....	\$90.00
IRAHSA Transfer and/or Closing Fee.....	\$30.00
Account Research & Reconciliation.....	\$50.00
Account Balancing Assistance.....	\$30.00 per hour, \$30.00 minimum
Amortization Schedule.....	\$30.00 per hour, \$30.00 minimum
Loan Coupon Book (replacement).....	\$20.00
Ready Reserve Account.....	\$15.00
Nolo Service (non-customers).....	Annual Fee \$15.00, \$3.00 per transfer
Prepaid Spending Cards.....	\$3.00
Cashier Checks.....	\$5.00
Coin Counting (non-customers).....	Non-customers \$10.00
Wire Transfer Fee.....	10%, minimum \$7.00
Incoming (International).....	Incoming \$7.00
Outgoing (International).....	Outgoing (Domestic) \$30.00
Instant Issue Debit Card Fees.....	\$60.00 plus external charges
For a New Card.....	\$15.00
For a Lost Card.....	\$10.00
ACH Transfers.....	Setup \$15.00, \$5.00 each transfer
ATM Fee Charge (not our ATM).....	No Charge
Online Banking Re-Enrollment Fee after 90 days.....	\$10.00
ACH Non-Post Handling Charge.....	\$10.00 per item
Collection Items (including Foreign Items).....	\$20.00 plus external bank charges
Check Copy.....	\$2.00
Activity Printout of Account.....	\$2.00
Returned/Forwarded Mail with Address Correction.....	\$5.00 per item
License Renewal Slicker.....	\$7.50
Telephone Transfer.....	\$2.00
Temporary Checks.....	\$5.00 per 10 checks
Cost of printing checks varies depending on the style of checks ordered.....	
Photocopies.....	First Page \$3.00, each additional page \$1.00
Fax Fees.....	
Safety Deposit Boxes.....	See Rate Schedule
Drilling Fee.....	\$200.00
Relaying Fee.....	\$75.00
Lost Key Fee.....	\$40.00
Verification of Deposit.....	\$10.00
Audit Confirmation.....	\$20.00

SAFE DEPOSIT BOXES

3 x 5.....	Yearly Fee
5 x 5.....	Yearly Fee
3 x 10.....	Yearly Fee
5 x 10.....	Yearly Fee
10 x 10.....	Yearly Fee

Not all boxes available in all offices



Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

TRUTH IN SAVINGS

Deposit Account Information
Electronic Funds Transfer Disclosure
Funds Availability Disclosure

ONARGA

107 N. Chestnut St., PO Box B
Onarga, IL 60955
815-268-7226 815-268-7223 (fax)

BRADLEY

327 South Kinzie Ave.
Bradley, IL 60915
815-932-7000 815-932-7039 (fax)

CHEBANSE

110 W. 1st North St. PO Box 398
Chebanse, IL 60922
815-697-2394 815-697-3056 (fax)

LODA

Route 45, PO Box 305
Loda, IL 60948
217-386-2392 217-386-2066 (fax)

BRAIDWOOD

130 N. Washington St.
Braidwood, IL 60408
815-458-5220 815-361-7461 (fax)

Please contact Branch as office hours vary by location..

federatedbank.com



GENERAL FEES & SERVICES
Effective as of January 1, 2026

Checking Account Inactivity Account Fee (inactive account for more than 90 days)	\$10.00 per month
Non-Sufficient Funds Item (whether presented in-person, electronically, or otherwise)	
Per item paid	\$30.00, \$150.00 daily maximum
Per item returned unpaid, and each time represented.....	\$30.00, \$150.00 daily maximum
Daily Fee for Negative Balance Account (Overdraft Charge).....	\$5.00 per day after 3 business days
Returned Deposit Item Fee	\$5.00 per occurrence
Stop Payment / Revocation / Renewal (including ACH, per item)	\$25.00
Savings Account Inactivity Account Fee (inactive account for more than 365 days)	\$10.00 per month
Savings Account Overdraft Transfer	\$15.00 setup \$3.00 per transfer
Savings Monthly Service Charge (if balance falls below \$100.00).....	\$5.00
Any account closed within 90 days of opening	\$20.00
Legal Process which affect your account (i.e., Garnishments, Levy, Citations, or other)	\$90.00
After the first hour.....	\$30.00 per hour
IRA/HSA Transfer and/or Closing Fee	\$50.00
Account Research & Reconciliation	\$30.00 per hour, \$30.00 minimum
Account Balancing Assistance	\$30.00 per hour, \$30.00 minimum
Amortization Schedule	\$20.00
Loan Coupon Book (replacement)	\$15.00
Ready Reserve Account	Annual Fee (Dec.30) \$15.00 \$3.00 per transfer
Notary Service (non-customers)	\$3.00
Prepaid Spending Cards	\$5.00
Cashier's Check	Customers \$5.00 Non-customers \$10.00
Coin Counting (non-customers)	10%, minimum \$5.00
Wire Transfer Fees	
Incoming (Domestic)	\$12.00
Incoming (International)	\$30.00 plus external bank charges
Outgoing (Domestic)	\$30.00
Outgoing (International)	\$60.00 plus external bank charges
Debit Card Replacement Fee	\$15.00
Instant Issue Debit Card Fees	
For a New Account.....	\$10.00
For a Lost Card.....	\$25.00
ATM Fee Charge (not our ATM).....	No Charge
Online Banking Re-Enrollment Fee after 90 days.....	\$10.00
ACH Transfers	Setup \$15.00 \$5.00 each transfer
ACH Non-Post Handling Charge	\$10.00 per item
Collection Items (including Foreign Items)	\$20.00 plus external bank charges
Check Copy	\$2.00
Activity Printout of Account	\$2.00
Returned/Forwarded Mail with Address Correction.....	\$5.00 per item
License Renewal Sticker	\$7.50
Telephone Transfer	\$2.00
Temporary Checks	\$5.00 per 10 checks
Cost of printing checks varies depending on the style of checks ordered.	
Photocopies	\$0.35
Fax Fees	First Page \$3.00, each additional page \$1.00
Safety Deposit Boxes	See Rate Schedule
Drilling Fee	\$200.00
Rekeying Fee	\$75.00
Lost Key Fee	\$40.00
Verification of Deposit	\$10.00
Audit Confirmation	\$20.00



Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

Branches Opened/Closed

No Branches Opened
or Closed

2026

Braidwood
130 N Washington St
Braidwood, IL 60408
Census Tract:
8840.03

Opened September 2025

No Branches Opened
or Closed

2024



Member
FDIC



Locations & Hours

Federated Bank Onarga

Main Branch

ATM at Branch

107 N Chestnut St

P. O. Box B

Onarga, IL 60955

Phone: 815-268-7226

Lobby Hours:

Mon-Wed: 9 am to 3 pm

Thursday: 9 am to 12 pm

Friday: 9 am to 6 pm

Saturday: 9 am to 12 pm

Drive-Up Hours:

Mon-Thurs: 8 am to 5 pm

Fri: 8 am to 6 pm

Sat: 8 am to 12 pm

Federated Bank Loda

ATM at Branch

117 N Oak St

PO Box 305

Loda, IL 60948

Phone: 217-386-2392

Lobby Hours:

Mon-Closed

Tues-Wed: 9 am to 11 am

and 1 pm-3 pm

Thurs: 9 am-11 am

Fri: 9 am to 11 am

and 1 pm-3 pm

Drive through Loda Office:

Monday: Closed

Tues-Thurs: 8 am-5 pm

Friday: 8 am-5 pm

Sat: 8 am-12 pm

Federated Bank Braidwood

ATM at Branch

130 N Washington St

Braidwood, IL 60408

Phone: 815-458-5220

Mon-Wed: 8 am-5 pm

Thurs: 8 am-12 pm

Fri: 8 am-5 pm

Sat: 8 am-12 pm

Drive-Up Hours:

Mon-Wed: 9 am-5 pm

Thurs: 9 am-12 pm

Fri: 9 am-5 pm

Sat: 9 am-12 pm

Federated Bank Chebanse

ATM at Branch

110 W. First North St

PO Box 398

Chebanse, IL 60922

Phone: 815-697-2394

Lobby Hours:

Mon-Closed

Tues-Wed: 9 am to 11 am

and 1 pm-3 pm

Thurs: 9 am-11 am

Fri: 9 am to 11 am

and 1 pm-3 pm

Sat: 8 am-12 pm

Drive through Chebanse Office:

Mon-Thurs: 8 am-5 pm

Friday: 8 am-6 pm

Sat: 8 am-12 pm





Locations & Hours

Federated Bank Bradley

ATM at Branch

327 S. Bradley Blvd

Bradley, IL 60915

Census Tract: 0107.02

Phone: 815-932-7000

ATM at Branch

Lobby Hours:

Mon-Wed: 9 am to 5 pm

Thurs: 9 am- 12 pm

Fri: 9 am to 6 pm

Sat: 9 am to 12 pm

Drive Thru Hours:

Mon-Thurs: 8 am to 5 pm

Fri: 8 am to 6 pm

Sat: 8 am to 12 pm



Federated Bank Braidwood

ATM at Branch

130 N Washington St

Braidwood, IL 60408

Census Tract: 8840.03

Phone: 815-458-5220

ATM at Branch

Lobby Hours:

Mon-Wed: 9 am to 5 pm

Thu" 9 am to 12 pm

Fri: 9 am to 5:30 pm

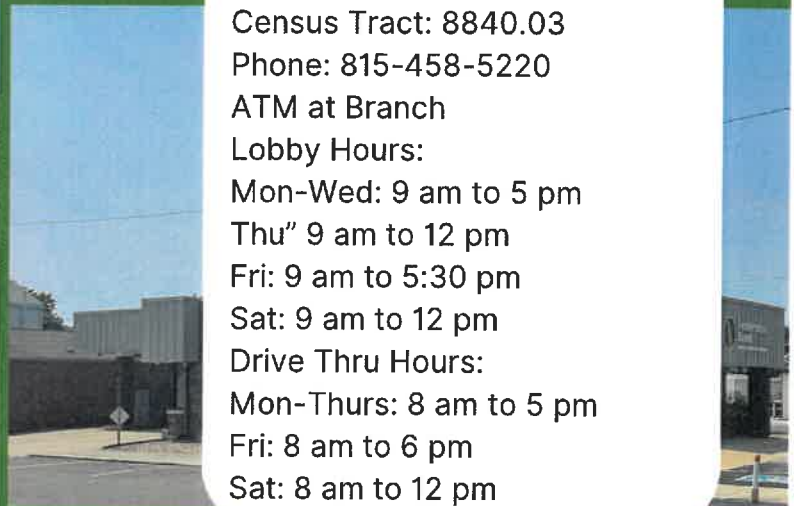
Sat: 9 am to 12 pm

Drive Thru Hours:

Mon-Thurs: 8 am to 5 pm

Fri: 8 am to 6 pm

Sat: 8 am to 12 pm





Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

Our Community

To serve you well, we regularly analyze our performance as your financial institution; the resulting report is part of our evaluation by CRA examiners.

We gather facts to study: (1) how evenly our credit is distributed throughout the area we serve; (2) how well our products and services meet our customers' needs; (3) if our location(s) and business hours are convenient; and (4) if our officers are readily available to confer with our customers.

Our conclusions guide our board of directors and officers as they plan to improve our policies and services.

Please feel free to make suggestions about our credit service to you. Contact any member of our staff with your ideas. We appreciate your help.



Member
FDIC

Federated Bank

Community Reinvestment Act (CRA) Assessment Area Summary

Federated Bank has established its Community Reinvestment Act (CRA) Assessment Areas in accordance with the Community Reinvestment Act (CRA) and Regulation BB (12 CFR Part 345). The Bank's Assessment Areas encompass the geographic markets in which it maintains deposit-taking facilities and where it has originated or purchased a substantial portion of its loans.

The Bank's Primary Assessment Area consists of the entirety of Ford County, Iroquois County, and Kankakee County, Illinois. These counties represent the Bank's longstanding market area and include the communities served by the Bank's branch locations in Onarga, Loda, Chebanse, and Bradley.

To support the Bank's continued growth and expansion, the Board of Directors approved an additional Assessment Area in Will County, Illinois, effective June 5, 2026. This Assessment Area consists of Census Tracts 8840.03 and 8840.04, which encompass the market served by the Bank's Braidwood Branch.

The Bank's Assessment Areas have been established to:

- Reflect the geographic areas where Federated Bank can reasonably be expected to provide credit and deposit services.
- Include the communities served by each branch location.
- Comply with the requirements of the Community Reinvestment Act and its implementing regulations.
- Avoid the arbitrary exclusion of low- or moderate-income census tracts.

The following exhibits illustrate the geographic boundaries of each Assessment Area and identify the branch locations serving those communities.

Assessment Area Overview

Assessment Area	Geography Included	Branch Locations
Primary Assessment Area	Entire Ford County, Iroquois County, and Kankakee County, Illinois	Onarga, Loda, Chebanse, Bradley
Will County Assessment Area	Will County Census Tracts 8840.03 and 8840.04	Braidwood

Attached Exhibits

Exhibit 1

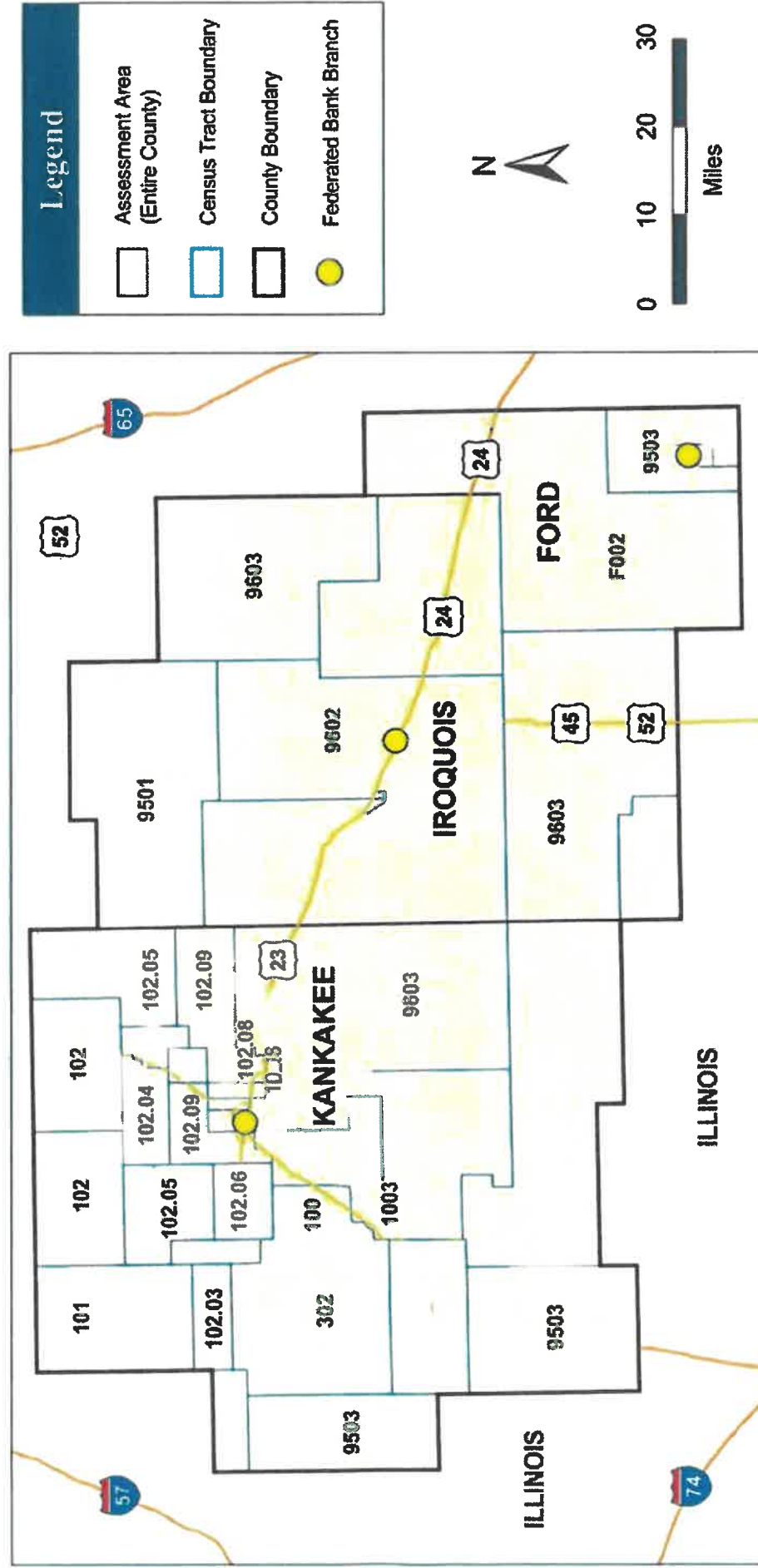
Primary CRA Assessment Area
(Ford, Iroquois, and Kankakee Counties)

Exhibit 2

Will County CRA Assessment Area
(Census Tracts 8840.03 and 8840.04)

Federated Bank

Exhibit 1 – Primary CRA Assessment Area Ford, Iroquois and Kankakee Counties, Illinois

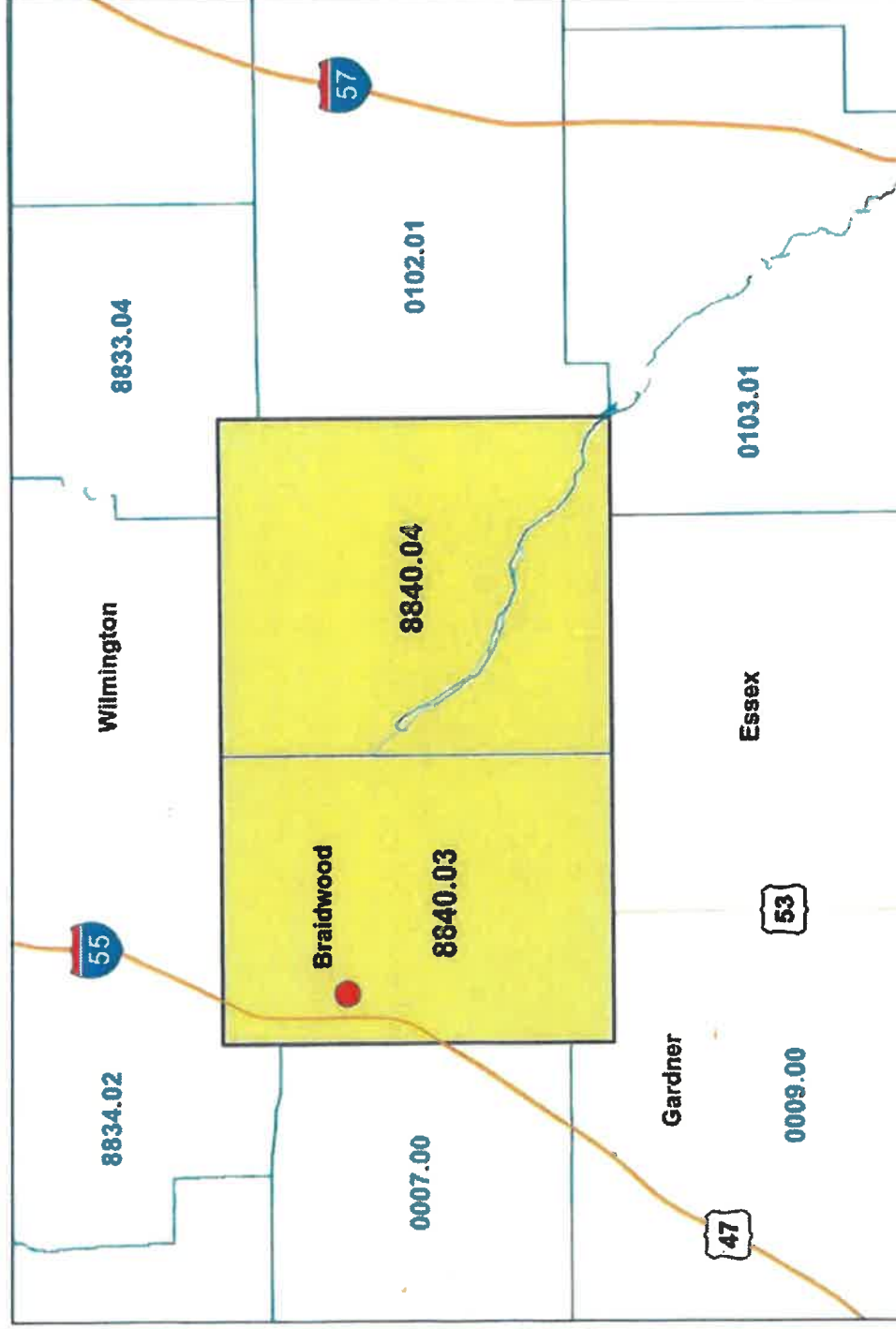


Federated Bank

Exhibit 2 – Will County Assessment Area

Will County, Illinois – Census Tracts 8840.03 and 8840.04

Effective June 5, 2026



Legend

 Included Assessment Area
(Census Tracts 8840.03
and 8840.04)

 Braidwood Branch
(130 N Washington St.,
Braidwood, IL 60408)

 Census Tract Boundary

 County Boundary

N

0 2 4 6
Miles

ASSESSMENT AREA

This assessment area consists of Will County, Illinois, Census Tracts 8840.03 and 8840.04, which includes the Braidwood Branch.

Source: FFIEC Geocoding/Mapping System (2025)

Federated Bank

2026 CRA ASSESSMENT AREAS — CENSUS TRACT LISTING

Assessment Areas: Ford, Iroquois, and Kankakee Counties, Illinois; and Census Tracts 8840.03 and 8840.04 in Will County, Illinois

The following census tracts comprise Federated Bank's CRA Assessment Areas for 2026. The Primary Assessment Area consists of Ford, Iroquois, and Kankakee Counties in their entirety. The Will County Assessment Area consists of Census Tracts 8840.03 and 8840.04. Income classifications are presented using the FFIEC tract income categories applicable to the 2024-2026 period.

FORD COUNTY, ILLINOIS

Census Tract	FFIEC Income Classification
9616.00	Moderate
9617.00	Moderate
9618.00	Middle
9619.00	Middle
9620.00	Middle

IROQUOIS COUNTY, ILLINOIS

Census Tract	FFIEC Income Classification
9501.00	Middle
9502.00	Middle
9503.00	Middle
9504.00	Moderate
9505.00	Middle
9506.00	Middle
9507.00	Upper
9508.00	Middle
9509.00	Middle

KANKAKEE COUNTY, ILLINOIS

Census Tract	FFIEC Income Classification
0101.00	Upper
0102.01	Upper
0102.03	Upper
0102.04	Middle

FEDERATED BANK | COMMUNITY REINVESTMENT ACT

0103.00	Middle
0104.00	Upper
0105.00	Upper
0106.01	Upper
0106.02	Middle
0107.01	Upper
0107.02	Moderate
0108.00	Middle
0109.00	Middle
0110.00	Moderate
0111.00	Middle
0112.00	Middle
0113.00	Middle
0114.00	Moderate
0115.00	Low
0116.00	Moderate
0117.00	Moderate
0118.00	Moderate
0119.00	Moderate
0120.00	Middle
0121.00	Middle
0122.00	Middle
0123.00	Moderate
0124.00	Middle
0125.00	Moderate
0126.00	Upper

WILL COUNTY, ILLINOIS

Census Tract	FFIEC Income Classification
8840.03	Middle
8840.04	Middle

Income Classification Definitions

FEDERATED BANK | COMMUNITY REINVESTMENT ACT

Low: tract median family income is greater than 0% and less than 50% of the applicable area median family income.
Moderate: 50% to less than 80%. Middle: 80% to less than 120%. Upper: 120% or greater.

Source: Federal Financial Institutions Examination Council (FFIEC), 2026 Census Tract List and FFIEC Census data. The FFIEC states that the 2026 Census Tract List is identical to the 2025 Census Tract List. Income classifications shown above were reviewed against the applicable FFIEC tract-income categories.

PUBLIC DISCLOSURE

February 22, 2021

COMMUNITY REINVESTMENT ACT PERFORMANCE EVALUATION

Federated Bank
Certificate Number: 10464

107 North Chestnut
Onarga, Illinois 60955

Federal Deposit Insurance Corporation
Division of Depositor and Consumer Protection
Chicago Regional Office

300 South Riverside Plaza, Suite 1700
Chicago, Illinois 60606

This document is an evaluation of this institution's record of meeting the credit needs of its entire community, including low- and moderate-income neighborhoods, consistent with safe and sound operation of the institution. This evaluation is not, nor should it be construed as, an assessment of the financial condition of this institution. The rating assigned to this institution does not represent an analysis, conclusion, or opinion of the federal financial supervisory agency concerning the safety and soundness of this financial institution.

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INSTITUTION RATING

INSTITUTION'S CRA RATING: This institution is rated Satisfactory.

An institution in this group has a satisfactory record of helping to meet the credit needs of its assessment areas, including low- and moderate-income neighborhoods, in a manner consistent with its resources and capabilities.

Federated Bank's (FB) Community Reinvestment Act (CRA) performance under the Lending Test supports the overall rating. The following points summarize the bank's performance.

- The loan-to-deposit (LTD) ratio is reasonable given the institution's size, financial condition, and credit needs in the assessment areas (AA).
- A substantial majority of loans are in the institution's AAs.
- The geographic distribution of loans reflects reasonable dispersion throughout the AAs.
- The distribution of borrowers reflects, given the demographics of the AAs, reasonable penetration among individuals of different income levels (including low- and moderate-income) and businesses of different sizes.
- The institution did not receive any CRA-related complaints since the previous evaluation; therefore, this factor did not affect the Lending Test rating.

DESCRIPTION OF INSTITUTION

FB is a community bank that operates from its main office located in Onarga, Illinois. The bank continues to be wholly owned by the Admiral Family Banks, Inc., a one-bank holding company. FB received a Satisfactory rating using Interagency Small Institution Examination Procedures at its most recent FDIC CRA performance evaluation dated March 16, 2015.

FB operates the following four full-service offices in east-central Illinois: the main office in Onarga, one branch office in Chebanse, one branch office in Loda, and one branch office in Bradley. No branches have opened or closed since the previous examination.

FB offers a wide range of loan and deposit products for both commercial and retail customers. Commercial products include business deposit accounts, working capital lines of credit, commercial mortgages, loans through the Small Business Administration (SBA), business acquisition loans, equipment financing, agricultural loans, and merchant services. The bank began originating loans under the Paycheck Protection Program (PPP) guaranteed by the SBA in 2020, which was created in response to the Coronavirus Disease 2019 (COVID-19) pandemic in order to support small businesses. Also, given the very recent effects of the COVID-19 pandemic, the Federal Home Loan Bank (FHLB) provided its member institutions with various grant opportunities to provide funds to community organizations. FB enrolled to participate in the FHLB COVID-19 Relief Grant Program and received \$20,000 of grant money that was provided to 23 organizations.

FB's retail products consist of an array of checking, savings, money market, certificates of deposit, overdraft protection, health savings, and individual retirement accounts, as well as mobile banking, online banking, and access to automated teller machines (ATMs). Consumer loan products include residential mortgage loans, home equity loans and lines, automobile loans, and unsecured loans. FB has referral arrangements with secondary market mortgage lenders for Federal Housing Administration, U.S. Department of Agriculture, and Veterans Administration residential loans.

Ability and Capacity

According to the December 31, 2020 Consolidated Reports of Condition and Income (Call Report), FB reported total assets of \$105 million, total loans of \$50 million, and total deposits of \$88 million.

FB experienced growth in both assets and loans since the previous CRA evaluation; total assets increased \$23.2 million, or 28.4 percent, and total loans increased \$22.8 million, or 83.6 percent. There was significant loan growth by dollar volume in commercial and industrial loans, commercial real estate lending, and 1-4 family residential lending. Loan growth was also noted in farmland lending, agricultural lending, and consumer loans. More specifically, from December 31, 2014, to December 31, 2020, commercial and industrial lending increased \$11.3 million (456.0 percent), commercial real estate lending increased \$4.8 million (154.0 percent), 1-4 family residential lending increased \$4.2 million (37.9 percent), farmland lending increased \$773 thousand (15.0 percent), and agricultural lending increased \$303 thousand (13.0 percent). Additionally, from December 31, 2019, to December 31, 2020, commercial and industrial loans increased \$8.2 million (148.7 percent). The significant loan growth in commercial lending is largely attributed to the bank's

participation in SBA's PPP in 2020, which was created in response to the COVID-19 pandemic to support small businesses.

The bank's loan portfolio as of December 31, 2020, is diversified between residential and commercial lending. Specifically, 1-4 family residential lending represents 30.5 percent of the loan portfolio, and commercial lending, including commercial real estate loans, represents 43.4 percent of the loan portfolio. The following table indicates that residential lending is the bank's primary focus.

Loan Distribution as of December 31, 2020		
Loan Type	\$(000s)	Percent of Total Loans
Construction, Land Development, and Other Land Loans	745	1.5
Secured by Farmland	5,943	11.9
Secured by 1-4 Family Residential Properties	15,258	30.5
Secured by Multi-family (5 or more) Residential Properties	0	0.0
Secured by Non-farm Non-Residential Properties	7,934	15.9
Total Real Estate Loans	29,880	59.8
Commercial and Industrial Loans	13,762	27.5
Agricultural Production and Other Loans to Farmers	2,630	5.3
Consumer Loans	2,477	5.0
Obligations of State and Political Subdivisions in the U.S.	1,212	2.4
Other Loans	0	0.0
Total Loans	\$49,961	100.0
<i>Source: 12/31/20 Bank Call Report.</i>		

Examiners did not identify any financial, legal, or other impediments that affect the bank's ability to meet the credit needs of its AAs.

DESCRIPTION OF ASSESSMENT AREAS

The CRA requires each financial institution to define one or more AAs within which its CRA performance will be evaluated. During the review period, FB expanded its AAs to include all 29 census tracts in Kankakee County, which is part of the Kankakee Metropolitan Statistical Area (MSA) and all 14 census tracts in Iroquois and Ford counties, which are part of the nonmetropolitan area of Illinois. The two AAs are summarized in the following table.

FB's Assessment Areas			
State	MSA/MD	Counties	AA Name
Illinois	Kankakee, Illinois MSA	Kankakee	Kankakee MSA AA
Illinois	Nonmetropolitan Area	Iroquois and Ford	Non-MSA AA
<i>Source: Bank Records</i>			

The AAs are consistent with the requirements of the CRA as they are comprised of whole geographies, do not arbitrarily exclude any low- or moderate-income geography, and include the census tracts in which the bank operates its main office, branches, and deposit-taking ATMs. A more detailed discussion of each AA can be found in the corresponding sections of this evaluation.

SCOPE OF EVALUATION

General Information

Examiners used Interagency Small Institution Examination Procedures to evaluate the CRA performance. The evaluation covers the period from the previous evaluation dated March 16, 2015, to the current evaluation dated February 22, 2021. These procedures focus on the bank's performance under the Lending Test as outlined in the Small Bank Performance Criteria Appendix.

FB's performance in the Non-MSA AA carried the most weight when drawing conclusions as it contains the majority of the bank's loans, deposits, branches, and ATMs. However, examiners performed full-scope reviews for each AA because the AAs changed since the previous evaluation.

Activities Reviewed

Examiners determined FB's major product lines are home mortgage and small business loans. This conclusion considered the bank's business strategy and the number and dollar volume of loans originated during the evaluation period. The bank's record of originating home mortgage loans contributed greater weight to overall conclusions due to the larger loan volume when compared to small business loans. While an increase in small farm lending was noted in 2020, it was attributed to SBA PPP lending during the COVID-19 pandemic. During the entire review period, small farm lending was not a major product category and the increased lending volume is considered an anomaly. Specifically, the bank originated 64 small farm PPP loans for a total of \$1.0 million in 2020, whereas only 6 and 8 small farm loans were originated in 2018 and 2019, respectively. Therefore, small farm lending was not reviewed for this evaluation as they provided no material support for conclusions or ratings. In addition, no other loan types represent a major product line.

With the exception of the significant loan growth in 2020 attributed to the bank's SBA PPP lending, records indicate the lending focus and product mix remained generally consistent throughout the evaluation period. Therefore, examiners reviewed home mortgage and small business loans in 2019 and 2020 as this combined period more appropriately represented the bank's performance during the entire evaluation period. Examiners reviewed all residential mortgage loans extended from January 1, 2019, through December 31, 2020, as reported on the bank's Home Mortgage Disclosure Act (HMDA) Loan Application Registers. FB originated 56 home mortgage loans totaling \$6.6 million in 2019, and 102 home mortgage loans totaling \$14.5 million in 2020. Aggregate 2019

HMDA data, the most recent year for which aggregate lending data is available, and 2015 American Community Survey (ACS) data provided a standard of comparison for the bank's home mortgage lending performance. Examiners focused more on the comparison to aggregate HMDA data as it represents all loans extended by all lenders subject to the data reporting requirements of HMDA and therefore provides a better indication of demand.

FB originated and renewed 37 small business loans totaling \$6.2 million in 2019, and 299 small business loans totaling \$15.7 million in 2020. D&B data for 2019 and 2020 provided a standard of comparison for the bank's small business performance. For the Lending Test, examiners reviewed the universe of small business loans to evaluate the AA Concentration and Geographic Distribution criterion. Examiners selected a sample of small business loans to evaluate the Borrower Profile criterion, which reviews the distribution of loans by gross annual revenue (GAR) level. The sample included 20 loans totaling \$3.0 million in 2019, and 33 loans totaling \$3.2 million in 2020. The PPP loans were removed from the small business sample because the bank was not required to and chose not to collect revenue information from PPP originations. While PPP loans are not included in the Borrower Profile analysis, the average PPP loan size originated by FB was \$29,413. As smaller businesses tend to obtain smaller dollar loans, this indicates the bank's PPP lending was targeted towards assisting small businesses.

While examiners considered both number and dollar volume of home mortgage and small business loans, discussion of performance is limited to number of loans, as performance by number of loans is a better indicator of the number of individuals and businesses served, and performance by dollar volume led to similar conclusions.

CONCLUSIONS ON PERFORMANCE CRITERIA

LENDING TEST

FB demonstrated reasonable performance under the Lending Test. Performance under the LTD Ratio, AA Concentration, Geographic Distribution, and Borrower Profile supports this conclusion. Below is a discussion of the overall conclusions for each performance criteria evaluated.

Loan-to-Deposit Ratio

FB's net LTD is reasonable given the institution's size, financial condition, and credit needs of the AAs. FB maintained an average LTD ratio of 42.9 percent over the previous 24 quarters from March 31, 2015, through December 31, 2020. As of March 31, 2015, the bank's net LTD ratio was 36.2 percent and has followed an upward trend during the review period with the bank's net LTD ratio as of December 31, 2020, representing 56.3 percent. While FB's average net LTD ratio is below the average net LTD ratios of five similarly-situated institutions (SSIs), the average net LTD ratio does not take into consideration FB's secondary market mortgage lending. FB sold 117 loans in 2019 and 2020 totaling \$15,100,700. Given the volume of the FB's secondary market lending, FB's net LTD ratio significantly underrepresents the bank's performance. When including the volume of sold loans in the bank's net LTD ratio, the bank's performance is comparable with that of the five SSIs.

Loan-to-Deposit Ratio Comparison		
Bank	Total Assets as of 12/31/2020 \$(000s)	Average LTD Ratio (%)
Federated Bank	105,020	42.9
Similarly Situated Institution #1	146,212	79.4
Similarly Situated Institution #2	104,480	84.4
Similarly-Situated Institution #3	96,247	58.1
Similarly-Situated Institution #4	94,398	71.4
Similarly-Situated Institution #5	79,373	74.9
<i>Source: Reports of Condition and Income 03/31/2015 through 12/31/2020</i>		

Assessment Area Concentration

FB originated a substantial majority of loans in its AAs. The bank's performance of extending home mortgage and small business loans in its AAs, by number and dollar volume, is provided in the following table.

Lending Inside and Outside of the Assessment Area										
Loan Category	Number of Loans				Total #	Dollar Amount of Loans \$(000s)				Total \$(000s)
	Inside		Outside			Inside		Outside		
	#	%	#	%		\$	%	\$	%	
Home Mortgage										
2019	47	83.9	9	16.1	56	4,801	73.1	1,767	26.9	6,568
2020	94	92.2	8	7.8	102	13,271	91.3	1,262	8.7	14,533
Subtotal	141	89.2	17	10.8	158	18,072	85.6	3,029	14.4	21,101
Small Business										
2019	26	70.3	11	29.7	37	3,015	48.7	3,170	51.3	6,185
2020	235	78.6	64	21.4	299	10,921	69.7	4,744	30.3	15,665
Subtotal	261	77.7	75	22.3	336	13,936	63.8	7,914	36.2	21,850
Total	402	81.4	92	18.6	494	32,008	74.5	10,943	25.5	42,951
Source: HMDA Reported Data: Bank Data. Due to rounding, totals may not equal 100.0%										

Geographic Distribution

The geographic distribution of loans reflects reasonable dispersion throughout the AAs. Examiners focused on the percentage of lending in low- and moderate-income census tracts. This rating is supported by reasonable dispersion in the Non-MSA AA and Kankakee MSA AA. Refer to the separate analyses within each AA for more detail of the bank's performance.

Borrower Profile

The distribution of borrowers reflects, given the demographics of the AAs, reasonable penetration among individuals of different income levels and businesses of different sizes. Examiners focused on the percentage of home mortgage loans to low- and moderate-income borrowers and the percentage of small business loans to operations with GARs of \$1 million or less. This rating is supported by reasonable penetration in the Non-MSA AA and Kankakee MSA AA. Refer to the separate analyses within each AA for more detail of the bank's performance.

Response to Complaints

The institution has not received any CRA-related complaints since the previous evaluation; therefore, this criterion did not affect the Lending Test rating.

DISCRIMINATORY OR OTHER ILLEGAL CREDIT PRACTICES REVIEW

The bank's compliance with the laws relating to discrimination and other illegal credit practices was reviewed, including the Fair Housing Act and the Equal Credit Opportunity Act. Examiners did not identify any discriminatory or other illegal credit practices.

NON-MSA AA – Full-Scope Review

DESCRIPTION OF INSTITUTION'S OPERATIONS IN NON-MSA AA

The AA includes all 14 census tracts in Iroquois and Ford counties. Three of the bank's offices, including the main office, are located in rural Iroquois County. During the review period, the majority of the bank's deposits (83.1 percent), home mortgage loans (64.6 percent), and small business loans (56.8 percent) by number volume were within the Non-MSA AA. The bank's main office in Onarga, Illinois is located in a middle-income census tract. Additionally, the branch offices in Chebanse and Loda, Illinois are located in upper-income census tracts.

Economic and Demographic Data

The AA consists of 1 moderate-income census tract, 10 middle-income census tracts, and 3 upper-income census tracts. The following table discusses select demographic information for the AA.

Demographic Information of the Assessment Area – Non-MSA AA						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	14	0.0	7.1	71.4	21.4	0.0
Population by Geography	42,888	0.0	8.8	67.8	23.4	0.0
Housing Units by Geography	19,711	0.0	10.3	66.8	22.9	0.0
Owner-Occupied Units by Geography	13,224	0.0	9.0	67.1	23.9	0.0
Occupied Rental Units by Geography	4,231	0.0	13.4	69.4	17.2	0.0
Vacant Units by Geography	2,256	0.0	12.1	60.2	27.7	0.0
Businesses by Geography	2,394	0.0	14.1	66.4	19.5	0.0
Farms by Geography	479	0.0	2.3	69.7	28.0	0.0
Family Distribution by Income Level	11,588	21.3	20.1	21.4	37.2	0.0
Household Distribution by Income Level	17,455	22.8	15.2	19.0	43.0	0.0
Median Family Income Non-MSAs - IL		\$59,323	Median Housing Value			\$97,117
Families Below Poverty Level		11.1%	Median Gross Rent			\$618
Source: 2015 ACS and 2020 D&B Data. Due to rounding, totals may not equal 100.0%. (*) The NA category consists of geographies that have not been assigned an income classification.						

The AA contains 19,711 housing units, of which 67.1 percent are owner-occupied, 21.5 percent are occupied rental units, and 11.4 percent are vacant. According to 2015 ACS data, 9.0 percent of the owner-occupied housing units are in the moderate-income census tract. The bank's performance under the Geographic Distribution criterion compares home mortgage loans to the percentage of owner-occupied units within geographies by income level. These characteristics provide some insight into the overall housing credit needs and demand in moderate-income geographies, which are considered when evaluating FB's geographic lending patterns.

The median housing value of \$97,117 presents challenges to low- and moderate-income individuals in qualifying for mortgages. Low-income and moderate-income families account for 21.3 and 20.1 percent of the families in the AA, respectively, or 41.4 percent of all families combined, with 11.1 percent of families below the poverty level. The bank's performance under the Borrower Profile criterion compares home mortgage loans to the percentage of families by income level. The owner-occupancy demographic coupled with the contrast between the median family income levels and median housing value highlight difficulties that home mortgage lenders may face in providing traditional financing options to families on the lower end of the income spectrum.

The Federal Financial Institutions Examination Council (FFIEC)-updated median family income level is used to analyze home mortgage loans under the Borrower Profile criterion. The following table contains information on the median family incomes by category.

Median Family Income Ranges – Non-MSA AA				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥120%
2019 (\$64,200)	<\$32,100	\$32,100 to <\$51,360	\$51,360 to <\$77,040	≥\$77,040
2020 (\$65,800)	<\$32,900	\$32,900 to <\$52,640	\$52,640 to <\$78,960	≥\$78,960
Source: FFIEC				

Unemployment levels in both counties in the AA generally decreased during the review period, suggesting an improving economy. However, the sharp increase in the 2020 average unemployment figures for the State of Illinois and the U.S. was due to the COVID-19 pandemic and the mandatory stay-at-home-order for all non-essential workers beginning in March 2020. Average county unemployment rates for 2020 are not yet available. The following table illustrates the unemployment rates for the relevant county, state, and national levels during the review period.

Unemployment Rates						
	2015	2016	2017	2018	2019	2020
Area	%	%	%	%	%	%
Iroquois County	5.6	5.5	4.6	4.3	4.2	--
Ford County	5.3	5.4	4.8	4.6	4.3	--
Illinois	6.0	5.8	4.9	4.3	4.0	7.6
National Average	5.3	4.9	4.3	3.9	3.7	6.9
Source: Bureau of Labor Statistics.						

According to 2020 D&B data, the AA contains 2,394 non-farm businesses. In addition, 67.6 percent of area businesses have four or fewer employees and 84.8 percent operate from a single location. D&B data also indicates service industries represent the largest portion of businesses at 30.3 percent; followed by agriculture, forestry & fishing (16.7 percent); retail trade (11.4 percent); finance, insurance, and real estate (7.2 percent); and construction (6.6 percent).

Competition

FB operates in a relatively competitive environment and faces competition from other financial institutions operating within the Non-MSA AA. According to the FDIC Deposit Market Share data as of June 30, 2020, 17 financial institutions operated 35 offices in the Non-MSA AA. FB ranked 9th, maintaining a 4.9 percent deposit market share. The top five deposit-taking institutions, primarily composed of large regional and local banks, command 56.0 percent of the deposit market share.

The Non-MSA AA is a competitive market for home mortgage loans. Aggregate HMDA lending data for 2019, the most recent data available, reflects 1,104 home mortgage originations and purchases by 157 lenders. FB ranked 5th, with a market share of 4.5 percent by number of loans. The top four HMDA lenders in the area hold a combined market share of 24.0 percent indicating HMDA lending is widespread among many lenders in the market.

A relatively competitive environment exists for business lending in the AA. Aggregate small business lending in 2019, the most recent data available, reflects 40 lenders originated 643 small business loans totaling \$22.3 million. The top five lenders accounted for 58.8 percent of all reported small business loans by number. FB is not required to collect or report CRA small business data and is not included in the previous numbers, but the data is presented to evidence local demand.

These performance context factors indicate the level of competition for deposits, home mortgage loans, and small business loans within the AA.

Community Contacts

Examiners conducted community contact interviews with an economic development organization to identify and understand the credit needs of the AA. The information helps examiners determine AA needs and local financial institutions' responsiveness to these needs. The contacts identified needs for affordable housing, economic development, and loans to fund business operating costs.

Credit Needs

Considering information obtained from the community contacts, bank management, and demographic and economic data, examiners determined that opportunities exist within the AA for affordable housing, economic development loans, and business operating lines of credit.

CONCLUSIONS ON PERFORMANCE CRITERIA IN NON-MSA AA

LENDING TEST

FB demonstrated reasonable performance under the Lending Test. The bank's Geographic Distribution and Borrower Profile performance primarily supports this conclusion.

Geographic Distribution

The geographic distribution of loans reflects reasonable dispersion throughout the AA. The bank's reasonable home mortgage and small business lending performance supports this conclusion. Examiners focused on lending penetration in the moderate-income census tract as the AA does not have any low-income census tracts. Only loans originated in the AA were considered in the analyses.

Home Mortgage Loans

The distribution of home mortgage loans reflects reasonable dispersion throughout the AA. The following table shows the bank's 2019 lending performance in the moderate-income census tract exceeded aggregate data. In 2020, the bank did not make any loans in the moderate-income census tract. However, it is important to note that there is only one moderate-income census tract located in the AA, and it is in the city of Watseka. The city of Watseka is located approximately 14 miles from the nearest FB branch and is a highly competitive market with five other bank branches located within

the city. Given this context and the bank's performance in 2019, the bank's performance is reasonable.

Geographic Distribution of Home Mortgage Loans - Non MSA AA						
Tract Income Level	% of Owner-Occupied Housing Units	Aggregate Performance % of #	#	%	\$(000s)	%
Moderate						
2019	9.0	2.9	3	7.9	237	6.2
2020	9.0	--	0	0.0	0	0.0
Middle						
2019	67.1	67.8	17	44.7	1,647	42.9
2020	67.1	--	36	56.3	4,054	57.2
Upper						
2019	23.9	29.3	18	47.4	1,952	50.9
2020	23.9	--	28	43.8	3,031	42.8
Totals						
2019	100.0	100.0	38	100.0	3,836	100.0
2020	100.0	--	64	100.0	7,085	100.0

Source: 2015 ACS; HMDA Reported Data; 2019 HMDA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0%

Small Business Loans

The geographic distribution of small business loans reflects reasonable dispersion throughout the AA. The following table reflects the distribution of small business loans and the distribution of businesses within each census tract. FB's 2019 lending performance in the moderate-income census tract exceeded demographic data.

In 2020, the bank's lending performance in the moderate-income census tract increased by number, but decreased by the percentage of total small business lending. As a result, the bank's lending trailed demographic data. As previously stated, there is only one moderate-income census tract in the bank's Non-MSA AA, and it is located 14 miles from the nearest FB branch. In addition, the moderate-income census tract is highly competitive with five lenders maintaining branches located in the census tract. Of the five lenders, four participated in the PPP lending program targeted to small businesses, increasing the competition for this loan type. Given this context and the bank's performance in 2019, lending performance is reasonable.

Geographic Distribution of Small Business Loans – Non MSA AA					
Tract Income Level	% of Businesses	#	%	\$(000s)	%
Moderate					
2019	14.2	3	18.8	277	24.4
2020	14.1	13	8.2	355	5.9
Middle					
2019	66.2	10	62.5	587	51.6
2020	66.4	95	60.1	3,679	61.2
Upper					
2019	19.6	3	18.8	273	24.0
2020	19.5	50	31.6	1,974	32.9
Totals					
2019	100.0	16	100.0	1,137	100.0
2020	100.0	158	100.0	6,008	100.0

Source: 2019 & 2020 D&B Data: Bank Data. Due to rounding, totals may not equal 100.0%

Borrower Profile

The distribution of borrowers reflects, given the product lines offered by the institution, reasonable penetration among individuals of different income levels and businesses of different sizes. The bank's reasonable home mortgage lending performance is the primary driver for this conclusion; although, the bank's small business lending performance is excellent. Only loans originated in the AA were considered.

Home Mortgage Loans

The distribution of borrowers reflects reasonable penetration among individuals of different income levels, including low-and moderate-income borrowers. The following table reflects the distribution of home mortgage loans by borrower income level. FB's lending in 2019 and 2020 to low-income borrowers trailed demographic and aggregate data. However, it is important to consider that 11.1 percent of low-income families generate incomes below the poverty level. These families likely face difficulties in qualifying for traditional mortgage loans offered by the bank. As previously discussed, the large gap between low median family income and the median home value in the AA presents further challenges. Also, the fact that aggregate performance trailed demographic data for low-income families supports the assessment that lenders face certain challenges when serving this market.

FB's lending performance to moderate-income borrowers exceeded aggregate and demographic data in both 2019 and 2020. The bank's distribution of home mortgage loans to individuals of different income levels is reasonable, driven largely by its lending to moderate-income borrowers.

Distribution of Home Mortgage Loans by Borrower Income Level – Non MSA AA						
Borrower Income Level	% of Families	Aggregate Performance % of #	#	%	\$(000s)	%
Low						
2019	21.3	10.6	1	2.6	22	0.6
2020	21.3	--	3	4.7	148	2.1
Moderate						
2019	20.1	18.7	9	23.7	556	14.5
2020	20.1	--	16	25.0	1,276	18.0
Middle						
2019	21.4	24.7	18	47.4	1,665	43.4
2020	21.4	--	19	29.7	1,896	26.8
Upper						
2019	37.2	31.5	10	26.3	1,593	41.5
2020	37.2	--	26	40.6	3,765	53.1
Not Available						
2019	0.0	14.5	0	0.0	0	0.0
2020	0.0	--	0	0.0	0	0.0
Totals						
2019	100.0	100.0	38	100.0	3,836	100.0
2020	100.0	--	64	100.0	7,085	100.0

Source: 2015 ACS; HMDA Reported Data, 2019 HMDA Aggregate Data, "--" data not available Due to rounding, totals may not equal 100.0%

Small Business Loans

The distribution of sampled small business loans reflects excellent penetration of loans to businesses with GARs of \$1 million or less. As shown in the following table, the bank's lending performance exceeded demographic data in this revenue category.

Distribution of Small Business Loans by Gross Annual Revenue Category – Non MSA AA					
Gross Revenue Level	% of Businesses	#	%	\$(000s)	%
≤\$1,000,000					
2019	75.1	8	80.0	697	64.1
2020	75.3	22	91.7	1,116	68.1
>\$1,000,000					
2019	6.7	2	20.0	390	35.9
2020	6.5	2	8.3	523	31.9
Revenue Not Available					
2019	18.1	0	0.0	0	0.0
2020	18.2	0	0.0	0	0.0
Totals					
2019	100.0	10	100.0	1,087	100.0
2020	100.0	24	100.0	1,639	100.0
Source: 2019 & 2020 D&B Data; Bank Data. Due to rounding, totals may not equal 100.0%					

KANKAKEE MSA AA – Full-Scope Review

DESCRIPTION OF INSTITUTION’S OPERATIONS IN KANKAKEE MSA AA

The Kankakee MSA AA includes all 29 census tracts in Kankakee County. FB operates one branch office in Bradley, Illinois, which is located in a middle-income census tract. This tract also borders a concentration of low- and moderate-income census tracts in the Kankakee MSA. Additionally, a smaller portion of the bank’s deposits (16.9 percent), home mortgage lending (24.7 percent), and small business lending (22.3 percent) by number volume were within the Kankakee MSA AA during the review period.

Economic and Demographic Data

The AA consists of 6 low-income census tracts, 5 moderate-income census tracts, 11 middle-income census tracts, and 7 upper-income census tracts. The following table discusses select demographic information for the AA.

Demographic Information of the Assessment Area – Kankakee MSA AA						
Demographic Characteristics	#	Low % of #	Moderate % of #	Middle % of #	Upper % of #	NA* % of #
Geographies (Census Tracts)	29	20.7	17.2	37.9	24.1	0.0
Population by Geography	112,221	14.4	16.2	42.0	27.4	0.0
Housing Units by Geography	45,184	15.6	14.5	43.7	26.2	0.0
Owner-Occupied Units by Geography	28,306	8.2	13.1	48.1	30.6	0.0
Occupied Rental Units by Geography	12,574	26.4	18.1	36.1	19.4	0.0
Vacant Units by Geography	4,304	32.3	13.7	37.2	16.7	0.0
Businesses by Geography	5,686	16.2	15.6	42.9	25.2	0.0
Farms by Geography	376	6.1	10.4	47.6	35.9	0.0
Family Distribution by Income Level	27,599	22.2	17.4	20.3	40.2	0.0
Household Distribution by Income Level	40,880	23.8	15.6	18.6	41.9	0.0
Median Family Income MSA - 28100 Kankakee, IL MSA		\$63,716	Median Housing Value			\$136,442
Families Below Poverty Level		12.4%	Median Gross Rent			\$824
Source: 2015 ACS; 2020 D&B Data. Due to rounding, totals may not equal 100.0%						
(*) The NA category consists of geographies that have not been assigned an income classification.						

The AA contains 45,184 housing units, of which 62.6 percent are owner-occupied, 27.8 percent are occupied rental units, and 9.5 percent are vacant. According to 2015 ACS data, 8.2 percent and 13.1 percent of the owner-occupied housing units are in low- and moderate-income census tracts, respectively. The bank's performance under the Geographic Distribution criterion compares home mortgage loans to the percentage of owner-occupied units within geographies by income level. These characteristics provide some insight into the overall affordable housing credit needs and demand in low- and moderate-income geographies, which are considered when evaluating FB's geographic lending patterns.

Low- and moderate-income families account for 22.2 and 17.4 percent of the families in the AA, respectively, or 39.6 percent of all families combined, with 12.4 percent of families reporting incomes below the poverty level. The bank's performance under the Borrower Profile criterion compares home mortgage loans to the percentage of families by income level. The owner-occupancy demographic coupled with the contrast between the median family incomes and median housing value highlight potential challenges that home mortgage lenders may face in providing traditional financing options to families on the lower end of the income spectrum.

The FFIEC-updated median family income level is used to analyze home mortgage loans under the Borrower Profile criterion. The following table contains information on the median family incomes by category.

Median Family Income Ranges – Kankakee MSA AA				
Median Family Incomes	Low <50%	Moderate 50% to <80%	Middle 80% to <120%	Upper ≥120%
2019 (\$69,200)	<\$34,600	\$34,600 to <\$55,360	\$55,360 to <\$83,040	≥\$83,040
2020 (\$76,500)	<\$38,250	\$38,250 to <\$61,200	\$61,200 to <\$91,800	≥\$91,800
Source: FFIEC				

Unemployment levels in the Kankakee MSA AA improved during the review period yet remained higher than the unemployment rates at the state and national levels. The following table illustrates the unemployment rates at the relevant county, state, and national levels for the review period.

Unemployment Rates						
	2015	2016	2017	2018	2019	2020
Area	%	%	%	%	%	%
Kankakee County	6.8	6.5	5.5	5.4	5.0	--
Illinois	6.0	5.8	4.9	4.3	4.0	7.6
National Average	5.3	4.9	4.3	3.9	3.7	6.9
Source: Bureau of Labor Statistics						

According to 2020 D&B data, the AA contains 5,686 non-farm businesses. In addition, 60.2 percent of area businesses have four or fewer employees, and 85.6 percent operate from a single location. D&B data also indicates service industries represent the largest portion of the businesses at 37.6 percent; followed by retail trade (14.5 percent); finance, insurance, and real estate (8.0 percent); and construction (6.8 percent).

Competition

FB operates in a relatively competitive environment and faces competition from other financial institutions operating within the Kankakee MSA AA. According to the FDIC Deposit Market Share data as of June 30, 2020, 14 financial institutions operated 36 offices in the Kankakee MSA AA. FB ranked 12th, maintaining a 0.64 percent deposit market share. The top five deposit-taking institutions, primarily composed of large regional and local banks, command 73.3 percent of the deposit market share.

The Kankakee MSA AA is a highly competitive market for home mortgage loans. Aggregate HMDA lending data for 2019 reflects 4,161 home mortgage originations and purchases by 252 lenders. FB ranked 53rd, with a market share of 0.34 percent by number of loans.

A relatively competitive environment exists for business lending in the AA. Aggregate small business lending in 2019 reflects 56 lenders originated 1,398 small business loans totaling \$45 million. The top five lenders accounted for 59.0 percent of all reported small business loans by number. FB is not required to collect or report CRA small business data and is not included in the previous numbers, but the data is presented to evidence local demand.

These performance context factors indicate the level of competition for deposits, home mortgage loans, and small business loans within the AA.

Community Contacts

Examiners conducted community contact interviews with an economic development organization to identify and understand the credit needs of the AA. The information helps examiners determine AA needs and whether local financial institutions are responsive to these needs. The contact identified needs for developing programs to assist low- and moderate-income individuals receive job training, funding for small businesses, and assistance in providing financial literacy programs.

Credit Needs

Considering information obtained from the community contacts, bank management, and demographic and economic data, examiners determined that opportunities exist within the AA for home mortgage lending and assistance to help fund small businesses.

CONCLUSIONS ON PERFORMANCE CRITERIA IN KANKAKEE MSA AA

LENDING TEST

FB demonstrated reasonable performance under the Lending Test. The bank's Geographic Distribution and Borrower Profile performance primarily supports this conclusion.

Geographic Distribution

The geographic distribution of loans reflects reasonable dispersion throughout the AA. The bank's reasonable home mortgage lending performance is the primary driver for this conclusion; although, the bank's small business lending performance is excellent. Only loans originated in the AA were considered in the analyses.

Home Mortgage Loans

The distribution of home mortgage loans reflects reasonable dispersion throughout the AA. The following table shows that FB's lending performance in low-income census tracts trailed demographic data in 2020. Additionally, FB did not originate any loans in low-income census tracts in 2019. While it is important to consider the demographic data, aggregate lending data is considered a better measure of lending opportunities as it represents the actual performance of all lenders in originating loans to a particular income category. The fact that 2019 aggregate performance in low-income census tracts trailed demographic data supports that lenders face certain challenges when serving this market

FB's lending performance in moderate-income census tracts in 2019 exceeded aggregate and demographic data, and the bank's 2020 lending performance was comparable to demographic data. Therefore, given the bank's overall performance in both low- and moderate-income census tracts, the dispersion of home mortgage lending is reasonable.

Geographic Distribution of Home Mortgage Loans – Kankakee MSA AA						
Tract Income Level	% of Owner-Occupied Housing Units	Aggregate Performance % of #	#	%	\$ (000s)	%
Low						
2019	8.2	4.7	0	0.0	0	0.0
2020	8.2	--	1	3.3	139	2.2
Moderate						
2019	13.1	12.6	3	33.3	205	21.2
2020	13.1	--	4	13.3	758	12.3
Middle						
2019	48.1	47.3	6	66.7	760	78.8
2020	48.1	--	10	33.3	1,200	19.4
Upper						
2019	30.6	35.3	0	0.0	0	0.0
2020	30.6	--	15	50.0	4,089	66.1
Totals						
2019	100.0	100.0	9	100.0	965	100.0
2020	100.0	--	30	100.0	6,186	100.0

Source: 2015 ACS; HMDA Reported Data; 2019 HMDA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0%

Small Business Loans

The geographic distribution of small business loans reflects excellent dispersion throughout the AA. The following table shows the bank's lending performance in low- and moderate-income census tracts exceeded or met the percentage of businesses within these tracts throughout the review period.

Geographic Distribution of Small Business Loans – Kankakee MSA AA					
Tract Income Level	% of Businesses	#	%	\$(000s)	%
Low					
2019	16.1	2	20.0	575	30.6
2020	16.2	14	18.2	2,063	42.0
Moderate					
2019	16.0	3	30.0	865	46.1
2020	15.6	12	15.6	420	8.5
Middle					
2019	43.3	4	40.0	325	17.3
2020	42.9	32	41.6	1,607	32.7
Upper					
2019	24.6	1	10.0	113	6.0
2020	25.2	19	24.7	823	16.8
Totals					
2019	100.0	10	100.0	1,878	100.0
2020	100.0	77	100.0	4,913	100.0

Source: 2019 & 2020 D&B Data: Bank Data. Due to rounding, totals may not equal 100.0%

Borrower Profile

The distribution of borrowers reflects, given the demographics of the AA, reasonable penetration among individuals of different income levels and businesses of different sizes. The bank's reasonable home mortgage and small business lending performance supports this conclusion. Only loans originated in the AA were considered.

Home Mortgage Loans

The distribution of borrowers reflects reasonable penetration among individuals of different income levels, including low-and moderate-income borrowers. The following table shows that FB's lending to low-income borrowers in 2019 slightly exceeded aggregate data, while it trailed demographic data. However, it is important to note that 12.4 percent of low-income families generate incomes below the poverty level, and these families face significant challenges in qualifying for home mortgage loans. In 2020, FB's lending performance to low-income borrowers by number remained the same. However, the bank's performance decreased by its percentage of total home mortgage lending and trailed demographic data even when adjusted for families generating incomes below the poverty level.

The bank's lending performance to moderate-income borrowers in both 2019 and 2020 exceeded aggregate and demographic data. Therefore, given the bank's overall performance to both low- and moderate-income borrowers, the distribution of home mortgage lending is reasonable.

Distribution of Home Mortgage Loans by Borrower Income Level – Kankakee MSA AA						
Borrower Income Level	% of Families	Aggregate Performance % of #	#	%	\$(000s)	%
Low						
2019	22.2	7.6	1	11.1	50	5.2
2020	22.2	--	1	3.3	104	1.7
Moderate						
2019	17.4	18.4	3	33.3	225	23.3
2020	17.4	--	8	26.7	888	14.3
Middle						
2019	20.3	24.3	2	22.2	145	15.0
2020	20.3	--	6	20.0	734	11.9
Upper						
2019	40.2	32.7	2	22.2	237	24.6
2020	40.2	--	12	40.0	2,682	43.4
Not Available						
2019	0.0	17.0	1	11.1	308	32.0
2020	0.0	--	3	10.0	1,778	28.7
Totals						
2019	100.0	100.0	9	100.0	965	100.0
2020	100.0	--	30	100.0	6,186	100.0

Source: 2015 ACS; HMDA Reported Data, 2019 HMDA Aggregate Data, "--" data not available. Due to rounding, totals may not equal 100.0%

Small Business Loans

The distribution of sampled small business loans reflects reasonable penetration among businesses of different sizes. The following table shows FB's lending performance to businesses with GARs of \$1 million or less trailed demographic data in both 2019 and 2020. However, it is important to note that demographic data represents all businesses in the AA, not only those seeking traditional bank financing. Additionally, smaller businesses tend to seek alternative forms of credit, including credit cards or home equity lines of credit, to finance their operations. As a measure of demand, aggregate lending was considered but not directly compared to the bank's performance. In 2019, the bank's lending performance greatly exceeded the aggregate lending performance to businesses with GARs of \$1 million or less. Given this context, the bank's performance is reasonable.

Distribution of Small Business Loans by Gross Annual Revenue Category – Kankakee MSA AA					
Gross Revenue Level	% of Businesses	#	%	\$(000s)	%
≤\$1,000,000					
2019	79.2	6	60.0	538	28.6
2020	80.0	7	77.8	1,125	72.6
>\$1,000,000					
2019	6.2	4	40.0	1,340	71.4
2020	5.8	2	22.2	425	27.4
Revenue Not Available					
2019	14.6	0	0.0	0	0.0
2020	14.2	0	0.0	0	0.0
Totals					
2019	100.0	10	100.0	1,878	100.0
2020	100.0	9	100.0	1,550	100.0
Source: 2019 & 2020 D&B Data; Bank Data. Due to rounding, totals may not equal 100.0%					

APPENDICES

SMALL BANK PERFORMANCE CRITERIA

Lending Test

The Lending Test evaluates the bank's record of helping to meet the credit needs of its assessment area(s) by considering the following criteria:

- 1) The bank's loan-to-deposit ratio, adjusted for seasonal variation, and, as appropriate, other lending-related activities, such as loan originations for sale to the secondary markets, community development loans, or qualified investments;
- 2) The percentage of loans, and as appropriate, other lending-related activities located in the bank's assessment area(s);
- 3) The geographic distribution of the bank's loans;
- 4) The institution's record of lending to and, as appropriate, engaging in other lending-related activities for borrowers of different income levels and businesses and farms of different sizes; and
- 5) The bank's record of taking action, if warranted, in response to written complaints about its performance in helping to meet credit needs in its assessment area(s).

GLOSSARY

Aggregate Lending: The number of loans originated and purchased by all reporting lenders in specified income categories as a percentage of the aggregate number of loans originated and purchased by all reporting lenders in the metropolitan area/assessment area.

American Community Survey (ACS): A nationwide United States Census survey that produces demographic, social, housing, and economic estimates in the form of five year estimates based on population thresholds.

Area Median Income: The median family income for the MSA, if a person or geography is located in an MSA; or the statewide nonmetropolitan median family income, if a person or geography is located outside an MSA.

Assessment Area: A geographic area delineated by the institution under the requirements of the Community Reinvestment Act.

Census Tract: A small, relatively permanent statistical subdivision of a county or equivalent entity. The primary purpose of census tracts is to provide a stable set of geographic units for the presentation of statistical data. Census tracts generally have a population size between 1,200 and 8,000 people, with an optimum size of 4,000 people. Census tract boundaries generally follow visible and identifiable features, but they may follow nonvisible legal boundaries in some instances. State and county boundaries always are census tract boundaries.

Combined Statistical Area (CSA): A combination of several adjacent metropolitan statistical areas or micropolitan statistical areas or a mix of the two, which are linked by economic ties.

Consumer Loan(s): A loan(s) to one or more individuals for household, family, or other personal expenditures. A consumer loan does not include a home mortgage, small business, or small farm loan. This definition includes the following categories: motor vehicle loans, credit card loans, home equity loans, other secured consumer loans, and other unsecured consumer loans.

Core Based Statistical Area (CBSA): The county or counties or equivalent entities associated with at least one core (urbanized area or urban cluster) of at least 10,000 population, plus adjacent counties having a high degree of social and economic integration with the core as measured through commuting ties with the counties associated with the core. Metropolitan and Micropolitan Statistical Areas are the two categories of CBSAs.

Family: Includes a householder and one or more other persons living in the same household who are related to the householder by birth, marriage, or adoption. The number of family households always equals the number of families; however, a family household may also include non-relatives living with the family. Families are classified by type as either a married-couple family or other family. Other family is further classified into "male householder" (a family with a male householder and no wife present) or "female householder" (a family with a female householder and no husband present).



Federated Bank

A SUBSIDIARY OF LONGVIEW CAPITAL CORPORATION

Public Comments

2026

None

Public Comments

2025

None

Public Comments

2024

None

Federated Bank has received no written comments from the public during the periods listed above specifically relating to the Bank's performance in helping to meet community credit needs.



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FDIC

FEDERAL DEPOSIT INSURANCE CORPORATION
COMMUNITY REINVESTMENT ACT (CRA) PUBLIC NOTICE

Under the Federal Community Reinvestment Act (CRA), the Federal Deposit Insurance Corporation (FDIC) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The FDIC also takes this record into account when deciding on certain applications submitted by us.

Your involvement is encouraged.

You are entitled to certain information about our operations and our performance under the CRA, including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent CRA Performance Evaluation, prepared by the FDIC; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.

At least 30 days before the beginning of each quarter, the FDIC publishes a nationwide list of the banks that are scheduled for CRA examination for the next two quarters. This list is available from the Regional Director, FDIC, Division of Depositor and Consumer Protection, 300 S Riverside Plaza, Suite 1700 Chicago IL 60606. You may send written comments about our performance in helping to meet community credit needs to Lora Fisher, Compliance and CRA Officer, Federated Bank, 107 N Chestnut Street, Onarga, IL 60955 and FDIC Regional Director. You may also submit comments electronically through the FDIC's website at www.fdic.gov/regulations/cra. Your letter, together with any response by us, will be considered by the FDIC in evaluating our CRA performance and may be made public.

You may ask to look at any comments received by the FDIC Regional Director. You may also request from the FDIC Regional Director an announcement of our applications covered by the CRA filed with the FDIC.

We are an affiliate of Longview Capital Corporation, a bank holding company. You may request from Christopher Koopmans, Senior Vice President, Federal Reserve Bank of Chicago, 230 South LaSalle Street, Chicago, IL 60604-1413, an announcement of applications covered by the CRA filed by bank holding companies.

STATE OF ILLINOIS COMMUNITY REINVESTMENT ACT NOTICE

Under the Illinois Community Reinvestment Act (ILCRA), the Secretary of the Department of Financial and Professional Regulation (Secretary) evaluates our record of helping to meet the credit needs of this community consistent with safe and sound operations. The Secretary also take this record into account when deciding on certain applications submitted by us.

Your involvement is encouraged.

You are entitled to certain information about our operations and our performance under the ILCRA, including, for example, information about our branches, such as their location and services provided at them; the public section of our most recent ILCRA Performance Evaluation, prepared by the Secretary; and comments received from the public relating to our performance in helping to meet community credit needs, as well as our responses to those comments. You may review this information today.

At least 30 days before the beginning of each quarter, the Secretary publishes a list of the banks that are scheduled for ILCRA examination in that quarter. This list is available from the Secretary at 320 West Washington Street, 3rd Floor Springfield, IL 62786 and 555 West Monroe Street, 5th Floor, Chicago, IL 60661. You may send written comments about our performance in helping to meet community credit needs to Lora Fisher, Compliance and CRA Officer, Federated Bank, 107 N Chestnut Street, Onarga, IL 60955 and Secretary. You may also submit comments electronically through the Department's Web site at <https://idfpr.illinois.gov/admin/cra.html>. Your letter, together with any response by us, will be considered by the Secretary in evaluating our ILCRA performance and may be made public.

You may ask to look at any comments received by the Secretary. You may also request from the Secretary an announcement of our applications covered by the ILCRA filed with the Secretary.

We are an affiliate of Longview Capital Corporation, a bank holding company. You may request from Christopher Koopmans, Senior Vice President, Federal Reserve Bank of Chicago, 230 South LaSalle Street, Chicago, IL 60604-1413, an announcement of applications covered by the ILCRA filed by bank holding companies.