CNB FINANCIAL CORPORATION®



2024
Q2 REPORT

OUR FAMILY OF BANKS

CNB BANK®

ERIE BANK®
A division of CNB Bank

FCBank®
A DIVISION OF CNB BANK

Bank on Buffalo®
A DIVISION OF CNB BANK

RIDGE VIEW BANK®
A division of CNB Bank

Impressia Bank
A DIVISION OF CNB BANK

A Message to Our Shareholders

Our earnings and growth for the second quarter reflect the diligent and disciplined efforts made by our team to achieve sustainable positive operating leverage. We have successfully built a loan pipeline that both increased production during the second quarter and established a sound level of opportunities for future loan originations. Importantly, we funded this loan growth with steady deposit growth from treasury management activities and in-market household growth, while reducing higher-cost corporate deposit balances. We experienced some slight net interest margin compression in the second quarter when compared to the first quarter, primarily from a continued rise in deposit interest costs.

As our loan and deposit growth for the quarter contributed to overall increased operating revenues, noninterest expenses favorably declined as a result of our disciplined overhead management actions, particularly those related to further optimizing staffing levels and controlling personnel costs. With our recent announcement of key executive management appointments, the expertise of our deeply experienced leadership team continue to focus on both interest-spread and fee-based revenues, while support teams continue to focus on back-office processes to identify even greater efficiencies.

Our realization of positive operating leverage and performance momentum is without compromise to CNB's high credit quality standards and exceptional client experiences that are foundational elements to our historical and future success.

MICHAEL D. PEDUZZI, PRESIDENT & CEO

STOCK TRANSFER AGENT & REGISTRAR

Equiniti Trust Company, LLC
48 Wall Street, Floor 23
New York, NY 10005
(800) 937-5449

MARKET MAKERS

The following firms have chosen to make a market in the stock of the Corporation. Inquiries concerning their services should be directed to:

Janney Montgomery Scott LLC
1717 Arch Street
Philadelphia, PA 19103
(800) 526-6397

Keefe, Bruyette & Woods, Inc.
787 Seventh Avenue, 4th Floor
New York, NY 10019
(212) 887-7777

Dividend Reinvestment

CNB Financial Corporation's Dividend Reinvestment & Direct Stock Purchase and Sale Plan, which is sponsored and administered by Equiniti Trust Company LLC (EQ), allows shareholders to purchase additional shares of CNB Financial's common stock through the reinvestment of dividends.

Questions regarding the plan and how to participate can be addressed to EQ at **800-937-5449** (domestic shareholders) or **718-921-8124** (outside US) between the hours of 8 a.m. and 8 p.m. Eastern Time, Monday through Friday. Access information on EQ's website at **https://equiniti.com/us/ast-access** or email inquiries to **helpAST@equiniti.com**. The physical address is located above.

Balance Sheet

	June 30, 2024	March 31, 2024	June 30, 2023
Total Loans Receivable	$ 4,479,692	$ 4,431,398	$ 4,464,834
Total Assets	$ 5,886,571	$ 5,801,412	$ 5,663,600
Total Deposits	$ 5,110,845	$ 5,037,553	$ 4,933,075
Total Shareholders' Equity	$ 586,700	$ 578,640	$ 549,634

Income Statement

	Three Months Ended		
	June 30, 2024	March 31, 2024	June 30, 2023
Interest and Dividend Income	$ 80,652	$ 77,905	$ 72,332
Interest Expense	(34,935)	(32,683)	(25,072)
Net Interest Income	45,717	45,222	47,260
Provision for Credit Losses	(2,591)	(1,320)	(2,405)
Non-interest Income	8,865	8,955	8,293
Non-Interest Expense	(35,989)	(37,424)	(35,988)
Income before Income Taxes	16,002	15,433	17,160
Income Tax Expense	(3,045)	(2,833)	(3,333)
Net Income	$ 12,957	$ 12,600	$ 13,827

	Six Months Ended	
	June 30, 2024	June 30, 2023
Interest and Dividend Income	$ 158,557	$ 138,972
Interest Expense	(67,618)	(44,073)
Net Interest Income	90,939	94,899
Provision for Credit Losses	(3,911)	(3,695)
Non-interest Income	17,820	16,335
Non-Interest Expense	(73,413)	(69,978)
Income before Income Taxes	31,435	37,561
Income Tax Expense	(5,878)	(7,245)
Net Income	$ 25,557	$ 30,316

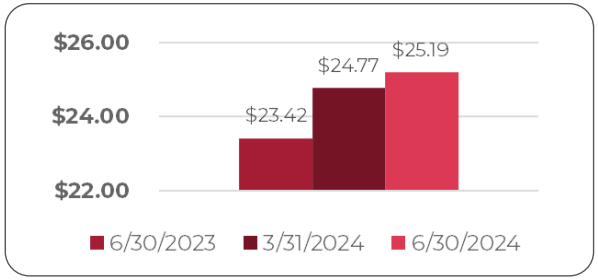
Key Performance Data

	Six Months Ended	
	June 30, 2024	June 30, 2023
Return on Average Assets *(annualized)*	0.89%	1.11%
Return on Average Equity *(annualized)*	8.86%	11.26%
Total Yield on Earning Assets *(annualized)*	5.85%	5.40%
Total Cost of Interest-bearing Liabilities *(annualized)*	3.10%	2.18%
Net Loan Charge-Offs to Total Loans *(annualized)*	0.19%	0.07%
Nonperforming Assets to Total Assets	0.62%	0.43%
Allowance for Credit Losses to Nonaccrual Loans	130.88%	215.06%

Uninsured Deposits & Liquidity

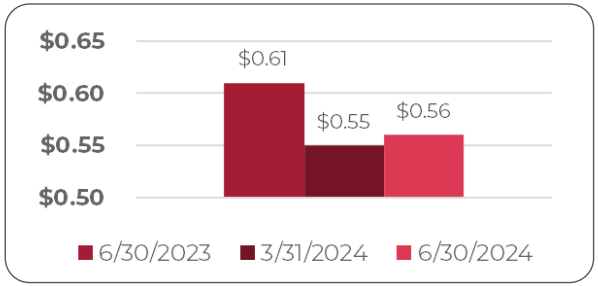
	June 30, 2024	March 31, 2024
Adjusted Uninsured Deposits	18.22%	17.21%
Liquidity To Adjusted Uninsured Deposits Ratio	5.0x	4.3x

Book Value Per Common Share



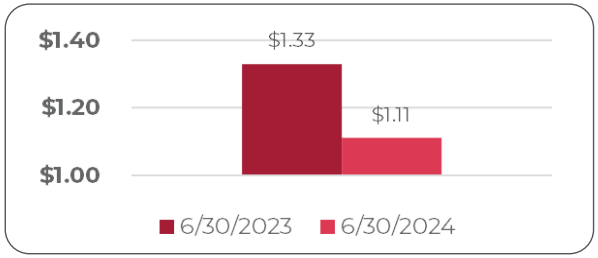
Diluted Earnings Per Common Share

Three Months Ended



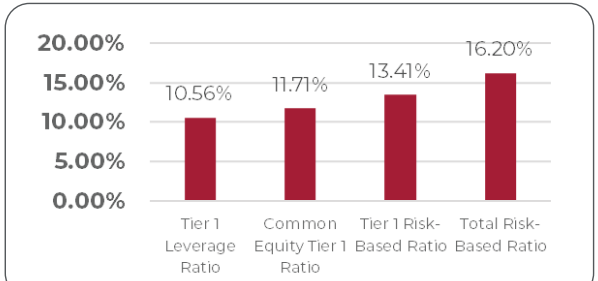
Diluted Earnings Per Common Share

Six Months Ended



Regulatory Capital Position

June 30, 2024



Scan the QR code to visit our Investor Relations website.

Each depositor insured to at least $250,000
Backed by the full faith and credit of the United States government
FDIC
Federal Deposit Insurance Corporation • www.fdic.gov

The common and preferred stock of the Corporation trade on the NASDAQ Global Select Market under the symbols CCNE and CCNEP, respectively.

What's new:

- Senior Executive Vice President and Chief Experience Officer, Leanne Kassab, named Woman of the Year by Clearfield BPW
- CNB Bank names Mike Noah, President of BankOnBuffalo and Chief Operating Officer; Marty Griffith, SEVP and Chief Revenue Officer; and Rich Greslick, SEVP and Chief Administrative Officer
- FCBank President, Jenny Saunders, received the Smart Business Smart 50 Award
- ERIEBANK opens its newest SMART Banking Center in Crocker Park
- Ridge View Bank expands commercial loan services to New River Valley
- Impressia Bank announces Profit First Package
- CNB Bank earns Federal Home Loan Bank's 2024 DEI Award
- BankOnBuffalo is nominated for "Best Bank" in the "Best of the 716" contest by Buffalo News