

AMBANC FINANCIAL SERVICES INC.  
115 Front Street  
P.O. Box 130  
Beaver Dam, WI 53916

June 29, 2018

Dear Ambanc Financial Services Shareholder,

2018 continues to be a year of change for both American Bank and The Necedah Bank. As reported in the annual shareholder meeting letter, The American National Bank received approval to change from a federally chartered to a state-chartered bank. This transition was successfully completed on April 3.

On May 15 the Board of Directors of The Necedah Bank and American Bank entered into an agreement to consolidate operations. When completed, The Necedah Bank will become a banking office of American Bank. Regulatory approval was sought and recently received to proceed with the planned merger to be effective August 27.

This move will prove to not only offer more efficiency operationally for both banks, but will also provide more synergy among our bank offices. Customers in the Necedah community will also have access to electronic services that were previously unavailable to them, either at The Necedah Bank, or by local competition; this will provide American Bank with a strategic, competitive advantage moving forward in the Necedah market.

In addition to these initiatives, enhancements to American Bank's loan and deposit product and service offerings are being made to continue meeting customers' banking needs and expectations and to position the bank for future growth and profitability.

Enclosed you will find a check in payment of a second quarter dividend of \$ .06 per share payable June 29 which was recently authorized by the Ambanc Board of Directors. If you are enrolled for direct deposit, the funds were deposited in your account on June 29.

Please feel free to contact me at 920-885-2700 if you have any questions regarding the upcoming consolidation or wish to talk about any other topic related to the corporation. I'll be happy to answer your questions.

Thank you for your continued support and referrals of your friends and families to the banks.

Sincerely,



John R. Oathout  
President and Chief Executive Officer