

CONSOLIDATED STATEMENT OF CONDITION

March 31, 2026





Oregon Pacific Bancorp Announces First Quarter 2026 Earnings Results

Highlights:

- Quarterly tax equivalent net interest margin of 4.13%, expansion of 0.17% over prior quarter.
- Quarterly deposit growth of \$7.3 million, despite retiring \$10 million of brokered deposits.
- First quarter net income of \$2.4 million; \$0.33 per diluted share.
- Quarterly return on average assets of 1.18%.
- Announced the pending retirement of Ron Green, scheduled later in 2026. Amber White has been named as successor.
- Named one of the 100 Best Companies to work for in Oregon, by *Oregon Business Magazine*.

Florence, Ore., April 21, 2026 — Oregon Pacific Bancorp (ORPB), the holding company of Oregon Pacific Bank, today reported net income of \$2.4 million, or \$0.33 per diluted share, for the quarter ended March 31, 2026, compared to \$2.7 million or \$0.37 per diluted share for the quarter ended December 31, 2025.

“Our first quarter results demonstrate the benefit of our disciplined approach to credit and pricing, driving our sixth consecutive quarter of margin expansion,” said Ron Green, CEO. “This sustained performance positions us well as we continue to serve our local business and nonprofit clients.”

The Bank’s first quarter net interest margin increased to 4.13%, up from 3.96% reported in the fourth quarter of 2025. Despite the prime rate remaining flat during the quarter, loan originations continued to occur at a rate higher than the existing portfolio yield. This contributed to an increase in the quarterly loan yield to 5.96%, up from 5.80% in the fourth quarter of 2025. Quarterly loan production for new and renewed loans totaled \$27.8 million, with a weighted average effective rate of 6.91% and a weighted average repricing life of 2.33 years.

Despite robust quarterly loan production, the Bank experienced a modest decline in outstanding loan balances. This was primarily driven by approximately \$16.7 million in early loan payoffs at a weighted average effective rate of 5.92%. A significant portion of these payoffs resulted from the sale of one property, while other borrowers refinanced into long-term financing through FNMA programs that offered 30-year fixed-rate structures without personal guarantees, which represent terms that fall outside the Bank’s current risk and pricing appetite. Associated with the early payoffs, the Bank recognized \$139 thousand in prepayment penalties. Additionally, amortization of deferred loan origination fees increased during the quarter to \$139 thousand, up from \$94 thousand during fourth quarter, as any unamortized loan origination fees are recognized as an increase to interest income upon early payoff. The impact of loan prepayments and loan fee amortization on the margin for quarters ended March 31, and December 31, were 14 bps and 5 bps, respectively, indicating approximately 9 bps of the 17 bps quarterly margin expansion during first quarter 2026 was tied to nonrecurring prepayment activity.

Period-end deposits totaled \$706.7 million, reflecting quarterly growth of \$7.3 million, despite the redemption of \$10 million of callable brokered CDs retired during the quarter. These brokered deposits were evenly split between January 2027 and January 2029 maturity dates, and both carried a 5.0% rate. While the call option was purchased at a premium versus non-call brokered CD funding, the optionality ultimately provided the

Bank the opportunity to eliminate high-cost funding in tandem with core deposit growth. The brokered CDs were retired on March 27th, thus most of the quarter over quarter benefit will not be realized until the second quarter of 2026. At current market rates, the original brokered CD maturities could be replaced at approximately 4.0%, representing reduced interest expense if it was deemed appropriate to replace the noncore funding in the future.

Classified assets on March 31, 2026, totaled \$10.6 million, and reflected a decrease of \$2.5 million from the fourth quarter of 2025. Classified assets are defined as loans and loan contingent liabilities internally graded substandard or worse, impaired loans, adversely classified securities and other real estate owned. The reduction in classified assets was primarily attributable to upgrades for two commercial and industrial loan relationships, totaling \$2.2 million and \$1 million, respectively. Partially offsetting these improvements was the downgrade of an owner-occupied nonprofit relationship totaling \$1.8 million. The primary collateral is an owner-occupied building with a loan-to-value of less than 50%. Financial operations are expected to stabilize based on 2026 operating budgets with no loss anticipated for the Bank. On March 31, 2026, nonperforming loans totaled \$2.1 million, representing a quarterly decrease of \$246 thousand, which was directly tied to a charge off recorded during the quarter. First quarter provision for credit losses on loans totaled \$37 thousand, while the provision for unfunded commitments reflected a credit of \$30 thousand. The modest increase in provision was a product of essentially flat loan balances versus December 2025, in conjunction with stable asset quality metrics.

First quarter noninterest income fell to \$2.1 million, reflecting a \$221 thousand decrease compared to the prior quarter. The most significant change observed was a \$196 thousand reduction in trust fee income primarily due to the normalization of transactional revenue. While quarter ended March 31, 2026 trust fees declined versus prior quarter, quarter ended December 31, 2025 benefitted from relative spikes due to fees from real estate transactions. As of March 31, 2026, trust AUM increased to \$307.6 million, reflecting a quarterly gain of \$9.9 million and an annual increase of \$40.2 million or 15.1% from March 31, 2025. Trust services continue to be a valuable source of noninterest income which the Bank anticipates continuing to grow throughout 2026.

In the first quarter of 2026, noninterest expense totaled \$6.8 million, reflecting an increase of \$471 thousand compared to the previous quarter. The largest expense fluctuation occurred in the salaries and employee benefits category, which grew \$306 thousand from the prior quarter, accounting for most of the quarterly variance. Additionally, Outside Services and Other Operating Expense grew \$77 thousand and \$55 thousand over prior quarter, based upon backloaded accounting fees and nonprofit sponsorship activity, respectively. Below is a summary of the quarterly salaries and benefits expense detail.

	THREE MONTHS ENDED		
	March 31,	December 31,	
	2026	2025	Change
Employee salaries	\$ 2,627	\$ 2,725	\$ (98)
Employee bonuses	364	132	232
Payroll taxes	310	224	86
FAS91 contra	(148)	(177)	29
Employee benefits	765	708	57
	<u>\$ 3,918</u>	<u>\$ 3,612</u>	<u>\$ 306</u>

The largest quarterly increase was attributable to bonus compensation expense, which is tied to projected year end performance and is adjusted quarterly based on the forecasted achievement. The fourth quarter of 2025 saw a reduction in bonus expense largely due to a year-end true up, with quarter ended March 31 representing a normalized run rate, resulting in an increase of \$232 thousand on a linked quarter basis. The Bank also experienced a quarterly increase of \$86 thousand in payroll tax expense. Payroll tax counters are generally

reset on a calendar basis, therefore, tax expense at the beginning of the year is typically higher and then decreases over the course of the year as employees reach wage caps. Lastly, the Bank also saw a \$57 thousand increase in employee benefits expenses, primarily attributable to an increase in the Bank's medical insurance, which increased \$64 thousand over the prior quarter due to annual increases from the Bank's medical insurance provider. Partially offsetting the above quarter over quarter increases was a \$99 thousand reduction in salary expense, driven by normal turnover.

Forward-Looking Statement Safe Harbor

This release contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995 ("PSLRA"). These statements can be identified by the fact that they do not relate strictly to historical or current facts. Forward-looking statements often use words such as "anticipates," "targets," "expects," "estimates," "intends," "plans," "goals," "believes" and other similar expressions or future or conditional verbs such as "will," "should," "would" and "could." The forward-looking statements made represent Oregon Pacific Bank's current estimates, projections, expectations, plans or forecasts of its future results and revenues, including but not limited to statements about performance, loan or deposit growth, loan prepayments, investment purchases, investment yields, strategic focus, capital position, liquidity, credit quality, special asset liquidation, noninterest income, noninterest expense and credit quality trends. These statements are not guarantees of future results or performance and involve certain risks, uncertainties and assumptions that are difficult to predict and are often beyond Oregon Pacific Bank's control. Actual outcomes and results may differ materially from those expressed in, or implied by, any of these forward-looking statements. You should not place undue reliance on any forward-looking statement and should consider all of the following uncertainties and risks. Oregon Pacific Bancorp undertakes no obligation to publicly revise or update any forward-looking statement to reflect the impact of events or circumstances that arise after the date of this release. This statement is included for the express purpose of invoking the PSLRA's safe harbor provisions.



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CONSOLIDATED BALANCE SHEETS

Unaudited (dollars in thousands)

	March 31, 2026	December 31, 2025	March 31, 2025
ASSETS			
Cash and due from banks	\$ 9,059	\$ 11,722	\$ 12,042
Interest bearing deposits	39,074	16,663	27,625
Securities	145,679	155,159	145,610
Loans, net of deferred fees and costs	598,656	599,636	582,939
Allowance for credit losses	(8,028)	(8,237)	(7,400)
Premises and equipment, net	12,888	13,022	13,193
Bank owned life insurance	10,555	10,472	10,223
Other real estate owned	157	157	-
Deferred tax asset	4,491	4,384	4,911
Other assets	8,729	9,238	8,485
	<u>8,729</u>	<u>9,238</u>	<u>8,485</u>
Total assets	<u>\$ 821,260</u>	<u>\$ 812,216</u>	<u>\$ 797,628</u>
LIABILITIES			
Deposits			
Demand - non-interest bearing	\$ 154,248	\$ 152,937	\$ 153,956
Demand - interest bearing	293,268	279,014	276,594
Money market	143,690	142,499	140,373
Savings	67,890	66,534	67,566
Certificates of deposit	47,564	48,366	46,825
Brokered deposits	-	10,001	10,001
Total deposits	<u>706,660</u>	<u>699,351</u>	<u>695,315</u>
FHLB borrowings	7,500	7,500	7,500
Junior subordinated debenture	4,124	4,124	4,124
Subordinated debenture	14,952	14,927	14,852
Other liabilities	8,225	8,502	7,544
	<u>8,225</u>	<u>8,502</u>	<u>7,544</u>
Total liabilities	<u>741,461</u>	<u>734,404</u>	<u>729,335</u>
STOCKHOLDERS' EQUITY			
Common stock	21,821	21,923	21,612
Retained earnings	62,554	60,176	53,287
Accumulated other comprehensive income, net of tax	(4,576)	(4,287)	(6,606)
	<u>(4,576)</u>	<u>(4,287)</u>	<u>(6,606)</u>
Total stockholders' equity	<u>79,799</u>	<u>77,812</u>	<u>68,293</u>
Total liabilities & stockholders' equity	<u>\$ 821,260</u>	<u>\$ 812,216</u>	<u>\$ 797,628</u>

CONSOLIDATED STATEMENTS OF INCOME

Unaudited (dollars in thousands, except per share data)

THREE MONTHS ENDED

	March 31, 2026	December 31, 2025	March 31, 2025
INTEREST INCOME			
Loans	\$ 8,792	\$ 8,704	\$ 7,859
Securities	1,360	1,441	1,279
Other interest income	273	386	261
Total interest income	<u>10,425</u>	<u>10,531</u>	<u>9,399</u>
INTEREST EXPENSE			
Deposits	2,166	2,290	2,306
Borrowed funds	299	308	304
Total interest expense	<u>2,465</u>	<u>2,598</u>	<u>2,610</u>
NET INTEREST INCOME			
	7,960	7,933	6,789
Provision for credit losses on loans	37	346	-
Provision (credit) for unfunded commitments	30	(15)	-
Net interest income after provision for credit losses	<u>7,893</u>	<u>7,602</u>	<u>6,789</u>
NONINTEREST INCOME			
Trust fee income	1,080	1,276	1,198
Service charges	398	396	373
Mortgage loan sales	1	1	7
Merchant card services	126	144	117
Oregon Pacific Wealth Management income	345	358	339
Other income	120	116	109
Total noninterest income	<u>2,070</u>	<u>2,291</u>	<u>2,143</u>
NONINTEREST EXPENSE			
Salaries and employee benefits	3,918	3,612	3,993
Outside services	804	727	702
Occupancy & equipment	557	547	517
Trust expense	716	716	742
Loan and collection, OREO expense	23	19	14
Advertising	107	96	91
Supplies and postage	68	60	70
Other operating expenses	584	529	591
Total noninterest expense	<u>6,777</u>	<u>6,306</u>	<u>6,720</u>
Income before taxes	3,186	3,587	2,212
Provision for income taxes	808	921	528
NET INCOME	<u>\$ 2,378</u>	<u>\$ 2,666</u>	<u>\$ 1,684</u>

Quarterly Highlights

	1st Quarter 2026	4th Quarter 2025	3rd Quarter 2025	2nd Quarter 2025	1st Quarter 2025
Earnings					
Interest income	\$ 10,425	\$ 10,531	\$ 10,405	\$ 9,747	\$ 9,399
Interest expense	2,465	2,598	2,685	2,553	2,610
Net interest income	\$ 7,960	\$ 7,933	\$ 7,720	\$ 7,194	\$ 6,789
Provision for credit losses on loans	37	346	505	164	-
Provision (credit) for unfunded commitments	30	(15)	123	-	-
Noninterest income	2,070	2,291	2,185	2,086	2,143
Noninterest expense	6,777	6,306	6,313	6,490	6,698
Provision for income taxes	808	921	752	617	550
Net income	<u>\$ 2,378</u>	<u>\$ 2,666</u>	<u>\$ 2,212</u>	<u>\$ 2,009</u>	<u>\$ 1,684</u>
Average shares outstanding	7,171,523	7,163,160	7,163,503	7,164,363	7,151,365
Average diluted shares outstanding	7,196,169	7,188,902	7,189,245	7,190,105	7,170,304
Period end shares outstanding	7,179,876	7,162,985	7,163,503	7,164,144	7,164,470
Period end diluted shares outstanding	7,203,449	7,188,727	7,189,245	7,189,886	7,190,212
Earnings per share	\$ 0.33	\$ 0.37	\$ 0.31	\$ 0.28	\$ 0.24
Diluted earnings per share	\$ 0.33	\$ 0.37	\$ 0.31	\$ 0.28	\$ 0.23
Performance Ratios					
Return on average assets	1.18%	1.27%	1.06%	1.02%	0.87%
Return on average equity	12.65%	14.90%	12.58%	11.85%	10.42%
Net interest margin - tax equivalent	4.13%	3.96%	3.88%	3.85%	3.67%
Yield on loans	5.96%	5.80%	5.73%	5.65%	5.53%
Yield on securities	3.59%	3.46%	3.45%	3.39%	3.41%
Cost of deposits	1.25%	1.26%	1.31%	1.31%	1.36%
Cost of interest-bearing liabilities	1.73%	1.76%	1.83%	1.86%	1.88%
Efficiency ratio	67.57%	61.68%	63.73%	69.94%	75.24%
Full-time equivalent employees	144	149	146	146	148
Capital					
Tier 1 capital	\$ 91,689	\$ 91,828	\$ 91,563	\$ 91,437	\$ 90,548
Leverage ratio	11.16%	10.96%	10.99%	11.52%	11.40%
Common equity tier 1 ratio	14.65%	14.69%	14.65%	14.82%	14.84%
Tier 1 risk based ratio	14.65%	14.69%	14.65%	14.82%	14.84%
Total risk based ratio	15.90%	15.94%	15.91%	16.07%	16.10%
Book value per share	\$ 11.13	\$ 10.86	\$ 10.39	\$ 9.93	\$ 9.53

Quarterly Highlights

	1st Quarter 2026	4th Quarter 2025	3rd Quarter 2025	2nd Quarter 2025	1st Quarter 2025
Asset quality					
Allowance for credit losses (ACL)	\$ 8,028	\$ 8,237	\$ 7,891	\$ 7,388	\$ 7,400
Nonperforming loans (NPLs)	\$ 2,092	\$ 2,338	\$ 495	\$ 495	\$ 801
Nonperforming assets (NPAs)	\$ 2,248	\$ 2,494	\$ 652	\$ 652	\$ 801
Classified Assets ⁽¹⁾	\$ 10,635	\$ 13,119	\$ 14,391	\$ 11,271	\$ 10,550
Net loan charge offs (recoveries)	\$ 246	\$ -	\$ 1	\$ 176	\$ -
ACL as a percentage of net loans	1.34%	1.37%	1.33%	1.25%	1.27%
ACL as a percentage of NPLs	383.81%	352.31%	1594.14%	1492.53%	923.85%
Net charge offs (recoveries) to average loans	0.04%	0.00%	0.00%	0.03%	0.00%
Net NPLs as a percentage of total loans	0.35%	0.40%	0.08%	0.08%	0.14%
Nonperforming assets as a percentage of total assets	0.27%	0.31%	0.08%	0.08%	0.10%
Classified Asset Ratio ⁽²⁾	10.67%	13.11%	14.47%	11.53%	10.77%
Past due as a percentage of total loans	0.13%	0.17%	0.12%	0.08%	0.11%
Off-balance sheet figures					
Unused credit commitments	\$ 96,198	\$ 98,660	\$ 108,753	\$ 103,063	\$ 94,843
Trust assets under management (AUM)	\$ 307,597	\$ 297,701	\$ 281,281	\$ 288,935	\$ 267,359
Oregon Pacific Wealth Management AUM	\$ 148,443	\$ 154,137	\$ 181,349	\$ 174,724	\$ 172,729
End of period balances					
Total securities	\$ 145,679	\$ 155,159	\$ 162,012	\$ 142,357	\$ 145,610
Total short term deposits	\$ 39,074	\$ 16,663	\$ 42,274	\$ 30,348	\$ 27,625
Total loans net of allowance	\$ 590,628	\$ 591,399	\$ 586,804	\$ 584,407	\$ 575,539
Total earning assets	\$ 785,385	\$ 773,409	\$ 800,930	\$ 766,445	\$ 758,119
Total assets	\$ 821,260	\$ 812,216	\$ 837,641	\$ 805,262	\$ 797,628
Total noninterest bearing deposits	\$ 154,248	\$ 152,937	\$ 167,010	\$ 162,426	\$ 153,956
Total brokered deposits	\$ -	\$ 10,001	\$ 10,001	\$ 10,001	\$ 10,001
Total core deposits	\$ 706,660	\$ 689,350	\$ 718,395	\$ 689,740	\$ 685,314
Total deposits	\$ 706,660	\$ 699,351	\$ 728,396	\$ 699,741	\$ 695,315
Average balances					
Total securities	\$ 151,912	\$ 159,462	\$ 153,603	\$ 143,627	\$ 150,197
Total short term deposits	\$ 30,441	\$ 40,352	\$ 44,423	\$ 18,044	\$ 23,766
Total loans net of allowance	\$ 590,420	\$ 587,209	\$ 584,102	\$ 580,377	\$ 568,635
Total earning assets	\$ 782,984	\$ 796,948	\$ 791,637	\$ 751,538	\$ 751,933
Total assets	\$ 817,928	\$ 833,972	\$ 827,823	\$ 787,506	\$ 787,201
Total noninterest bearing deposits	\$ 152,699	\$ 164,736	\$ 166,857	\$ 158,985	\$ 149,802
Total brokered deposits	\$ 9,445	\$ 10,001	\$ 10,001	\$ 10,001	\$ 10,001
Total core deposits	\$ 694,145	\$ 712,607	\$ 710,376	\$ 672,711	\$ 675,953
Total deposits	\$ 703,590	\$ 722,608	\$ 720,377	\$ 682,712	\$ 685,954

⁽¹⁾ Classified assets is defined as the sum of all loan-related contingent liabilities and loans internally graded substandard or worse, impaired loans (net of government guarantees), adversely classified securities, and other real estate owned.

⁽²⁾ Classified asset ratio is defined as the sum of all loan-related contingent liabilities and loans internally graded substandard or worse, impaired loans (net of government guarantees), adversely classified securities, and other real estate owned, divided by bank Tier 1 capital, plus the allowance for credit losses.

LEADERSHIP

OUR EXECUTIVE TEAM



Ron Green
Chief Executive Officer



Amber White
President



John Raleigh
EVP, Chief Lending
Officer



James Atwood
EVP, Chief Credit
Officer



Lance Rudge
EVP, Chief Operating
Officer



David Rice
EVP, Director of
Trust and Wealth
Management



Matt Baker
EVP, Chief
Financial Officer

Our culture continues to be based on how we create value for those we serve, with our promise to deliver in the best interest of our shareholders, our clients, our employees, and the communities we serve.

BOARD OF DIRECTORS



Jon Thompson
Board Chair
Business Owner,
Coast Broadcasting



Kerrie Johnson
Vice Chair
Owner, Loan Originator
at Blue-inc. Capital



Joe Benetti
Director
Business Owner,
Benetti's Italian Fine
Foods



Tim Campbell
Director
Partner and Owner of
Campbell Commercial
Real Estate



Ron Green
Director
Chief Executive Officer,
Oregon Pacific Bank;
President & Chief Executive
Officer, Oregon Pacific
Bancorp



Jason Hall
Director
CPA Partner at
Hoffman, Stewart &
Schmidt, PC (HSS)



Bob Mans, OD
Director
Co-Owner of
Florence Eye Clinic



Amber White
Director
President, Oregon
Pacific Bank



Robbie Wright
Director
President, Hyak
Oregon Holdings



ABOUT OPB

Oregon Pacific Bank is Oregon's Bank for What Matters Most.

For more than four decades, we have built our business around the belief that strong relationships and local decision-making create stronger communities. As a community bank, we are committed to understanding the goals, challenges, and aspirations of the businesses and nonprofits we serve — and providing thoughtful, personalized guidance every step of the way.

With a focus on responsive service and tailored solutions, we help our clients move forward with confidence. Our team brings deep expertise, a problem-solving mindset, and a genuine commitment to the long-term success of our clients and communities.

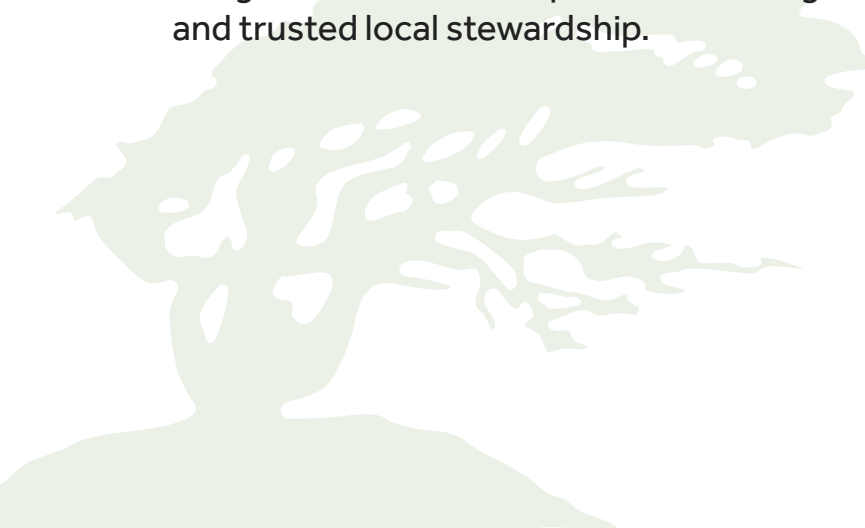
Since opening our doors on December 17, 1979, Oregon Pacific Bank has grown into a network of full-service branches located in Coos Bay, Eugene, Florence, Medford, Portland, and Roseburg, proudly serving Oregon with relationship-driven banking and trusted local stewardship.

OUR MISSION

To create value for all we serve through the delivery of meaningful and relevant financial services.

OUR VISION

To be the premier business-minded community bank whose value to the community, shareholders, clients, and employees comes from supporting business and nonprofit agencies through banking services, volunteer work, and philanthropy.





Oregon
Pacific Bank

Oregon's Bank for What Matters Most.