FIRST INTERNET BANCORP

NASDAQ: INBK

Investor Presentation

October 2026

Forward-Looking Statements & Non-GAAP Financial Measures

This presentation contains forward-looking statements within the meaning of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995, including statements with respect to the financial condition, results of operations, trends in lending policies and loan programs, plans and prospective business partnerships, objectives, future performance and business of the Company. Forward-looking statements are generally identifiable by the use of words such as "believe," "continue," "could," "decline," "drive," "enhance," "estimate," "expanding," "expect," "grow," "growth," "improve," "increase," "looking ahead," "may," "pending," "plan," "position," "preliminary," "remain," "rising," "should," "slow," "stable," "strategy," "well-positioned," or other similar expressions. Forward-looking statements are not a guarantee of future performance or results, are based on information available at the time the statements are made and involve known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from the information in the forward-looking statements. Such statements are subject to certain risks and uncertainties including: our business and operations and the business and operations of our vendors and customers; general economic conditions, whether national or regional, and conditions in the lending markets in which we participate may have an adverse effect on the demand for our loans and other products; our credit quality and related levels of nonperforming assets and loan losses, and the value and salability of the real estate that is the collateral for our loans. Other factors that may cause such differences include: failures or breaches of or interruptions in the communications and information systems on which we rely to conduct our business; failure of our plans to grow our commercial and industrial, construction and SBA loan portfolios; competition with national, regional and community financial institutions; the loss of any key members of senior management; the impacts of inflation and rising interest rates on the general economy; risks relating to the regulation of financial institutions; and other factors identified in reports we file with the U.S. Securities and Exchange Commission. All statements in this presentation, including forward-looking statements, speak only as of the date they are made, and the Company undertakes no obligation to update any statement in light of new information or future events.

This presentation contains financial information determined by methods other than in accordance with U.S. generally accepted accounting principles ("GAAP"). Non-GAAP financial measures, specifically tangible common equity, tangible assets, tangible book value per common share, tangible common equity to tangible assets, total interest income – FTE, net interest income – FTE, net interest margin – FTE, adjusted total revenue, pre-provision net revenue (loss), adjusted pre-provision net revenue, adjusted noninterest income, adjusted noninterest expense, adjusted noninterest expense to average assets, adjusted efficiency ratio, adjusted income (loss) before income taxes, adjusted income tax (benefit) provision, adjusted net income (loss), adjusted diluted earnings per share, adjusted return on average assets, adjusted return on average shareholders' equity, adjusted return on average tangible common equity, adjusted tangible common equity, adjusted tangible assets, adjusted tangible common equity to adjusted tangible assets, adjusted nonperforming loans to total loans and adjusted allowance for credit losses - loans to nonperforming loans are used by the Company's management to measure the strength of its capital and analyze profitability, including its ability to generate earnings on tangible capital invested by its shareholders. Although management believes these non-GAAP measures are useful to investors by providing a greater understanding of its business, they should not be considered a substitute for financial measures determined in accordance with GAAP, nor are they necessarily comparable to non-GAAP performance measures that may be presented by other companies. Reconciliations of these non-GAAP financial measures to the most directly comparable GAAP financial measures are included in the table at the end of this presentation under the caption "Reconciliation of Non-GAAP Financial Measures."

First Internet Bancorp At-A-Glance

- **Digital Banking Pioneer** - First state-chartered, FDIC-insured institution to operate entirely online, **reimagining traditional banking over 25 years ago**
- **Business Model Innovation** - Highly scalable branchless banking model with a proven history of dynamic innovation and strong growth
- **Diversified Revenue Streams** - Commercial banking, SBA lending, consumer lending, and BaaS partnerships
- **Multiple Lending Channels** – Scalable origination platforms across lending businesses support sustainable growth
- **Banking-as-a-Service (BaaS)** – Offers platform capabilities enabling fintech partnerships and collaborations
- **Regulatory Expertise** - Deep compliance and risk management capabilities

As of 9/30/26

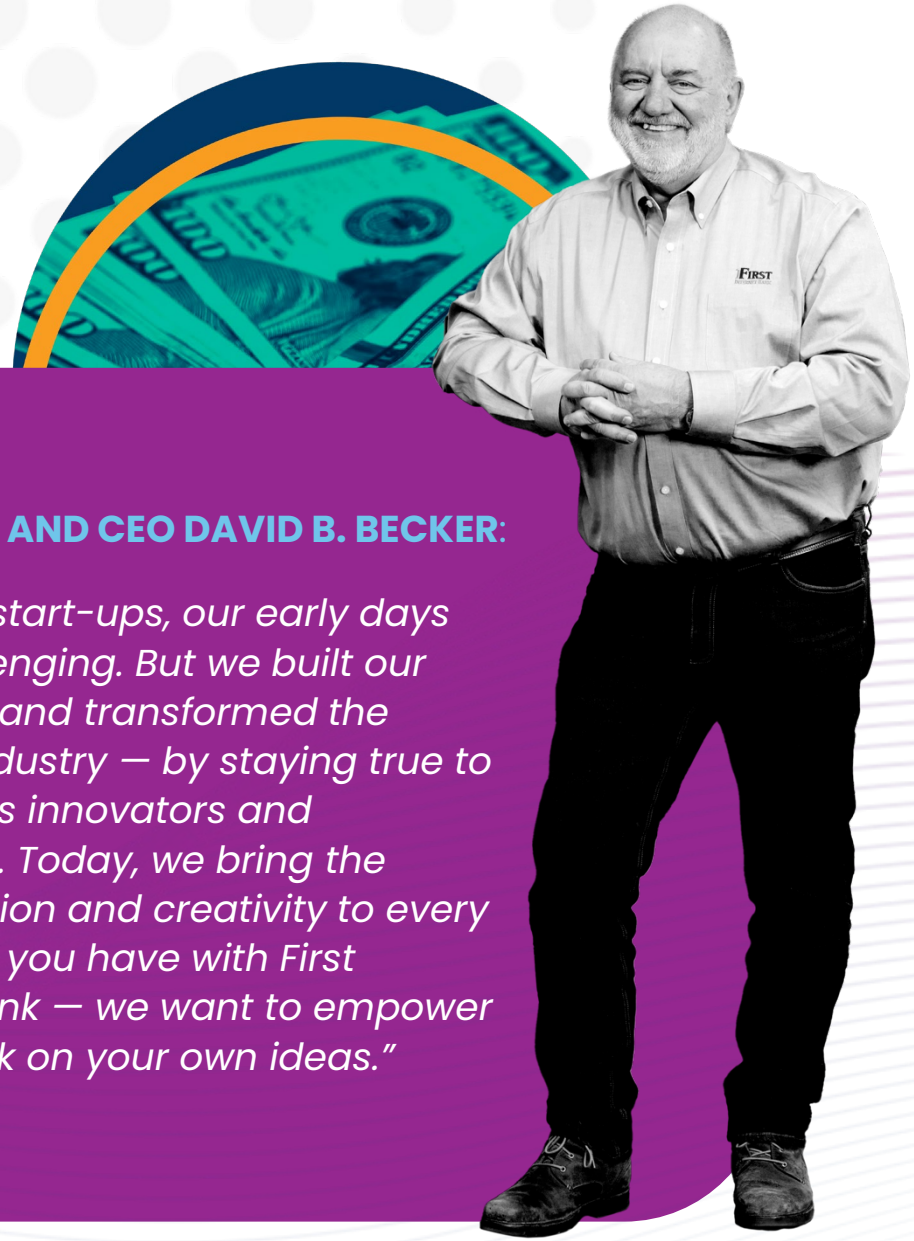
$5.9B TOTAL ASSETS	**$3.9B** TOTAL LOANS
$5.2B TOTAL DEPOSITS	**$350M** TANGIBLE EQUITY
$170M[1] ADJ. REVENUE TTM	**16%**[1] TTM ADJ. REVENUE GROWTH



1 See Reconciliation of Non-GAAP Financial Measures in the Appendix

Our Founding Thesis

- **Founded in 1999,** based on a revolutionary idea that challenged the entire banking industry - create America's first state-chartered, FDIC-insured institution to operate entirely online
- **25+ Year Legacy:** From kitchen table startup to industry transformer, maintaining the same entrepreneurial spirit that empowers customers to "bank on their own ideas"
- **Core Guiding Principles:**
  - **Personal Connections:** Despite being digital-first, we believe in the power of personal relationships built on trust and understanding
  - **Customer-Centric:** Taking time to know each customer and provide tailored solutions for every financial need
  - **Innovation-Driven:** Staying true to our roots as trailblazers who transformed an entire industry



CHAIRMAN AND CEO DAVID B. BECKER:

"Like most start-ups, our early days were challenging. But we built our success — and transformed the banking industry — by staying true to our roots as innovators and trailblazers. Today, we bring the same passion and creativity to every interaction you have with First Internet Bank — we want to empower you to bank on your own ideas."

Our Business Model

Branchless model attracts a nationwide deposit base with low acquisition costs, supplemented by BaaS partnerships – deployed into scalable specialty lending channels

Deposits

Digital Banking

Diversified nationwide deposit base comprised of consumer, small business, commercial and public funds

BaaS/Fintech Partnerships*

Supporting innovation with fintech deposit and payments sponsorships

*Business line drives significant noninterest income in addition to powering net interest income

Lending

- Construction & Investor CRE Lending
- Small Business Lending*
- Commercial & Industrial Lending
- Public Finance
- Single Tenant Lease Financing
- Fintech Lending & Emerging Verticals
- Consumer Lending

Multiple Asset Generation Channels

$ in millions		As of 09/30/26
Core Lending Areas	Construction & Investor CRE	$ 1,154
	Small Business Lending	439
	C&I / Emerging Verticals	288
	Public Finance	430
	Single Tenant Lease Financing	309
	Consumer Lending	446
Exited Lines	Franchise Finance	331
	Residential Mortgage	336
	Healthcare Finance	112
	Net Deferred Loan Fees, Premiums, Discounts and Other	19
		$3,864

Strategic Focus

- Specialized areas of lending
- Scalable, nationwide platforms with growth potential
- Optimize the mix of interest-earning assets
- AI and tech to facilitate scalability and manage credit risk
- Maximize risk-adjusted returns

Emerging Verticals

• Wealth advisory lending	$104
• Equipment finance	34
• Fintech lending / embedded finance	21

Digital Banking & Fintech Partnerships Drive Growth

Digital Banking

- $2.3B in digital deposits
- Consumer and SMB deposits sourced nationally
- Do More Business Checking includes Cash Flow Analysis, payments through Zelle and Balance Optimizer
- ***Do More Business Checking is a 3-time recipient of the Best in Biz Silver Winner award for Small or Medium Business Product of the Year***

BaaS / Fintech

- Program sponsorship: deposits, payments, cards/BIN and lending
- Empowers partners to move funds quickly at scale over multiple payments rails – ACH, FedNow, RTP Network
- Origination of embedded finance / SMB credit products
- ***2025 co-recipient of the award for Payments Innovation of the Year from American Banker for our work with Increase to deliver High-fidelity ACH***

ramp

INCREASE

jaris

Capital·OS

Pool

clerq

check

$4.7B

Total Fintech Deposits
$2.9B Held Off-Balance Sheet

199%

Increase in Fintech Deposits over 3Q25

$303B

Fintech Payments Volume TTM

198%

Increase in Fintech Payments Volume over TTM ended 9/30/25

Key Investment Highlights

Founder-led organization focused on building long-term shareholder value, with an attractive value-oriented entry point

- **Digital Banking** - America's first online bank with a 25+ year branchless model delivering superior cost structure and geographic reach
- **Technology Moat & Fintech Edge** - Quarter-century digital head start creates competitive barriers and compelling partnership platform
- **Balance Sheet Restructuring** - Accelerated optimization of the asset mix to drive increased earnings and improve interest rate risk
- **Disciplined credit underwriting** – Historically strong credit quality through prudent underwriting and proactive portfolio management
- **Strong Financial Momentum** - Continuous growth in net interest income with expanding net interest margin and strong loan originations
- **Pathway to Improved Profitability** - Revenue growth is driving increased pre-provision, net revenue and positive operating leverage
- **BaaS-Powered Balance Sheet** - Fintech partnerships fuel robust deposit growth creating strong liquidity and expansion capacity
- **Compelling Deep Value** - Trading at significant discount to peers and tangible book value despite superior growth model

Experienced Leadership



DAVID B. BECKER

Chairman and CEO

- Founder of the first state-chartered, FDIC-insured bank to operate entirely online 25+ years ago
- 40-year career in fintech/SaaS with 5 successful Inc. 500 company exits
- Founding Board Chair of TechPoint and active in multiple Indiana economic development and education initiatives
- Ernst & Young Entrepreneur of the Year (2001), Indiana Banking Excellence Award (2021), and Mickey Maurer Entrepreneur of the Year (2025)



NICOLE S. LORCH

President, COO and Corporate Secretary

- Appointed president in July 2021
- 25 years with the Company in various leadership roles, including COO
- Fintech background prior to joining INBK
- Active on advisory boards for Indianapolis Neighborhood Housing Partnership and Hamilton County Community Foundation



KENNETH J. LOVIK

EVP & CFO

- Brings 30+ years of financial services experience
- Banking Industry Veteran - Previously SVP of Investor Relations & Corporate Development at First Financial Bancorp (publicly traded bank holding company)
- Former investment banker specializing in financial services sector
- Began career at Price Waterhouse LLP

Financial Review

FIRST INTERNET BANCORP

Third Quarter 2026 Highlights

Earnings

- Net income of $4.8 million and adjusted net income of $5.1 million[1], both up significantly over 2Q26 and 3Q25
- Diluted EPS of $0.54 and adjusted diluted EPS of $0.57[1], both up significantly over 2Q26 and 3Q25
- Pre-tax non-recurring severance costs of $0.4 million recognized in 3Q26

NII and NIM

- Net interest income of $34.7 million and FTE NII of $35.9 million[1,2], both up 7% over 2Q26 and 14% over 3Q25
- Net interest margin of 2.47% and FTE NIM of 2.55%[1,2], both up 8 bps over 2Q26 and 43 bps from 3Q25

Revenue and PPNR

- Adjusted total revenue of $43.9 million, up 7% over 2Q26 and 1% over 3Q25
- Adjusted pre-provision net revenue of $17.1 million[1], up 14% from 2Q26 and down 6% over 3Q25

Loans

- Total loan balances of $3.9 billion, up 1% from 2Q26 and 6% from 3Q25
- Weighted average yield on new loans funded in 3Q26 was 7.51%
- SBA GOS revenue of $4.8 million; sold $62.3 million of 7(a) guaranteed balances

Credit

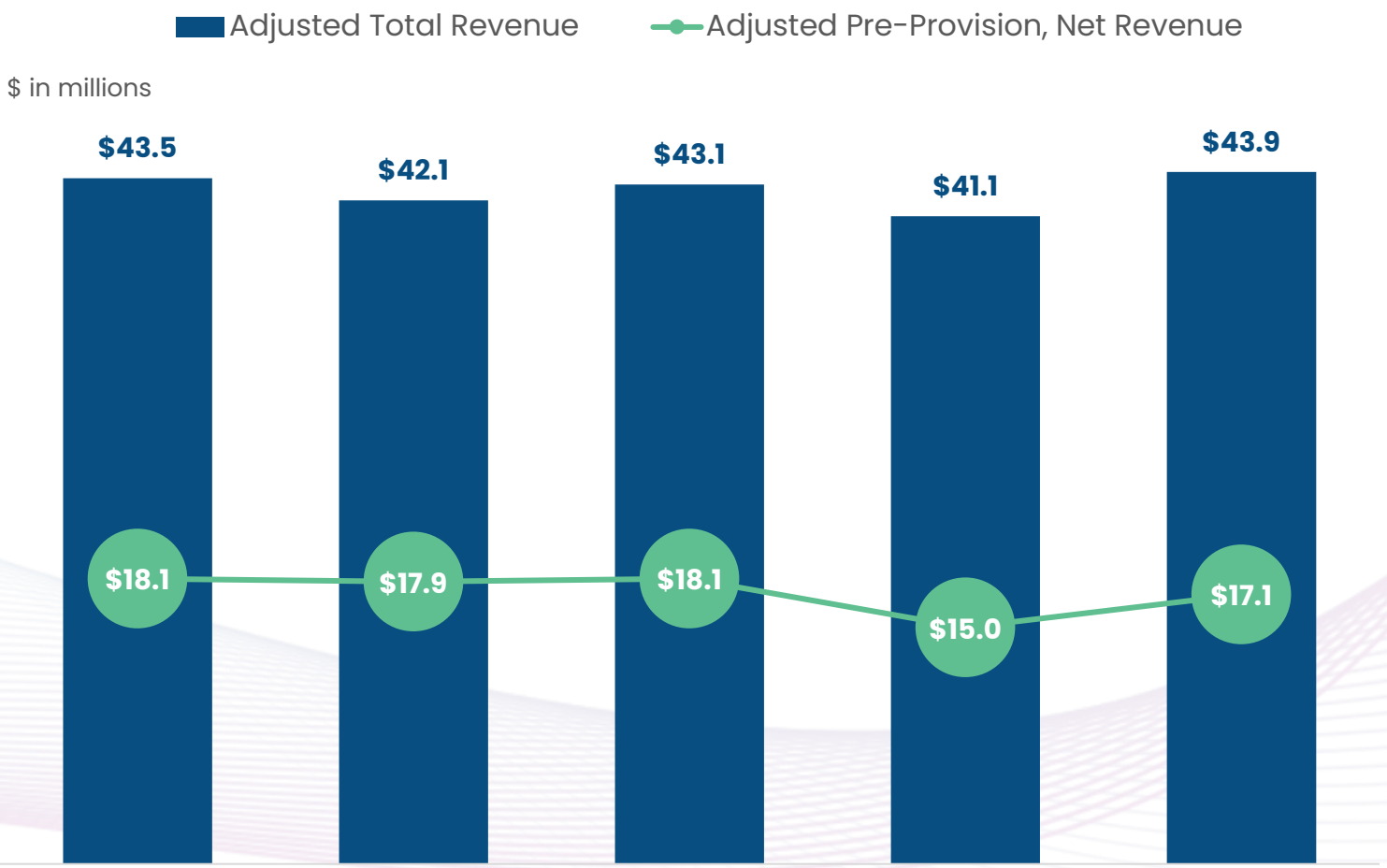
- Provision for credit losses of $11.6 million, down 13% from 2Q26
- Net charge-offs / average loans of 0.82%, down from 1.77% in 2Q26
- NPLs / total loans of 1.63%, or 1.14%[1] excluding fully-guaranteed balances

Capital

- TCE / TA of 5.94%[1], CET1 of 8.86%[3], total capital of 12.32%[3]
- Excluding AOCI and adjusting for normalized cash balances, adjusted TCE / TA of 6.96%[1]
- Tangible book value per share of $40.04[1], down from 2Q26

1 See Reconciliation of Non-GAAP Financial Measures in the Appendix
2 On a fully-taxable equivalent ("FTE") assuming a 21% tax rate
3 Regulatory capital ratios are preliminary pending filing of the Company's regulatory reports

Adjusted Total Revenue[1] and Pre-Provision, Net Revenue[1]



14%

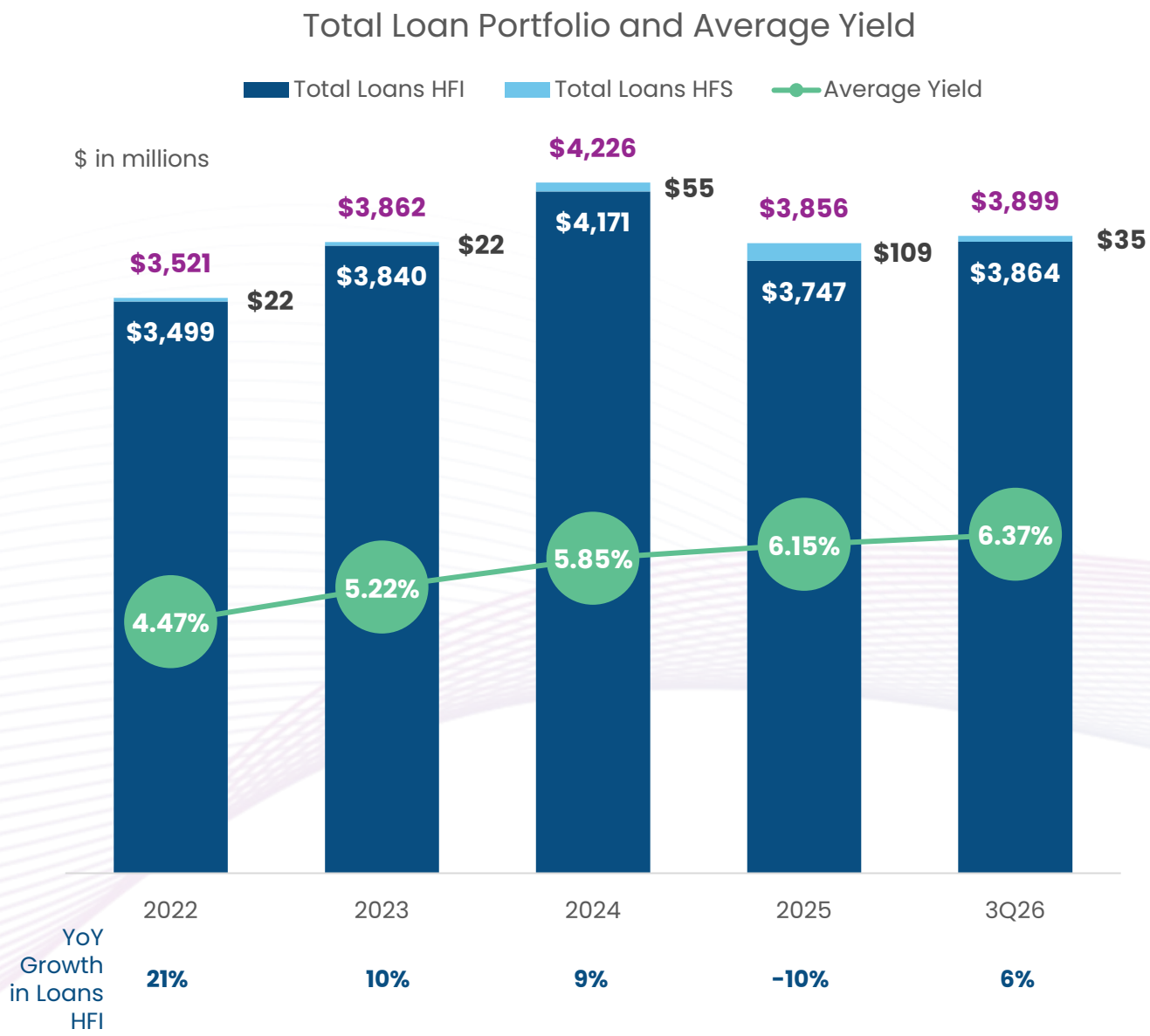
Increase in Adjusted PPNR vs. 2Q26

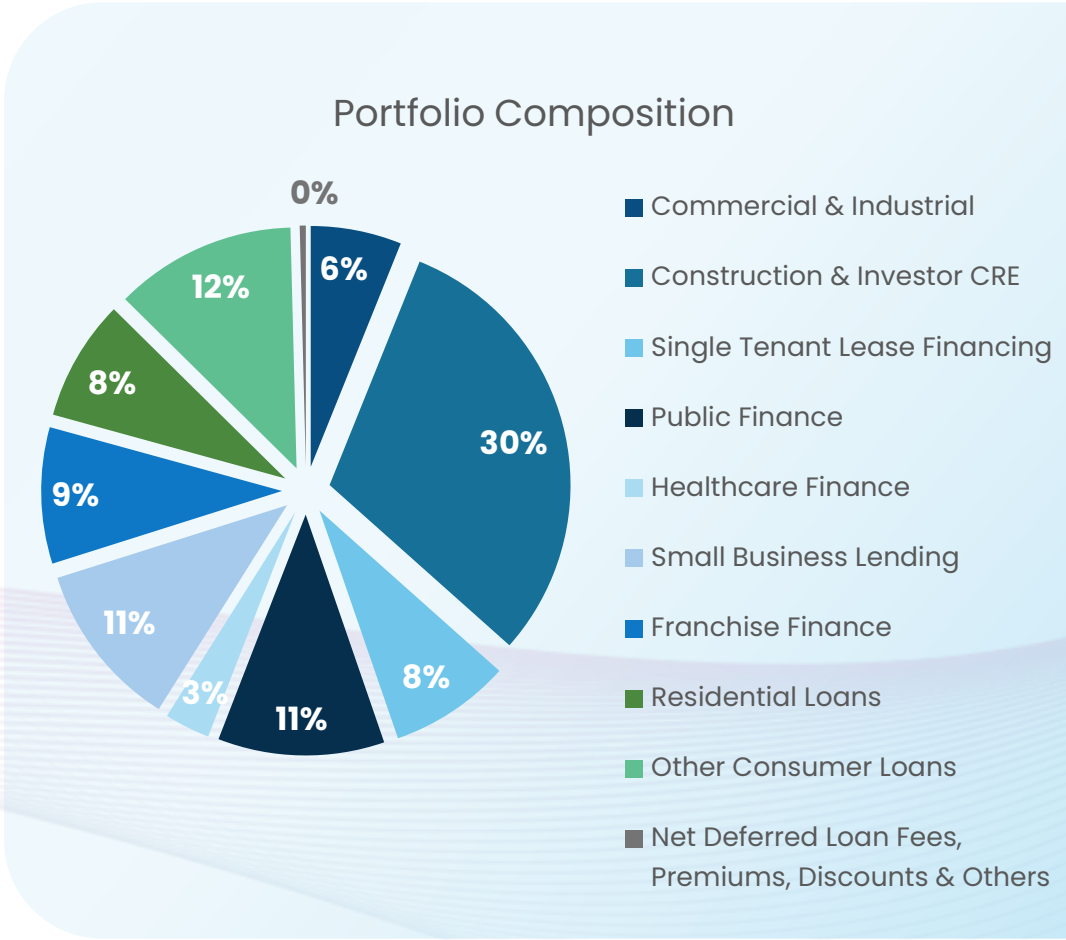
7%

Increase in Adjusted Total Revenue vs. 2Q26

1 See Reconciliation of Non-GAAP Financial Measures in the Appendix

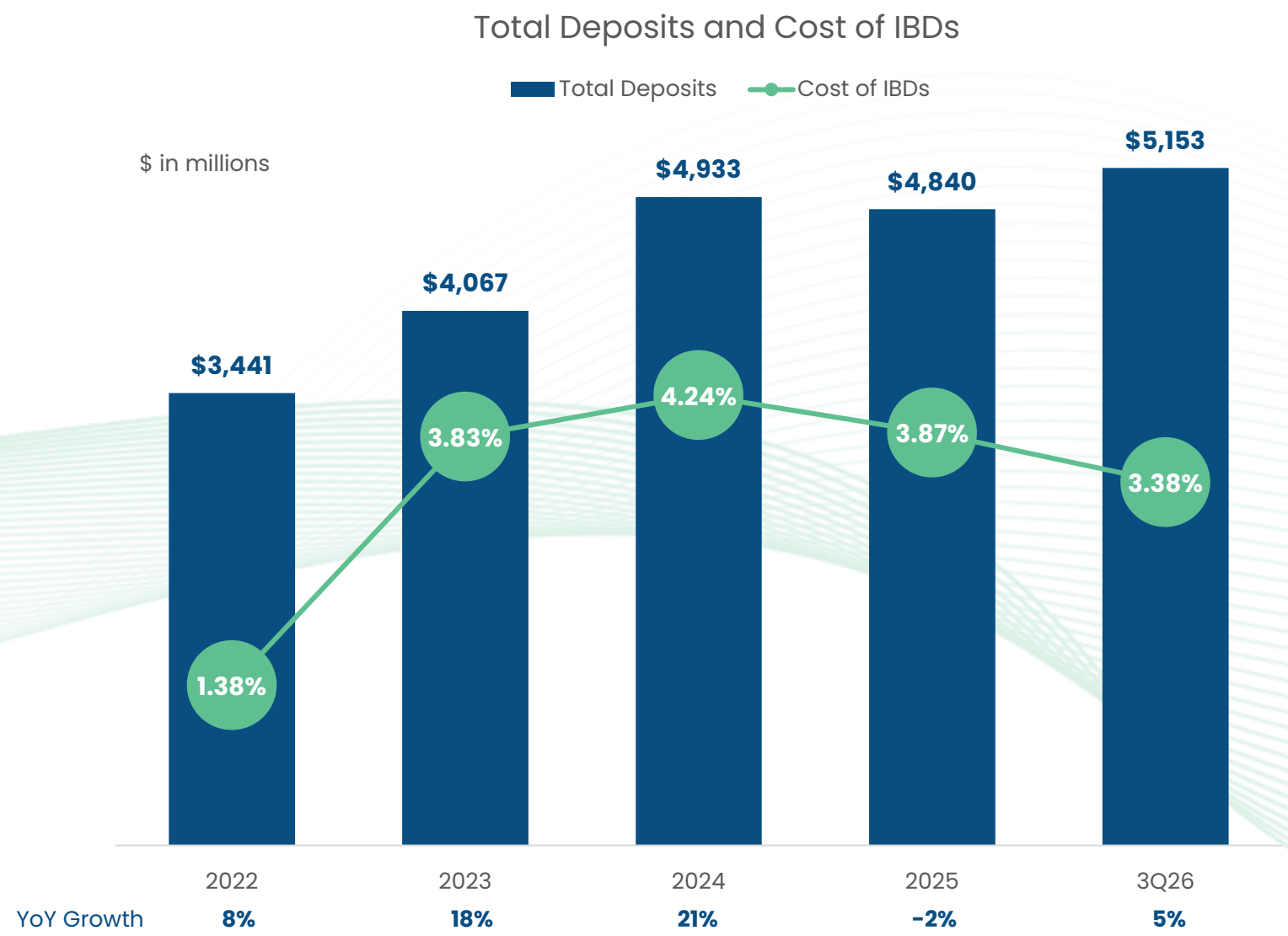
Loan Portfolio Overview

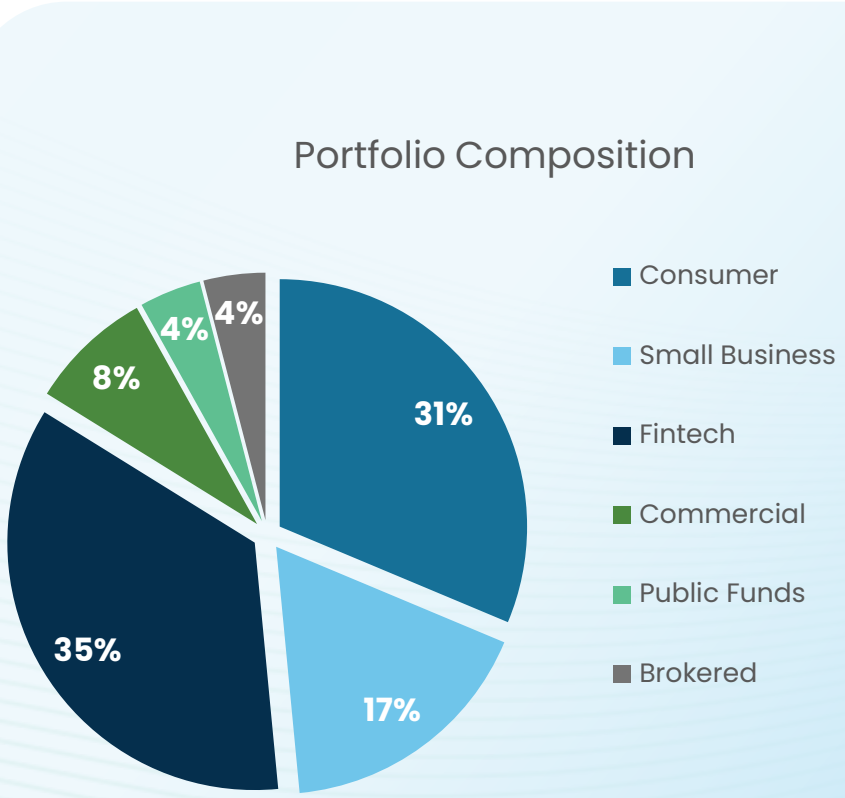




Note: Yields for 2022 – 2025 represent annual portfolio yields; 3Q26 yield represents year-to-date yield.

Diversified Deposit Base

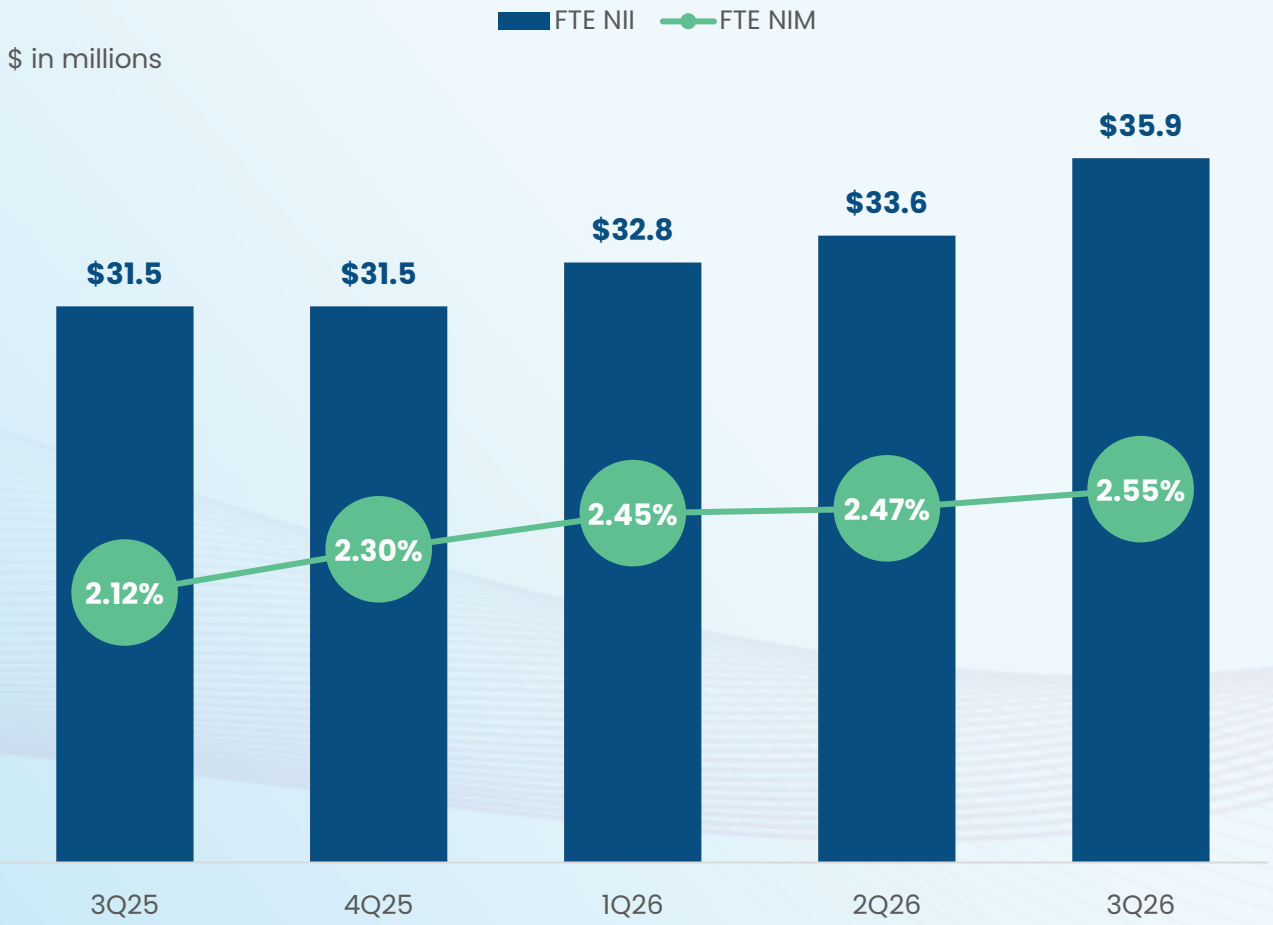




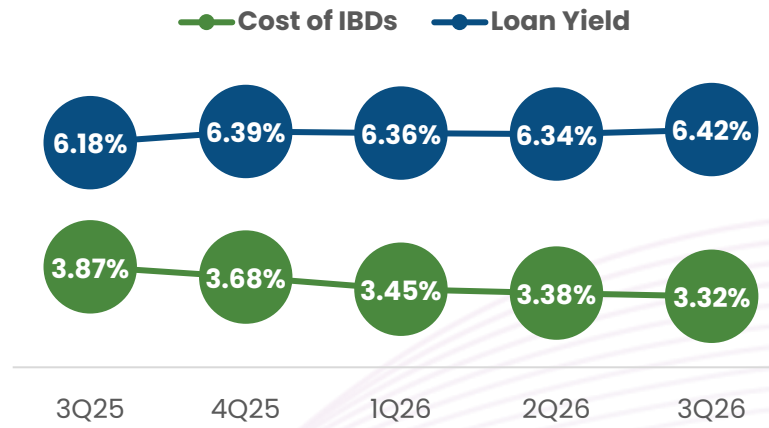
Note: Cost of IBDs for 2022 – 2025 represent annual COFs; 3Q26 cost represents year-to-date COFs.

Net Interest Income and Net Interest Margin

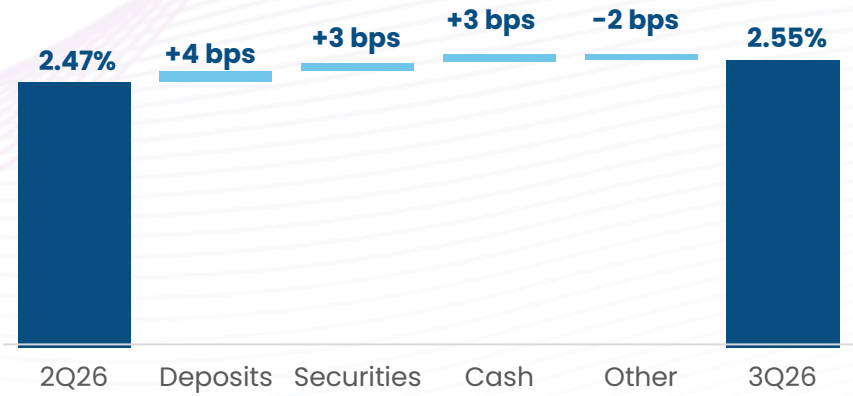
Fully-Taxable-Equivalent Net Interest Income ("FTE NII")[1] and Net Interest Margin ("FTE NIM")[1]



Loan Yield and Cost of IBDs

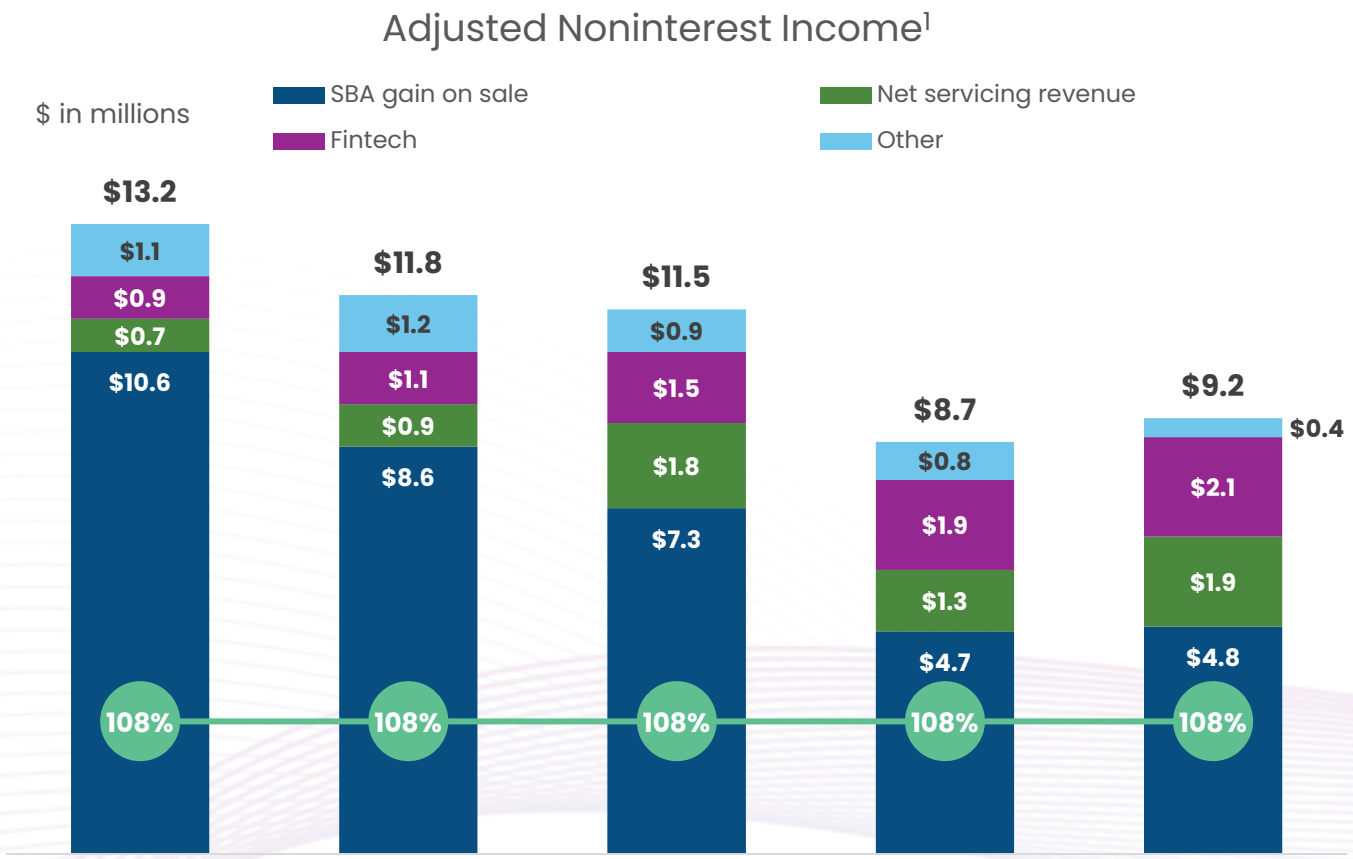


FTE NIM[1] Bridge



1 See Reconciliation of Non-GAAP Financial Measures in the Appendix

Noninterest Income Trends



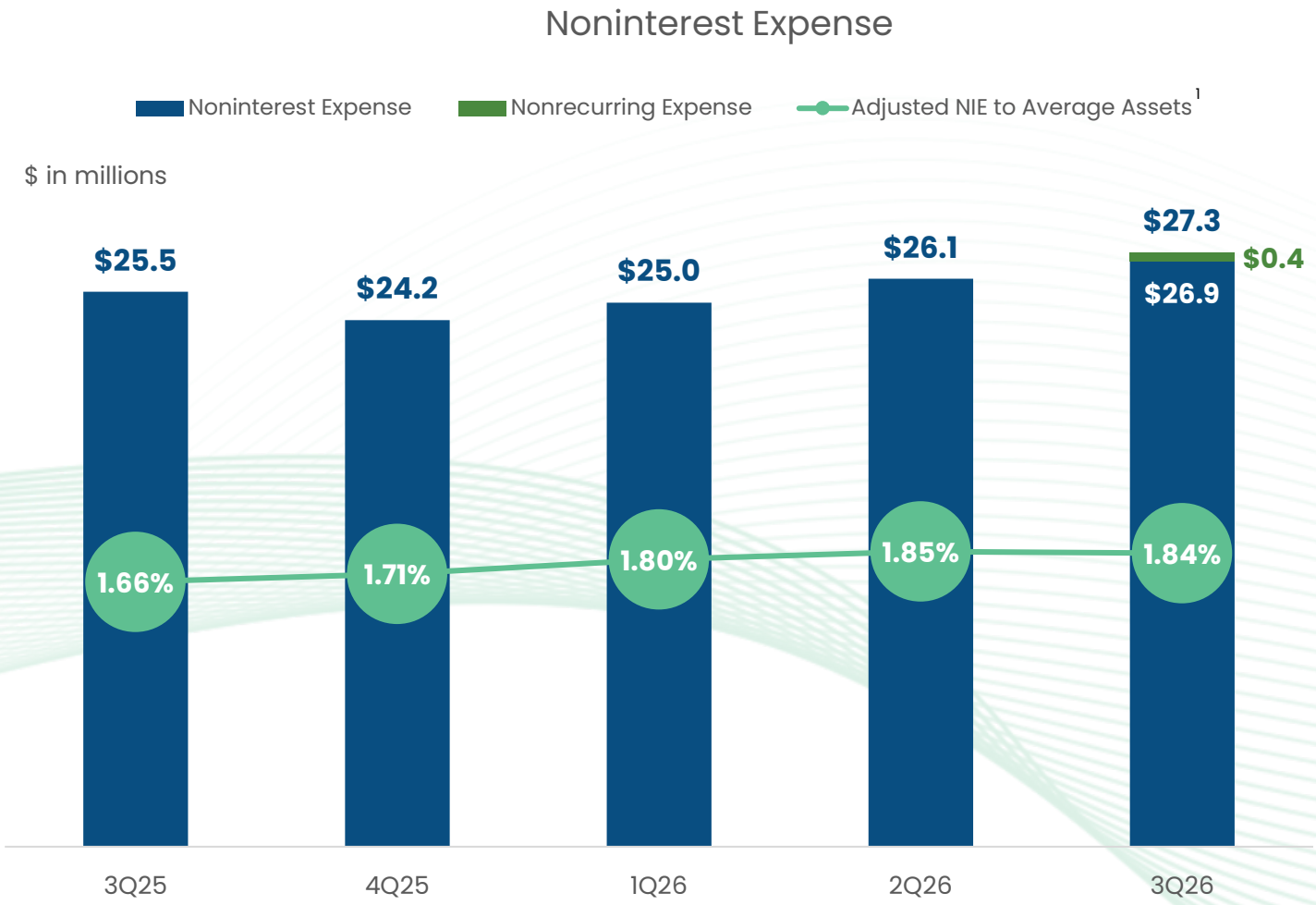
	3Q25	4Q25	1Q26	2Q26	3Q26
Guaranteed Loans Sold	**$142.5**	**$110.3**	**$89.4**	**$56.3**	**$62.3**
Reported Noninterest Income	($24.6)	$11.4	$11.5	$8.7	$9.2
Loss on Sale of STL loans	($37.8)	($0.4)	-	-	-

Key Highlights

- SBA 7(a) loan sale volume up 11% from 2Q26
- SBA gain on sale gross premiums consistent with prior quarters
- Fintech fee revenue continues to grow; TTM 3Q26 revenue up 191% over linked period

1 See Reconciliation of Non-GAAP Financial Measures in the Appendix

Noninterest Expense Trends



% of Noninterest Expense	3Q25	4Q25	1Q26	2Q26	3Q26
Personnel	56%	52%	53%	52%	54%
Non-Personnel	44%	48%	47%	48%	46%

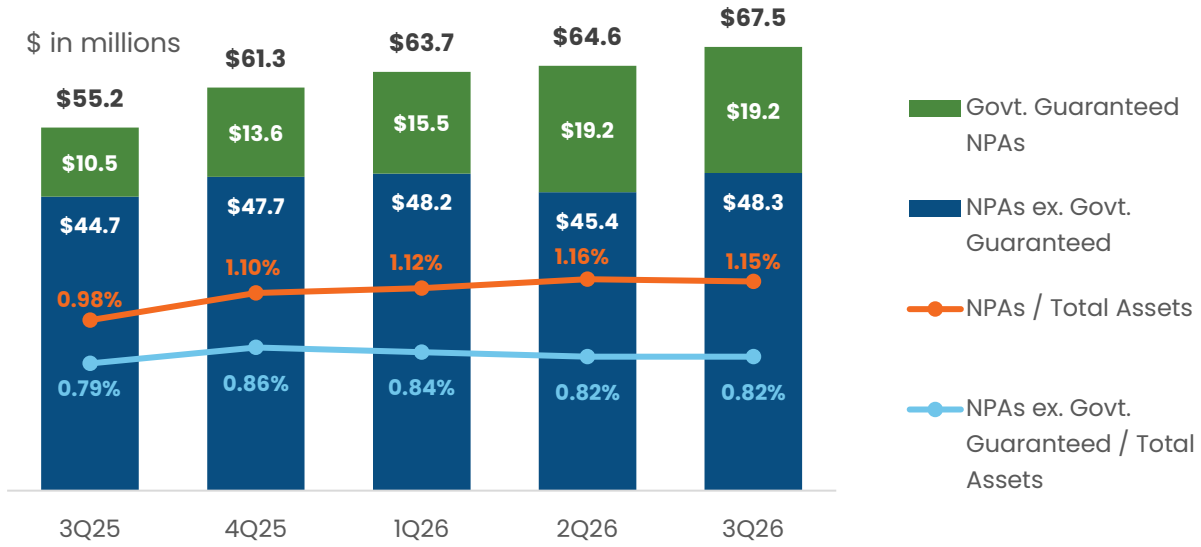
Key Highlights

- Increase in expenses from 2Q26 due primarily to higher compensation and employee benefits expense
- Pre-tax non-recurring severance costs of $0.4 million recognized in 3Q26
- Low NIE / average assets highlights efficient business model
- The Company expects to continue investing in tech and AI to further enhance the customer experience, automate workflows and strengthen risk management

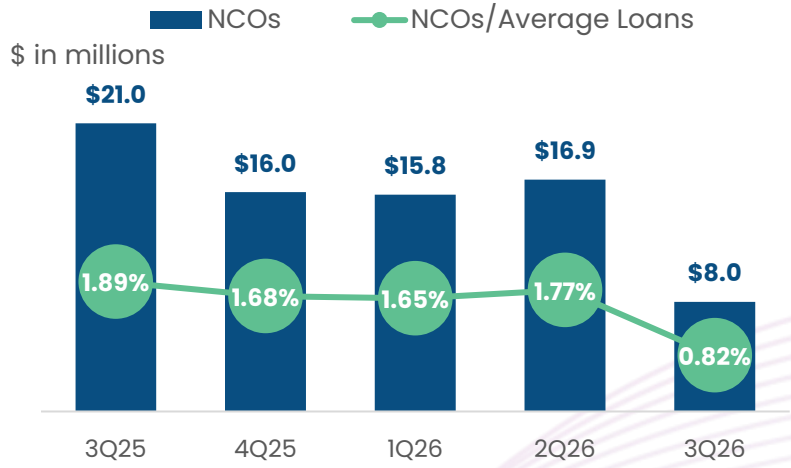
1 See Reconciliation of Non-GAAP Financial Measures in the Appendix

Credit Quality Overview

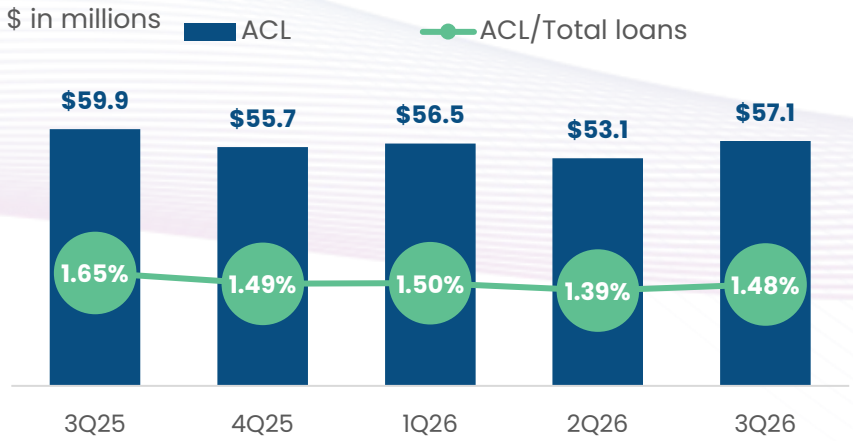
Nonperforming Assets



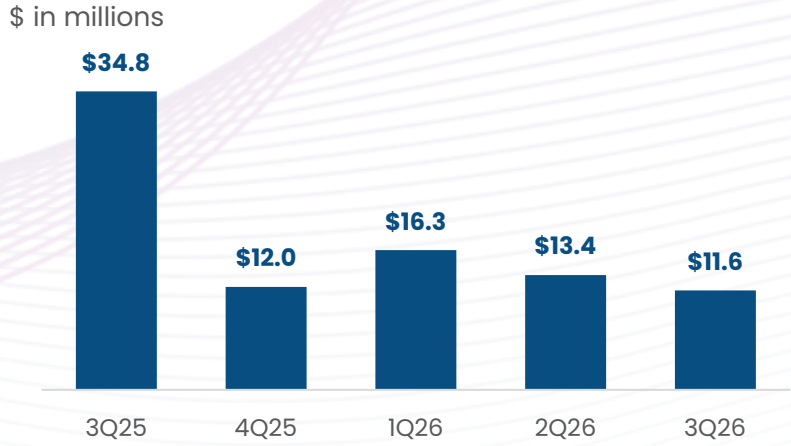
Net Charge-offs



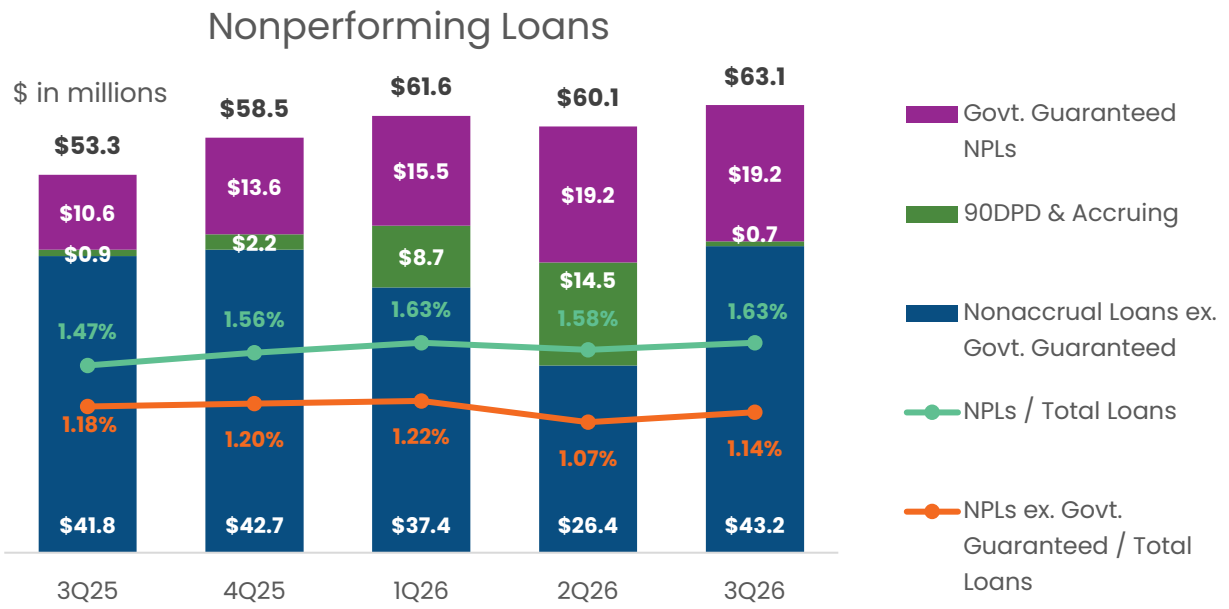
Allowance for Credit Losses

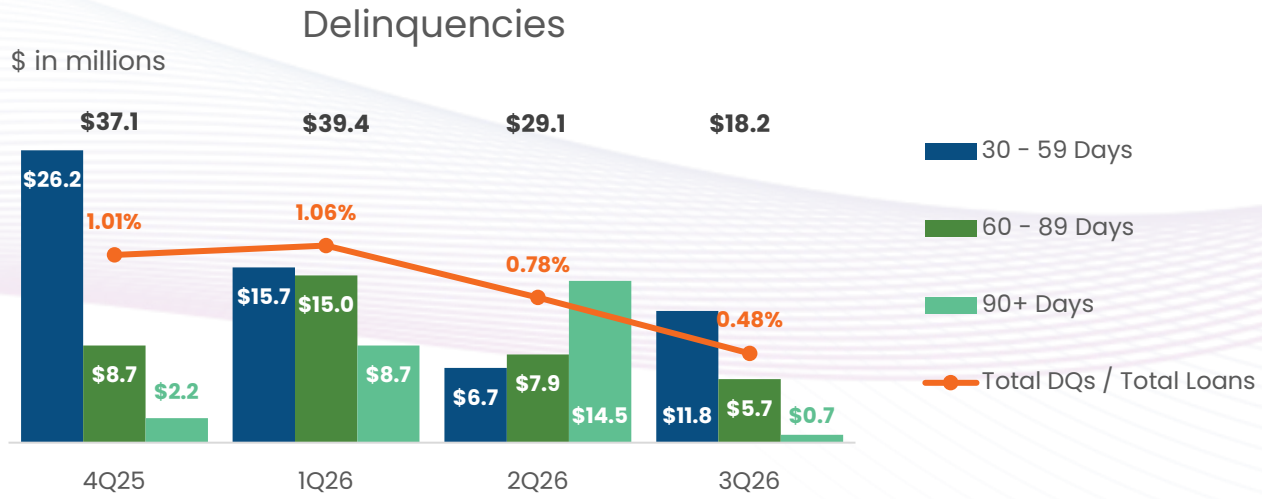


Provision for Credit Losses

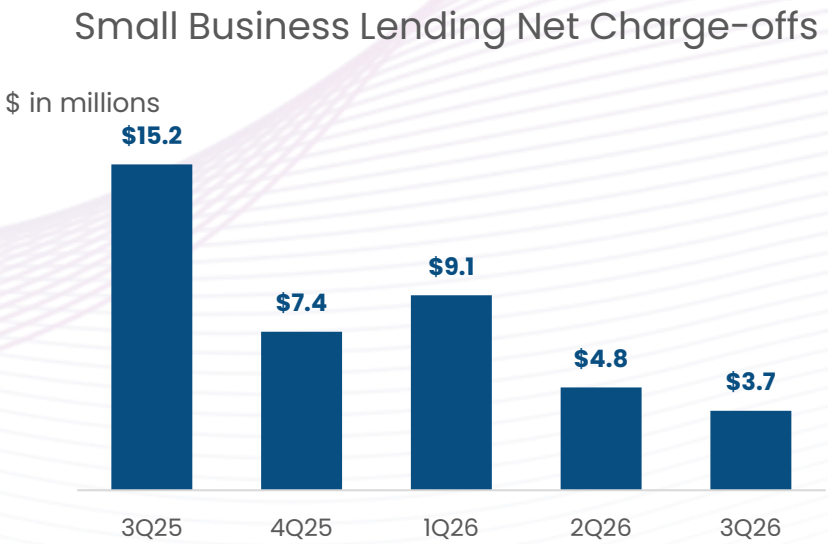


Positive Credit Trends





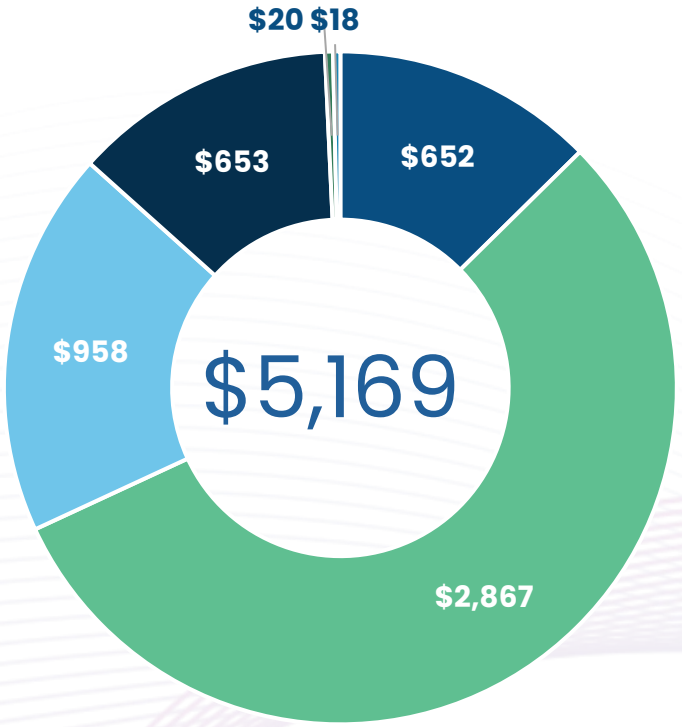
- Net charge-offs down 53% from 2Q26, driven by declines in franchise finance and small business lending
- Total delinquencies 30D+PD down 38% from 2Q26, driven by substantial decline in franchise finance
- Increase in nonaccrual loans driven by actions taken on certain franchise finance loans, including a large relationship late in the quarter
- Small business lending ACL to unguaranteed balances of 7.37%; franchise finance ACL to total portfolio of 4.80%



Capital and Sources of Liquidity

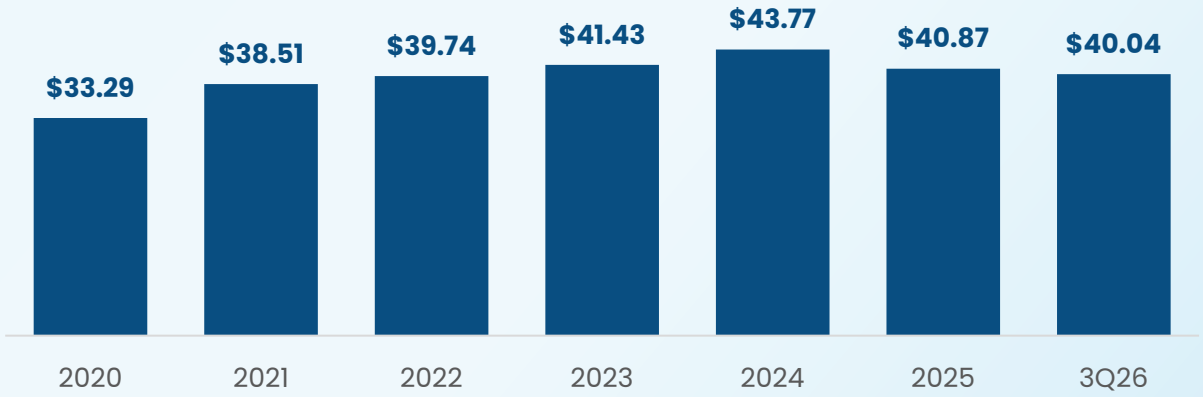
Liquidity Sources

$ in millions



- Cash & Equivalents
- Off-Balance Sheet Deposits
- Fed Discount Window
- FHLB Borrowing Capacity
- Unpledged Securities
- Unsecured Funding

Tangible Book Value Per Share[1]



Capital Ratios as of September 30, 2026[2]

	Company	Bank
Total Shareholder's equity to Assets	6.02%	7.31%
Tangible Common equity to Tangible Assets	5.94%	7.24%
Tier 1 Leverage	6.15%	7.51%
Common Equity Tier 1	8.86%	10.84%
Tier 1 Capital	8.86%	10.84%
Total Capital	12.32%	12.09%

1 See Reconciliation of Non-GAAP Financial Measures in the Appendix
2 Regulatory capital ratios are preliminary pending filing of the Company's and the Bank's regulatory reports

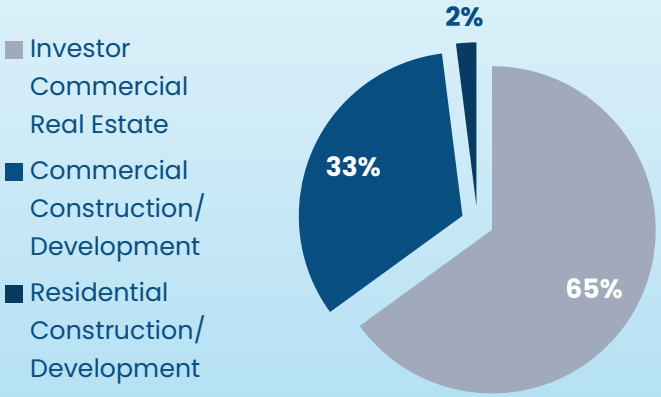
Fourth Quarter 2026 Outlook

EPS	• Diluted earnings per share of $1.02 to $1.07
NII and NIM	• FTE net interest margin of 2.75% to 2.80%, driven by ongoing loan portfolio optimization and stable deposit costs (assumes additional 25 bp increase in Fed Funds rate in December) • FTE net interest income of around $38.5 million
Noninterest Income	• Noninterest income of around $7.5 million, reflecting lower small business originations and gain on sale activity, offset by continued growth in fintech revenue
Noninterest Expense	• Noninterest expense of around $26.5 million
Credit	• Provision for credit losses of $7.5 million to $8.0 million

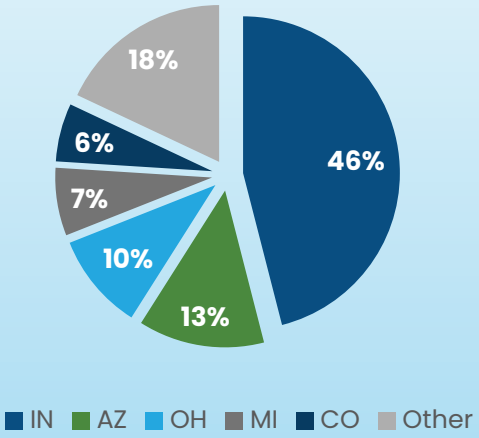
Appendix

Construction and Investor Commercial Real Estate

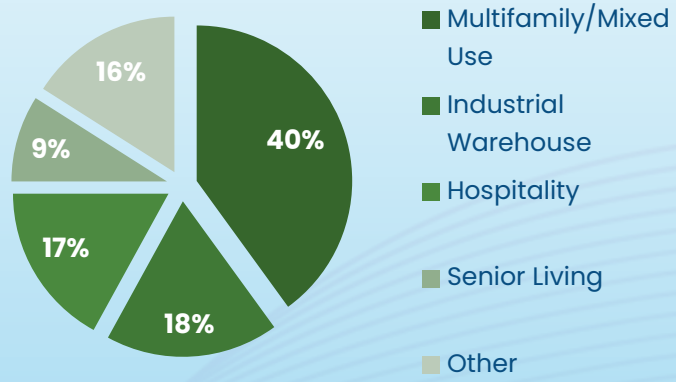
Portfolio by Loan Type



Portfolio Mix by State



Portfolio Mix by Major Industry



- $1.2 billion of combined balances as of September 30, 2026
- Average current loan balance of $14.8 million for investor CRE
- Minimal office exposure; 1.4% of combined balances consisting of suburban and medical office
- Unfunded commitments of $349 million
- Average commitment size for commercial construction / development of $21 million

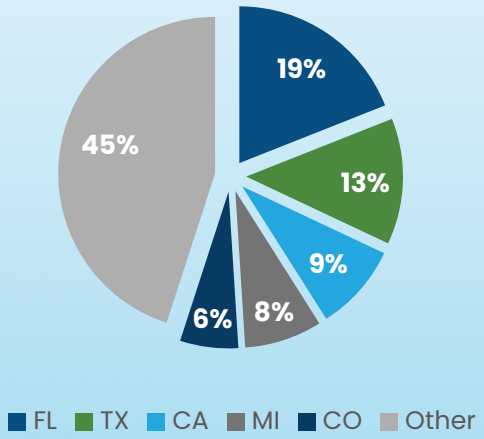
Small Business Lending

Managed SBA 7(a) Loans

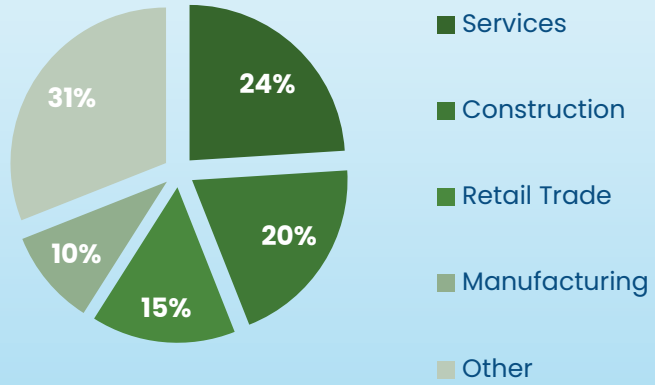
Dollar in millions



Portfolio Mix by State



Portfolio Mix by Major Industry

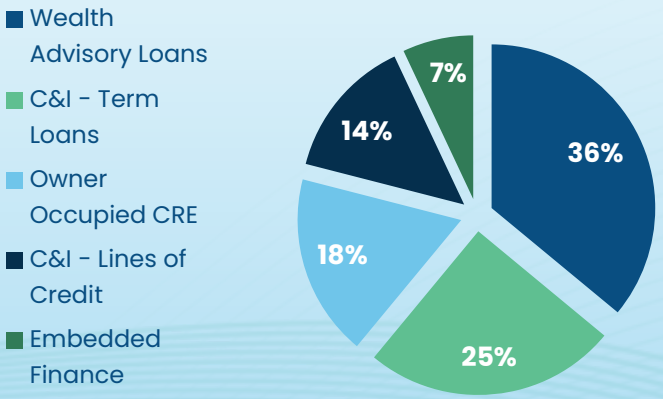


- $439 million of retained balances as of September 30, 2026
- Nationwide platform providing growth capital to entrepreneurs and small business owners

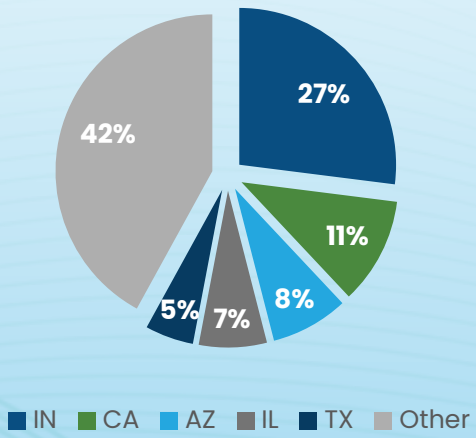
- Diversified by industry and geography
- Average retained balance of $324,000

C&I and Owner-Occupied Commercial Real Estate

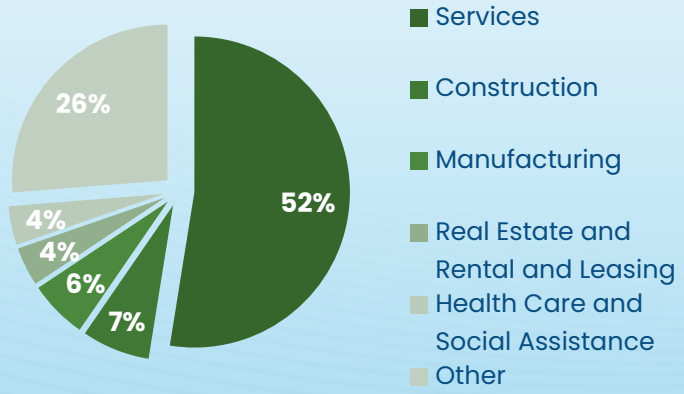
Portfolio by Loan Type



Portfolio Mix by State



Portfolio Mix by Major Industry

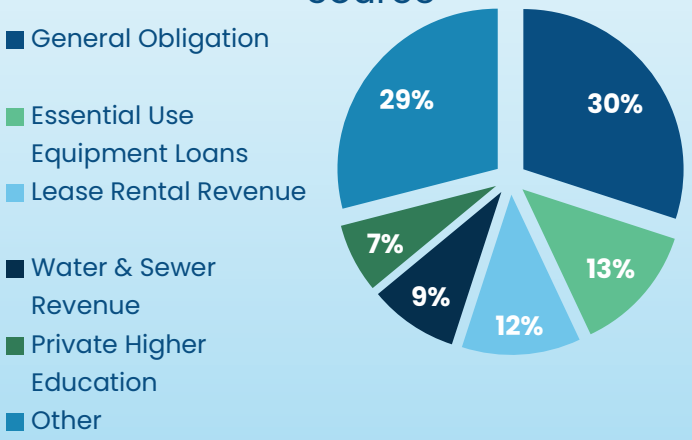


- $288 million of combined balances as of September 30, 2026
- Current C&I LOC Utilization of 45%
- Minimal office exposure; 0.4% of combined loan balances consisting of suburban office

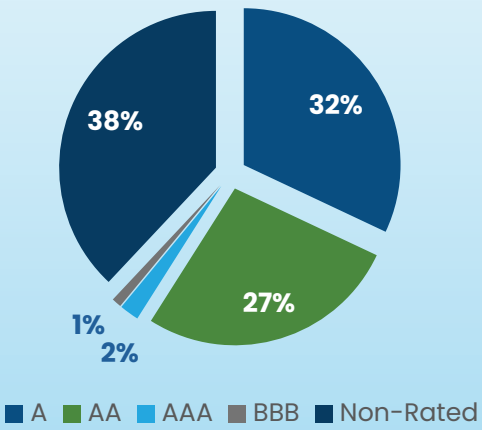
- Average loan sizes
  - C&I: $610,000
  - Owner Occupied CRE: $879,000
  - Wealth Advisory: $1.1 million
  - Embedded Finance: $8,000

Public Finance

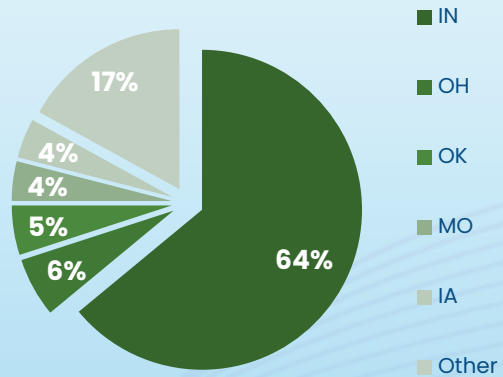
Portfolio Mix by Repayment Source



Borrower Mix by Credit Rating



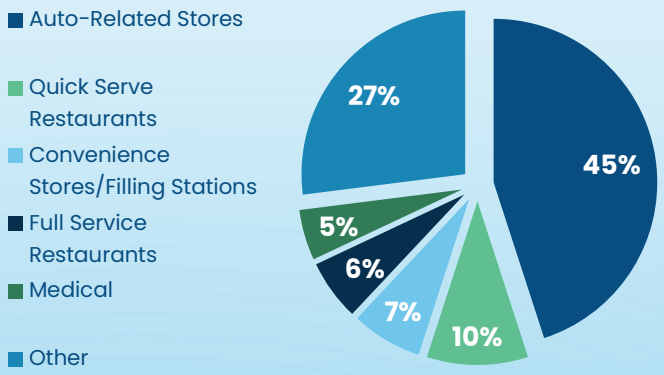
Portfolio Mix by State



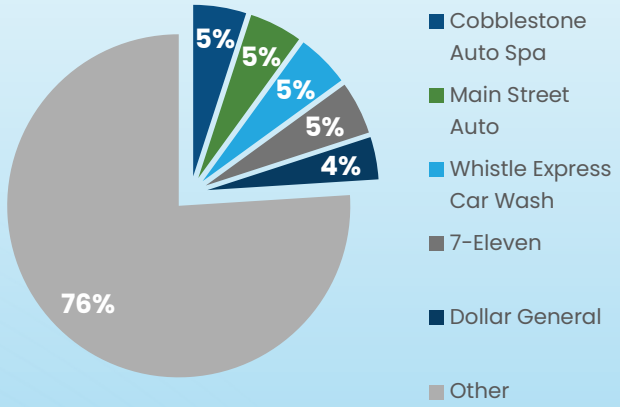
- $430 million of balances as of September 30, 2026
- Provides a range of credit solutions for government and not-for-profit entities
- Borrower's needs include short-term financing, debt refinancing, infrastructure improvements, economic development and equipment financing
- No delinquencies or losses since inception

Single Tenant Lease Financing

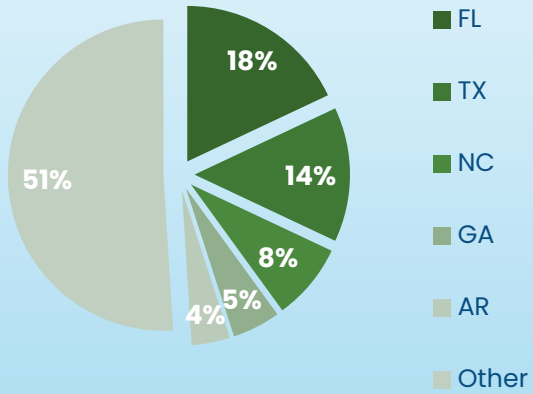
Portfolio Mix by Major Vertical



Portfolio Mix by Major Tenant



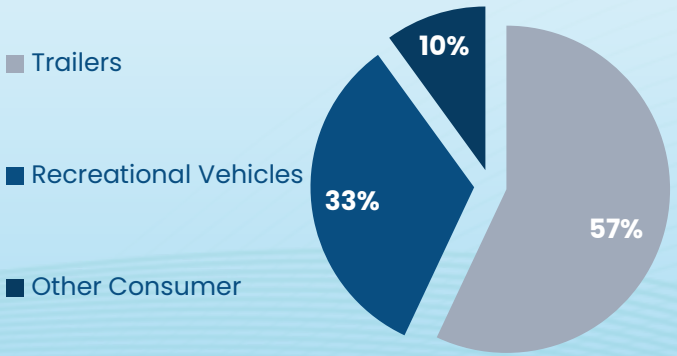
Portfolio Mix by State



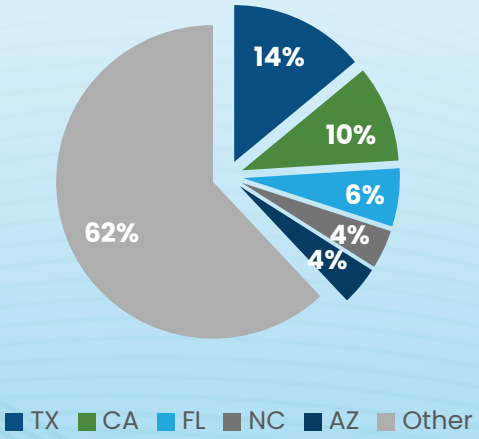
- $309 million of balances as of September 30, 2026
- Long-term financing of single tenant properties occupied by historically strong national and regional tenants
- Weighted-average portfolio LTV of 55%
- Average loan size of $1.8 million
- Strong historical credit performance
- Completed sale of $850 million of loans to Blackstone in 2025

Specialty Consumer

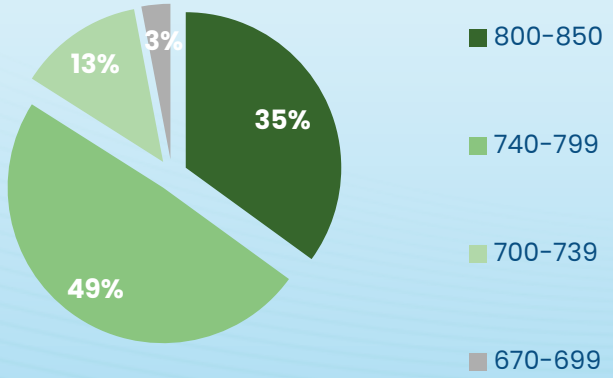
Portfolio by Loan Type



Portfolio Mix by State



Portfolio Mix by Credit Score at Origination

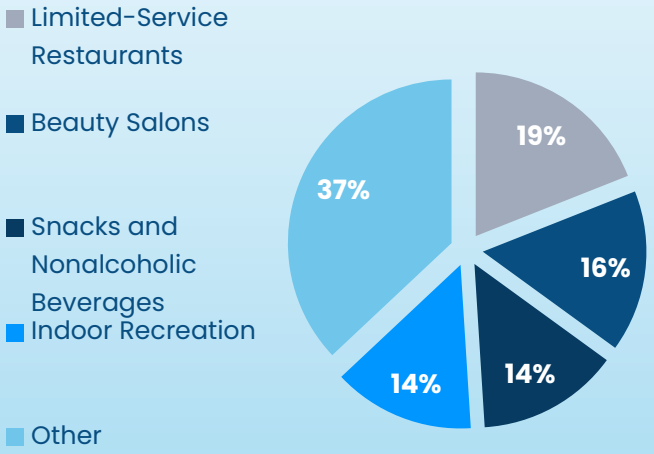


- $445 million of combined balances as of September 30, 2026
- Direct-to-consumer and nationwide dealer network originations
- Strong historical credit performance

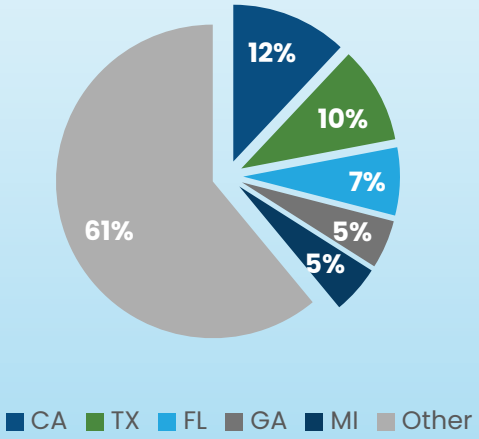
- Focused on high quality borrowers
  - Average credit score at origination of 778
  - Average loan size of $29,000

Franchise Finance

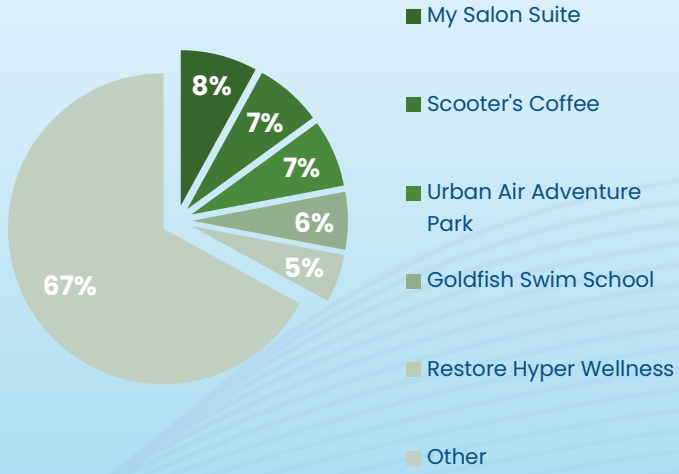
Portfolio by Borrower Use



Portfolio Mix by State



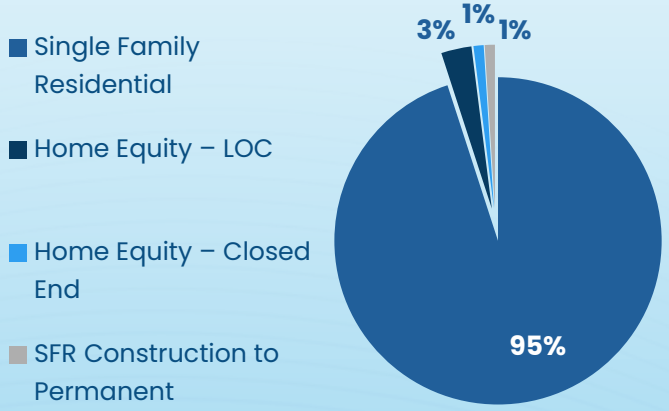
Portfolio Mix by Brand



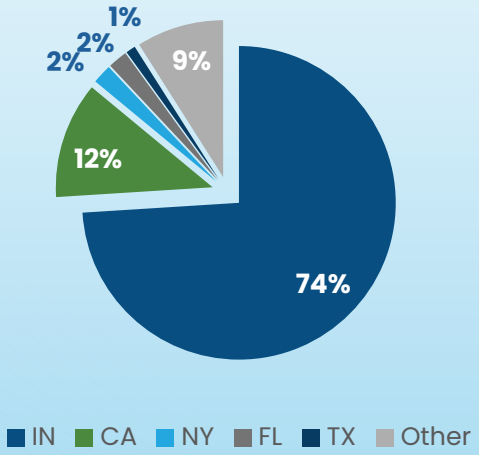
- $331 million of balances as of September 30, 2026
- Provided growth financing to franchisees in a variety of industry segments
- Diversified by industry, geography and brand
- Average loan size of $633,000

Residential Mortgage

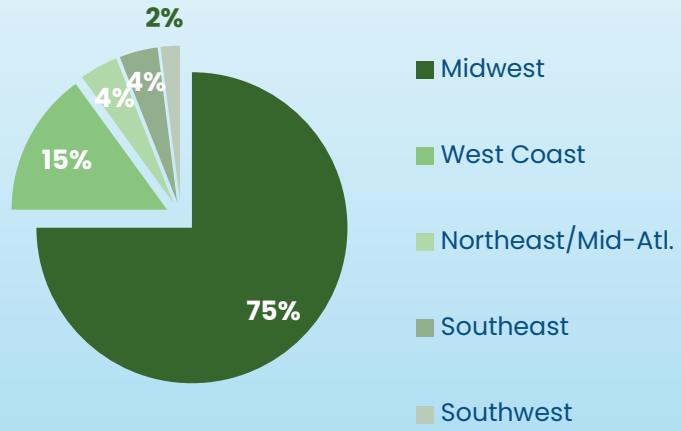
Portfolio by Loan Type



Portfolio Mix by State



Portfolio Mix by Region

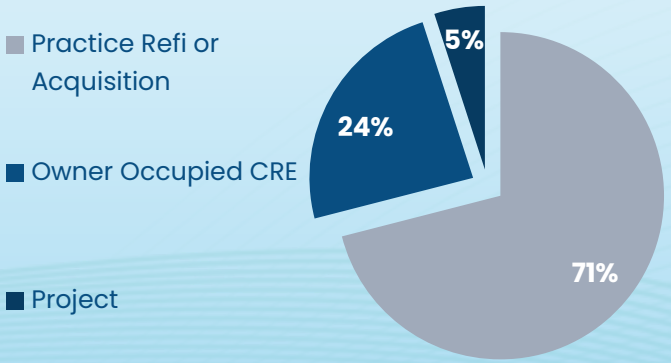


- $336 million of combined balances as of September 30, 2026
- Historically direct-to-consumer originations centrally located at corporate headquarters
- Strong historical credit performance

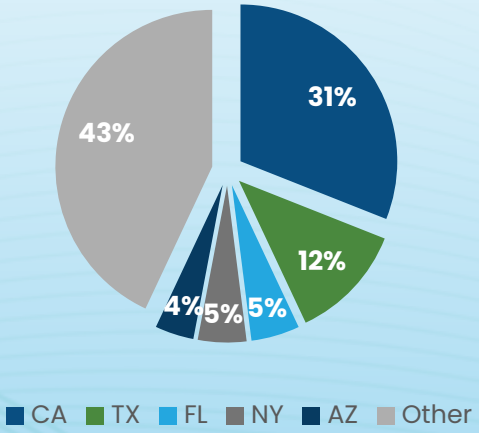
- Focused on high quality borrowers
  - Average loan size of $196,000
  - Average credit score at origination of 741
  - Average LTV at origination of 80%

Healthcare Finance

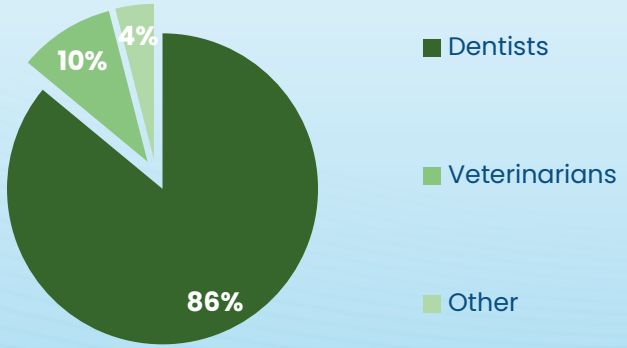
Portfolio by Loan Type



Portfolio Mix by State



Portfolio Mix by Borrower



- $112 million of balances as of September 30, 2026
- Borrower's needs include practice finance or acquisition, acquiring or refinancing owner-occupied commercial real estate, equipment purchases and project loans
- Strong historical credit performance to date
- Average loan size of $309,000

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands, except share and per share data	2021	2022	2023	2024	2025	3Q26
Total equity - GAAP	$380,338	$364,974	$362,795	$384,063	$359,767	$354,408
Adjustments:						
Goodwill	(4,687)	(4,687)	(4,687)	(4,687)	(4,687)	(4,687)
Tangible common equity	$375,651	$360,287	$358,108	$379,376	$355,080	$349,721
Common shares outstanding	9,754,455	9,065,883	8,644,451	8,667,894	8,686,994	8,733,574
Book value per common share	$38.99	$40.26	$41.97	$44.31	$41.41	$40.58
Effect of goodwill	(0.48)	(0.52)	(0.54)	(0.54)	(0.54)	(0.54)
Tangible book value per common share	$38.51	$39.74	$41.43	$43.77	$40.87	$40.04

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands, except share and per share data	3Q25	4Q25	1Q26	2Q26	3Q26
Total equity - GAAP	$352,168	$359,767	$360,954	$363,547	$354,408
Adjustments:					
Goodwill	(4,687)	(4,687)	(4,687)	(4,687)	(4,687)
Tangible common equity	$347,481	$355,080	$356,267	$358,860	$349,721
Total assets - GAAP	$5,639,174	$5,571,647	$5,711,688	$5,556,375	$5,888,003
Adjustments:					
Goodwill	(4,687)	(4,687)	(4,687)	(4,687)	(4,687)
Tangible assets	$5,634,487	$5,566,960	$5,707,001	$5,551,688	$5,883,316
Common shares outstanding	8,713,094	8,686,994	8,716,662	8,733,574	8,733,574
Book value per common share	$40.42	$41.41	$41.41	$41.63	$40.58
Effect of goodwill	(0.54)	(0.54)	(0.54)	(0.54)	(0.54)
Tangible book value per common share	$39.88	$40.87	$40.87	$41.09	$40.04
Total shareholders' equity to assets	6.25%	6.46%	6.32%	6.54%	6.02%
Effect of goodwill	(0.08%)	(0.08%)	(0.08%)	(0.08%)	(0.08%)
Tangible common equity to tangible assets	6.17%	6.38%	6.24%	6.46%	5.94%

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands	3Q25	4Q25	1Q26	2Q26	3Q26
Total interest income	$84,388	$78,054	$75,810	$76,636	$80,031
Adjustments:					
Fully-taxable equivalent adjustments [1]	1,158	1,161	1,160	1,142	1,116
Total interest income - FTE	$85,546	$79,215	$76,970	$77,778	$81,147
Net interest income	$30,352	$30,322	$31,598	$32,439	$34,742
Adjustments:					
Fully-taxable equivalent adjustments [1]	1,158	1,161	1,160	1,142	1,116
Net interest income - FTE	$31,510	$31,483	$32,758	$33,581	$35,858
Net interest margin	2.04%	2.22%	2.36%	2.39%	2.47%
Adjustments:					
Effect of fully-taxable equivalent adjustments [1]	0.08%	0.08%	0.09%	0.08%	0.08%
Net interest margin - FTE	2.12%	2.30%	2.45%	2.47%	2.55%
Total revenue - GAAP	$5,705	$41,697	$43,116	$41,124	$43,941
Adjustments:					
Loss on sale of loans	37,823	411	–	–	–
Adjusted total revenue	$43,528	$42,108	$43,116	$41,124	$43,941
Net income - GAAP	($41,593)	$5,289	$2,509	$2,367	$4,819
Adjustments: [1]					
Provision for credit losses	34,789	11,984	16,305	13,415	11,629
Income tax (benefit) provision	(12,950)	213	(725)	(780)	236
Pre-provision net revenue (loss)	($19,754)	$17,486	$18,089	$15,002	$16,684

1 Assuming a 21% tax rate

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands	3Q25	4Q25	1Q26	2Q26	3Q26
Pre-provision net revenue (loss)	($19,754)	$17,486	$18,089	$15,002	$16,684
Adjustments:					
Loss on sale of loans	37,823	411	-	-	-
Employee severance expense	-	-	-	-	371
Adjusted pre-provision net revenue	$18,069	$17,897	$18,089	$15,002	$17,055
Noninterest income (loss) - GAAP	($24,647)	$11,375	$11,518	$8,685	$9,199
Adjustments:					
Loss on sale of loans	37,823	411	-	-	-
Adjusted noninterest income	$13,176	$11,786	$11,518	$8,685	$9,199
Noninterest expense	$25,459	$24,211	$25,027	$26,122	$27,257
Adjustments:					
Employee severance expense	-	-	-	-	(371)
Adjusted noninterest expense	$25,459	$24,211	$25,027	$26,122	$26,886
Noninterest expense to average assets	1.66%	1.71%	1.80%	1.85%	1.87%
Effect of employee severance expense	0.00%	0.00%	0.00%	0.00%	(0.03%)
Adjusted noninterest expense to average assets	1.66%	1.71%	1.80%	1.85%	1.84%
Adjusted efficiency ratio					
Adjustments:					
Adjusted noninterest expense	$25,459	$24,211	$25,027	$26,122	$26,886
Adjusted total revenue	43,528	42,108	43,116	41,124	43,941
Adjusted efficiency ratio (Adjusted noninterest expense/adjusted total revenue)	58.5%	57.5%	58.0%	63.5%	61.2%
Income (loss) before income taxes - GAAP	($54,543)	$5,502	$1,784	$1,587	$5,055
Adjustments:					
Loss on sale of loans	37,823	411	-	-	-
Employee severance expense	-	-	-	-	371
Adjusted income (loss) before income taxes	($16,720)	$5,913	$1,784	$1,587	$5,426

1 Assuming a 21% tax rate

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands	3Q25	4Q25	1Q26	2Q26	3Q26
Income tax (benefit) provision - GAAP	($12,950)	$213	($725)	($780)	$236
Adjustments:[1]					
Loss on sale of loans	8,699	86	-	-	-
Employee severance expense	-	-	-	-	78
Adjusted income tax (benefit) provision	($4,251)	$299	($725)	($780)	$314
Net income (loss) - GAAP	($41,593)	$5,289	$2,509	$2,367	$4,819
Adjustments:					
Loss on sale of loans	29,124	325	-	-	-
Employee severance expense	-	-	-	-	293
Adjusted net income (loss)	($12,469)	$5,614	$2,509	$2,367	$5,112
Diluted average common shares outstanding	8,742,052	8,769,456	8,774,111	8,822,099	8,865,954
Diluted earnings per share - GAAP	($4.76)	$0.60	$0.29	$0.27	$0.54
Adjustments:					
Effect of loss on sale of loans	3.33	0.04	-	-	-
Effect of employee severance expense	-	-	-	-	0.03
Adjusted diluted earnings per share	($1.43)	$0.64	$0.29	$0.27	$0.57
Return on average assets	(2.71%)	0.37%	0.18%	0.17%	0.33%
Effect of loss on sale of loans	1.90%	0.02%	0.00%	0.00%	0.00%
Effect of employee severance expense	0.00%	0.00%	0.00%	0.00%	0.02%
Adjusted return on average assets	(0.81%)	0.39%	0.18%	0.17%	0.35%
Return on average shareholders' equity	(42.11%)	5.79%	2.72%	2.56%	5.19%
Effect of loss on sale of loans	29.48%	0.36%	0.00%	0.00%	0.00%
Effect of employee severance expense	0.00%	0.00%	0.00%	0.00%	0.32%
Adjusted return on average shareholders' equity	(12.63%)	6.15%	2.72%	2.56%	5.51%
Return on average tangible common equity	(42.62%)	5.87%	2.75%	2.60%	5.26%
Effect of loss on sale of loans	29.84%	0.36%	0.00%	0.00%	0.00%
Effect of employee severance expense	0.00%	0.00%	0.00%	0.00%	0.32%
Adjusted return on average tangible common equity	(12.78%)	6.23%	2.75%	2.60%	5.58%

1 Assuming a 21% tax rate

Reconciliation of Non-GAAP Financial Measures

Dollars in thousands	3Q26
Tangible common equity	$349,721
Adjustments:	
Accumulated other comprehensive loss	35,056
Adjusted tangible common equity	$384,777
Tangible assets	$5,883,316
Adjustments:	
Cash in excess of $300 million	(352,274)
Adjusted tangible assets	$5,531,042
Adjusted tangible common equity	$384,777
Adjusted tangible assets	$5,531,042
Adjusted tangible common equity to adjusted tangible assets	6.96%

Dollars in thousands	TTM 3Q25	TTM 3Q26	$ Variance	% Variance
Total Revenue - GAAP	$114,262	$169,878	$55,616	49%
Adjustments:				
Gain on prepayment of FHLB advance	(1,829)	-	1,829	
Gain on termination of swaps	(2,904)	-	2,904	
Loss on sale of loans	37,823	411	(37,412)	
Adjusted total revenue	$147,352	$170,289	$22,937	16%

Reconciliation of Non-GAAP Financial Measures

	3Q25	4Q25	1Q26	2Q26	3Q26
Nonperforming loans to total loans	1.47%	1.56%	1.63%	1.58%	1.63%
Adjustments:					
Fully-guaranteed balances	(0.29%)	(0.36%)	(0.41%)	(0.51%)	(0.49%)
Adjusted nonperforming loans to total loans	1.18%	1.20%	1.22%	1.07%	1.14%
Allowance for credit losses - loans to nonperforming loans	112.53%	95.13%	91.72%	88.39%	90.97%
Adjustments:					
Fully-guaranteed balances	27.83%	28.84%	30.73%	41.45%	39.79%
Adjusted allowance for credit losses - loans to nonperforming loans	140.36%	123.97%	122.45%	129.84%	130.76%