NEWS RELEASE

PSB Holdings, Inc. Reports Quarterly Earnings of $0.94 Per Share

2026-10-26

WAUSAU, Wis., Oct. 26, 2026 (GLOBE NEWSWIRE) -- PSB Holdings, Inc. (“PSB”) (OTCQX: PSBQ), the holding company for Peoples State Bank (“Peoples”) serving Northcentral and Southeastern Wisconsin reported earnings for the second quarter ending September 30, 2026 of $0.94 per diluted common share on net income of $3.8 million, compared to $0.81 per diluted common share on net income of $3.3 million during the second quarter ending June 30, 2026, and $0.86 per diluted common share on net income of $3.5 million during the third quarter ending September 30, 2025.

PSB’s third quarter of 2026 operating results reflected the following changes from the second quarter of 2026: (1) an increase in net interest margin due primarily to lower costing funds; (2) higher provision for credit losses on loans; (3) slightly lower non-interest income; (4) lower non-interest expenses due to a decrease in salary and employee benefits from fewer employees; and (5) slightly lower expenses associated with the merger.

PSB announced on May 19, 2026 that it entered into an Agreement and Plan of Merger with Bank First Corporation (“Bank First”), under which Bank First will acquire 100% of the common stock of PSB in an all-stock transaction. Under the terms of the Agreement and Plan of Merger, each PSB shareholder will have the right to receive 0.3470 of a share of Bank First’s common stock in exchange for each share of PSB’s common stock. The aggregate consideration is valued at approximately $202.9 million, based on the closing price of Bank First common stock as of May 18, 2026, of $143.66 per share.

“We delivered strong third quarter earnings, supported by an improved net interest margin and additional efficiencies we gained in preparation for our merger with Bank First. We remain on track for closing the merger on December 4, 2026, and have received all required shareholder and regulatory approvals,” stated Scott Cattanach, President and CEO.

September 30, 2026, Highlights:

- Net interest income increased $348,000 to $12.5 million for the quarter ended September 30, 2026, from $12.1 million for the quarter ended June 30, 2026, due in part to higher average loan balances and lower costs on time deposits.
- Noninterest income decreased $92,000 to $2.0 million for the quarter ended September 30, 2026, compared to $2.1 million the prior quarter, partially due to lower mortgage banking income.
- Noninterest expenses decreased $745,000 to $9.0 million during the quarter ended September 30, 2026 from $9.7 million for the quarter ended June 30, 2026, reflecting lower salary and benefit plan expenses related to lower incentive accruals for fiscal 2026 and staff reductions. Merger expenses were $592,000 for the third quarter ending September 30, 2026 compared to $671,000 for the quarter ended June 30, 2026. The third quarter ended September 30, 2026 reflects severance expenses totaling $423,000.
- Net loans decreased $10 million in the third quarter ended September 30, 2026, to $1.12 billion compared to $1.13 billion at June 30, 2026. Allowance for credit losses decreased to 1.12% of gross loans.
- Non-performing assets decreased to 1.02% of total assets at September 30, 2026, compared to 1.08% the previous quarter.
- Total deposits increased $34.8 million to $1.21 billion at September 30, 2026, from $1.18 billion at June 30, 2026. Core deposits increased $58.6 million and brokered deposits decreased $20.0 million.
- Return on average tangible common equity was 11.98% for the quarter ended September 30, 2026 compared to 10.62% the prior quarter and 12.14% in the year ago quarter. Tangible book value per common share was up 6.68% over the past year to $30.99 at September 30, 2026, compared to $29.05 at September 30, 2025.

Balance Sheet and Asset Quality Review

Total assets increased $5.91 million during the third quarter to $1.51 billion at September 30, 2026. Cash and cash equivalents increased $27.11 million to $84.8 million at September 30, 2026, from $57.7 million at June 30, 2026, as funds from new deposits were held in liquid investments. Investment securities available for sale decreased $12.3 million to $152.7 million at September 30, 2026, from $165.0 million one quarter earlier.

Gross loans receivable decreased $11.9 million to $1.16 billion at September 30, 2026, compared to three months earlier. Construction and development loans decreased $14.7 million to $53.4 million at September 30, 2026 and commercial & industrial loans decreased $8.0 million to $149.9 million over the three month period. Residential real estate loans decreased $3.1 million from the prior quarter to $328.5 million. Partially offsetting these loan

decreases, commercial real estate loans increased $13.8 million to $603.8 million at September 30, 2026, compared to three months earlier. The loan portfolio remains well diversified with commercial real estate and construction loans totaling 56.8% of gross loans, followed by residential real estate loans at 28.4% of gross loans, commercial non-real estate loans at 14.3% and consumer loans at 0.5%.

The allowance for credit losses decreased to 1.12% of gross loans at September 30, 2026 while annualized net charge-offs to average loans were 0.53% for the quarter ended September 30, 2026. The elevated charge-offs for the quarter ended September 30, 2026 relates to a charge-off of $1.1 million on one non-accruing equipment dealership loan. Non-performing assets decreased to 1.02% of total assets at September 30, 2026, down from 1.08% at June 30, 2026. Approximately 69% of all non-performing assets consisted of five lending relationships.

Total deposits increased $34.8 million from the prior quarter to $1.21 billion. Growth in deposits was led by interest-bearing demand and savings deposits, which increased $33.0 million during the third quarter followed by an increase in non-interest bearing demand deposits of $24.8 million and an increase in money market deposits of $8.6 million during the third quarter. Partially offsetting the increase in these core deposits was a decline in retail time and local deposits of $11.5 million and a decline in brokered deposits of $20.0 million.

FHLB advances decreased by $23.0 million to $128.5 million at September 30, 2026 from $151.5 million at June 30, 2026.

Tangible stockholder equity as a percentage of total tangible assets was 8.76% at September 30, 2026, compared to 8.87% at June 30, 2026, and 8.34% at September 30, 2025, respectively.

Tangible net book value per common share increased $1.94 to $30.99 at September 30, 2026, compared to $29.05 one year earlier, an increase of 6.7% after dividends totaling $0.88 per share were paid to shareholders. Relative to the prior quarter’s tangible book value per common share of $31.27, tangible net book value per common share decreased primarily due to an increase in accumulated other comprehensive losses related to rising interest rates and the payment of dividends offset by earnings. The accumulated other comprehensive loss on the investment portfolio increased to $17.3 million at September 30, 2026 compared to $13.0 million one quarter earlier and $14.2 million at September 30, 2025.

Operations Review

Net interest income increased to $12.5 million (on a net margin of 3.48%) for the third quarter of 2026, from $12.1 million (on a net margin of 3.44%) for the second quarter of 2026, and increased from $11.3 million (on a net margin of 3.16%) for the third quarter of 2025. Higher net interest income in the current period primarily relates to a decrease in funding costs during the third quarter.

Overall funding costs decreased 5 basis points to 2.81% during the third quarter of 2026 from 2.86% the prior period. Relative to one year earlier, funding costs were down 20 basis points while yields on assets increased 11 basis points. The decrease in funding costs was due to lower deposit costs and lower costs related to FHLB advances. Deposits costs decreased 8 basis points to 1.92% for the quarter ended September 30, 2026, from 2.00% the prior quarter. FHLB advance costs declined 2 basis points to 4.04% for the second quarter from 4.06% the prior quarter.

Overall earning-asset yields declined during the current quarter due to lower yields on loans and investment securities. Loan yields declined 3 basis points to 6.10% for the quarter ended September 30, 2026 from 6.13% the prior quarter. Taxable security yields were 3.12% for the quarter ended September 30, 2026, compared to 3.22% for the quarter ended June 30, 2026, while a smaller balance of tax-exempt security yields decreased to 3.33% for the quarter ended September 30, 2026 from 3.34% the prior quarter.

Total noninterest income decreased $92,000 during the third quarter of 2026 to $2.0 million from $2.1 million in the second quarter. The third quarter reflects increases in investment and insurance sales commissions that are offset by a decline in mortgage banking income.

Noninterest expenses decreased $0.7 million to $9.0 million for the third quarter of 2026, compared to $9.7 million for the second quarter, and increased $0.1 million from $8.8 million for the third quarter of 2025. The third quarter noninterest expense levels were lower than the prior quarter due to slightly lower expenses associated with the merger which include severance payments and professional fees. Salary and benefits expenses decreased $548,000 due to lower incentive accruals and staff reductions.

Income taxes increased $58,000 during the third quarter to $892,000 from $834,000 one quarter earlier. The effective tax rate for the quarter ended September 30, 2026 was 18.5% compared to 19.7% for the second quarter ended June 30, 2026 and 16.7% for the third quarter ended September 30, 2025.

About PSB Holdings, Inc.

PSB Holdings, Inc. is the parent company of Peoples State Bank. Peoples is a community bank headquartered in Wausau, Wisconsin, serving northcentral and southeastern Wisconsin from twelve full-service banking locations in Marathon, Oneida, Vilas, Portage, Milwaukee and Waukesha counties. Peoples also provides investment and insurance products, along with retirement planning services, through Peoples Wealth Management, a division of Peoples. PSB Holdings, Inc. is traded under the stock symbol PSBQ on the OTCQX Market. More information about PSB, its management, and its financial performance may be found at **www.psbholdingsinc.com**.

Forward-Looking Statements

This press release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements are based on current expectations, estimates and projections about PSB's business based, in part, on assumptions made by management and include, without limitation, statements with respect to the potential growth of PSB, its future profits, expected stock repurchase levels, future dividend rates, future interest rates, and the adequacy of its capital position. Forward-looking statements can be affected by known and unknown risks, uncertainties, and other factors, including, but not limited to, strength of the economy, the effects of government policies, including interest rate policies, risks associated with the execution of PSB's vision and growth strategy, including with respect to current and future M&A activity, and risks associated with global economic instability. The forward-looking statements in this press release speak only as of the date on which they are made and PSB does not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date of this release.

PSB Holdings, Inc.
Consolidated Balance Sheets
September 30, June 30, and March 31, 2026, and September 30, 2025, unaudited, December 31, 2025 derived from audited financial statements

(dollars in thousands, except per share data)	Sep. 30, 2026	Jun. 30, 2026	Mar. 31, 2026	Dec. 31, 2025	Sep. 30, 2025
Assets					
Cash and due from banks	$ 14,359	$ 17,321	$ 28,053	$ 19,697	$ 14,221
Interest-bearing deposits	2,324	3,283	1,703	2,262	3,630
Federal funds sold	68,099	37,073	29,755	7,916	19,641
Cash and cash equivalents	84,782	57,677	59,511	29,875	37,492
Securities available for sale (at fair value)	152,671	165,006	171,107	184,265	190,709
Securities held to maturity (fair values of $64,537, $71,765, $72,485, $76,671 and $76,104 respectively)	76,362	76,718	78,826	81,511	82,195
Equity securities	2,922	2,913	2,904	2,892	2,885
Loans held for sale	1,598	-	652	180	145
Loans receivable, net (allowance for credit losses of $12,675, $13,447, $13,131, $12,605 and $12,686 respectively)	1,123,604	1,134,370	1,116,089	1,096,035	1,115,137
Accrued interest receivable	4,779	4,885	5,094	5,035	5,023
Foreclosed assets	137	138	-	-	-
Premises and equipment, net	12,605	12,887	13,160	12,972	13,355
Mortgage servicing rights, net	1,980	1,974	1,978	1,689	1,685
Federal Home Loan Bank stock (at cost)	8,424	8,374	7,995	8,090	8,641
Cash surrender value of bank-owned life insurance	24,322	24,139	24,453	25,425	25,242
Core deposit intangible	229	247	266	287	309
Goodwill	3,565	3,565	3,565	3,495	3,495
Other assets	10,549	9,725	9,784	9,721	10,420
TOTAL ASSETS	$ 1,508,529	$ 1,502,618	$ 1,495,384	$ 1,461,472	$ 1,496,733
Liabilities					
Non-interest-bearing deposits	$ 315,361	$ 290,604	$ 281,947	$ 278,302	$ 278,615
Interest-bearing deposits	897,616	887,579	905,082	898,729	910,571
Total deposits	1,212,977	1,178,183	1,187,029	1,177,031	1,189,186
Federal Home Loan Bank advances	128,450	151,450	136,950	112,950	140,950
Other borrowings	-	2,447	4,119	5,397	6,062
Senior subordinated notes	4,793	4,791	4,789	4,788	4,786

Junior subordinated debentures	13,202	13,177	13,151	13,126	13,100
Allowance for credit losses on unfunded commitments	492	492	492	542	622
Accrued expenses and other liabilities	12,971	15,323	14,986	15,967	13,651
Total liabilities	1,372,885	1,365,863	1,361,516	1,329,801	1,368,357
Stockholders' equity					
Preferred stock - no par value: Authorized - 30,000 shares; Issued - 7,200 shares Outstanding - 7,200 shares, respectively	7,200	7,200	7,200	7,200	7,200
Common stock - no par value with a stated value of $1.00 per share: Authorized - 18,000,000 shares; Issued - 5,490,798 shares Outstanding - 4,022,731, 4,021,558, 4,020,508, 4,023,874 and 4,040,538 shares, respectively	1,830	1,830	1,830	1,830	1,830
Additional paid-in capital	8,854	8,801	8,732	8,727	8,707
Retained earnings	158,798	155,700	153,146	150,556	148,029
Accumulated other comprehensive income (loss), net of tax	(17,297)	(13,016)	(13,264)	(13,000)	(14,166)
Treasury stock, at cost - 1,468,067, 1,469,240, 1,470,290, 1,466,924 and 1,450,260 shares, respectively	(23,741)	(23,760)	(23,776)	(23,642)	(23,224)
Total stockholders' equity	135,644	136,755	133,868	131,671	128,376
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$ 1,508,529	$ 1,502,618	$ 1,495,384	$ 1,461,472	$ 1,496,733

PSB Holdings, Inc.
Consolidated Statements of Income

(dollars in thousands, except per share data - unaudited)	Quarter Ended Sep. 30, 2026	Jun. 30, 2026	Mar. 31, 2026	Dec. 31, 2025	Sep. 30, 2025	Nine Months Ended September 2026	2025
Interest and dividend income:							
Loans, including fees	$ 17,517	$ 17,370	$ 17,066	$ 16,744	$ 16,745	$ 51,953	$ 49,037
Securities:							
Taxable	1,343	1,428	1,586	1,659	1,645	4,357	4,852
Tax-exempt	459	467	484	495	500	1,410	1,523
Other interest and dividends	664	508	316	582	717	1,488	1,394
Total interest and dividend income	19,983	19,773	19,452	19,480	19,607	59,208	56,806
Interest expense:							
Deposits	5,735	5,836	5,898	5,976	6,207	17,469	18,025
FHLB advances	1,429	1,478	1,344	1,428	1,707	4,251	5,398
Other borrowings	21	13	25	40	45	59	140
Senior subordinated notes	59	58	59	59	59	176	176
Junior subordinated debentures	248	245	242	248	247	735	745
Total interest expense	7,492	7,630	7,568	7,751	8,265	22,690	24,484
Net interest income	12,491	12,143	11,884	11,729	11,342	36,518	32,322
Provision for credit losses	725	325	475	275	138	1,525	365
Net interest income after provision for credit losses	11,766	11,818	11,409	11,454	11,204	34,993	31,957
Noninterest income:							
Service fees	436	424	393	401	363	1,253	1,087
Mortgage banking income	354	427	405	413	363	1,186	1,024
Investment and insurance sales commissions	435	382	437	520	345	1,254	1,006
Net loss on sale of securities	-	-	(502)	-	-	(502)	(1)
Increase in cash surrender value of life insurance	183	178	175	182	176	536	509
Life insurance death benefit	-	4	489	-	-	493	-
Other noninterest income	620	705	923	565	678	2,248	2,262
Total noninterest income	2,028	2,120	2,320	2,081	1,925	6,468	5,887
Noninterest expense:							

Salaries and employee benefits	5,059	5,607	5,948	5,159	5,446	16,614	15,576
Occupancy and facilities	689	697	800	712	712	2,186	2,217
Loss (gain) on foreclosed assets	9	(1)	(36)	(23)	1	(28)	(57)
Data processing and other office operations	1,054	1,129	1,119	1,188	1,122	3,302	3,512
Advertising and promotion	161	227	189	177	138	577	456
Core deposit intangible amortization	18	19	21	21	22	58	68
Expenses associated with merger	592	671	120	26	-	1,383	26
Other noninterest expenses	1,377	1,355	1,637	1,376	1,365	4,369	4,170
Total noninterest expense	8,959	9,704	9,798	8,636	8,806	28,461	25,968
Income before provision for income taxes	4,835	4,234	3,931	4,899	4,323	13,000	11,876
Provision for income taxes	892	834	495	883	720	2,221	1,945
Net income	$ 3,943	$ 3,400	$ 3,436	$ 4,016	$ 3,603	$ 10,779	$ 9,931
Preferred stock dividends declared	$ 122	$ 122	$ 122	$ 122	$ 122	$ 366	$ 366
Net income available to common shareholders	$ 3,821	$ 3,278	$ 3,314	$ 3,894	$ 3,481	$ 10,413	$ 9,565
Basic earnings per common share	$ 0.95	$ 0.82	$ 0.82	$ 0.97	$ 0.86	$ 2.59	$ 2.35
Diluted earnings per common share	$ 0.94	$ 0.81	$ 0.82	$ 0.97	$ 0.86	$ 2.57	$ 2.35

PSB Holdings, Inc.
Quarterly Financial Summary
(dollars in thousands, except per share data)

	Quarter ended				
Earnings and dividends:	Sep. 30, 2026	Jun. 30, 2026	Mar. 31, 2026	Dec. 31, 2025	Sep. 30, 2025
Interest income	$ 19,983	$ 19,773	$ 19,452	$ 19,480	$ 19,607
Interest expense	$ 7,492	$ 7,630	$ 7,568	$ 7,751	$ 8,265
Net interest income	$ 12,491	$ 12,143	$ 11,884	$ 11,729	$ 11,342
Provision for credit losses	$ 725	$ 325	$ 475	$ 275	$ 138
Other noninterest income	$ 2,028	$ 2,120	$ 2,320	$ 2,081	$ 1,925
Other noninterest expense	$ 8,959	$ 9,704	$ 9,798	$ 8,636	$ 8,806
Net income available to common shareholders	$ 3,821	$ 3,278	$ 3,314	$ 3,894	$ 3,481
Basic earnings per common share (3)	$ 0.95	$ 0.82	$ 0.82	$ 0.97	$ 0.86
Diluted earnings per common share (3)	$ 0.94	$ 0.81	$ 0.82	$ 0.97	$ 0.86
Dividends declared per common share (3)	$ 0.18	$ 0.18	$ 0.18	$ 0.34	$ -
Tangible net book value per common share (4)	$ 30.99	$ 31.27	$ 30.55	$ 29.99	$ 29.05
Average common shares outstanding	4,021,762	4,020,787	4,021,327	4,028,368	4,041,393
Balance sheet - average balances:					
Loans receivable, net of allowances for credit loss	$ 1,126,958	$ 1,124,806	$ 1,118,837	$ 1,107,114	$ 1,111,055
Assets	$ 1,500,877	$ 1,491,283	$ 1,478,103	$ 1,501,135	$ 1,510,272
Deposits	$ 1,185,147	$ 1,172,036	$ 1,175,510	$ 1,199,363	$ 1,191,002
Stockholders' equity	$ 137,966	$ 135,416	$ 134,946	$ 131,606	$ 125,342
Performance ratios:					
Return on average assets (1)	1.04%	0.91%	0.94%	1.06%	0.95%
Return on average common stockholders' equity (1)	11.59%	10.25%	10.52%	12.42%	11.69%
Return on average tangible common stockholders' equity (1)(4)	11.98%	10.62%	10.90%	12.86%	12.14%
Net loan charge-offs to average loans (1)	0.53%	0.00%	0.00%	0.16%	0.00%
Nonperforming loans to gross loans	1.34%	1.40%	1.44%	1.56%	1.51%
Nonperforming assets to total assets	1.02%	1.08%	1.09%	1.18%	1.13%
Allowance for credit losses to gross loans	1.12%	1.17%	1.16%	1.14%	1.12%
Nonperforming assets to tangible equity plus the allowance for credit losses (4)	11.30%	11.80%	12.13%	13.10%	13.17%
Net interest rate margin (1)(2)	3.48%	3.44%	3.45%	3.28%	3.16%
Net interest rate spread (1)(2)	2.73%	2.72%	2.69%	2.53%	2.42%
Service fee revenue as a percent of average demand deposits (1)	0.59%	0.63%	0.58%	0.55%	0.52%
Noninterest income as a percent of gross revenue	9.21%	9.68%	10.66%	9.65%	8.94%
Efficiency ratio (2)	61.10%	67.35%	68.24%	61.82%	65.47%
Noninterest expenses to average assets (1)	2.37%	2.61%	2.69%	2.28%	2.31%

Average stockholders' equity less accumulated other comprehensive income (loss) to average assets	10.10%	9.87%	9.93%	9.59%	9.20%
Tangible equity to tangible assets (4)	8.76%	8.87%	8.72%	8.77%	8.34%
Stock price information:					
High	$ 54.00	$ 50.50	$ 28.50	$ 26.30	$ 26.00
Low	$ 49.05	$ 27.20	$ 26.10	$ 24.34	$ 23.30
Last trade value at quarter-end	$ 51.21	$ 50.50	$ 27.74	$ 26.10	$ 25.50

(1) Annualized
(2) The yield on federally tax-exempt loans and securities is computed on a tax-equivalent basis using a federal tax rate of 21%.
(3) Due to rounding, cumulative quarterly per share performance may not equal annual per share totals.
(4) Tangible stockholders' equity excludes goodwill and core deposit intangibles.

PSB Holdings, Inc.
Consolidated Statements of Comprehensive Income

(dollars in thousands - unaudited)	Quarter Ended Sep. 30, 2026	Jun. 30, 2026	Mar. 31, 2026	Dec. 31, 2025	Sep. 30, 2025
Net income	$ 3,943	$ 3,400	$ 3,436	$ 4,016	$ 3,603
Other comprehensive income, net of tax:					
Unrealized gain (loss) on securities available for sale	(4,525)	118	(711)	1,065	1,550
Reclassification adjustment for security loss included in net income	-	-	396	-	-
Accretion of unrealized loss included in net income on securities available for sale deferred tax adjustment for Wisconsin Act 19	(24)	(32)	(83)	-	(26)
Amortization of unrealized loss included in net income on securities available for sale transferred to securities held to maturity	93	93	91	90	90
Unrealized gain (loss) on interest rate swap	174	67	43	18	(2)
Reclassification adjustment of interest rate swap settlements included in earnings	1	1	-	(7)	(15)
Other comprehensive income (loss)	(4,281)	247	(264)	1,166	1,597
Comprehensive income (loss)	$ (338)	$ 3,647	$ 3,172	$ 5,182	$ 5,200

PSB Holdings, Inc.
Nonperforming Assets as of:

(dollars in thousands)	Sep 30, 2026	Jun 30, 2026	Mar 31, 2026	Dec 31, 2025	Sep 30, 2025
Nonaccrual loans (excluding restructured loans)	$ 15,071	$ 15,242	$ 15,438	$ 16,436	$ 16,560
Nonaccrual restructured loans	1	589	6	7	10
Restructured loans not on nonaccrual	139	277	863	865	415
Accruing loans past due 90 days or more	-	-	-	-	-

Total nonperforming loans	15,211	16,108	16,307	17,308	16,985
Other real estate owned	137	138	-	-	-
Total nonperforming assets	$ 15,348	$ 16,246	$ 16,307	$ 17,308	$ 16,985
Nonperforming loans as a % of gross loans receivable	1.34%	1.40%	1.44%	1.56%	1.51%
Total nonperforming assets as a % of total assets	1.02%	1.08%	1.09%	1.18%	1.13%
Allowance for credit losses as a % of nonperforming loans	83.33%	83.48%	80.52%	72.83%	74.69%

PSB Holdings, Inc.
Nonperforming Assets >= $1,000,000 net book value before specific reserves
At September 30, 2026
(dollars in thousands)

Collateral Description	Asset Type	Gross Principal	Specific Reserves
Real estate - Non-Owner Occupied Rental Properties	Nonaccrual	2,639	-
Real estate - Recreational Facility	Nonaccrual	3,497	204
Real estate - Equipment Dealership	Nonaccrual	1,194	250
Real estate - Wood Products	Nonaccrual	1,674	376
Real estate - Commercial Building	Nonaccrual	1,627	54
Total listed nonperforming assets		$ 10,631	$ 884
Total bank wide nonperforming assets		$ 15,348	$ 1,394
Listed assets as a % of total nonperforming assets		69%	63%

PSB Holdings, Inc.
Loan Composition by Collateral Type
Quarter-ended (dollars in thousands)

	Sep 30, 2026	Jun 30, 2026	Mar 31, 2026	Dec 31, 2025	Sep 30, 2025
Commercial:					
Commercial and industrial	$ 149,925	$ 157,903	$ 143,572	$ 139,479	$ 137,199
Agriculture	7,680	7,215	9,188	11,463	12,443
Municipal	8,024	8,258	8,481	11,317	8,361
Total Commercial	165,629	173,376	161,241	162,259	158,003
Commercial Real Estate:					
Commercial real estate	603,778	590,027	578,655	551,899	569,382
Construction and development	53,422	68,107	70,757	70,574	81,278
Total Commercial Real Estate	657,200	658,134	649,412	622,473	650,660
Residential real estate:					
Residential	250,152	253,189	251,356	259,573	263,791
Construction and development	29,394	29,744	34,540	36,596	37,475
HELOC	48,978	48,682	44,545	44,219	41,661
Total Residential Real Estate	328,524	331,615	330,441	340,388	342,927
Consumer installment	5,124	5,248	4,648	5,053	4,801
Subtotals - Gross loans	1,156,477	1,168,373	1,145,742	1,130,173	1,156,391

Loans in process of disbursement	(20,713)	(21,149)	(17,148)	(22,178)	(29,170)
Subtotals - Disbursed loans	1,135,764	1,147,224	1,128,594	1,107,995	1,127,221
Net deferred loan costs	515	593	626	645	602
Allowance for credit losses	(12,675)	(13,447)	(13,131)	(12,605)	(12,686)
Total loans receivable	$ 1,123,604	$ 1,134,370	$ 1,116,089	$ 1,096,035	$ 1,115,137

PSB Holdings, Inc.
Selected Commercial Real Estate Loans by Purpose

(dollars in thousands)	Sep 30, 2026		Jun 30, 2026		Mar 31, 2026		Dec 31, 2025		Sep 30, 2025	
	Total Exposure	% of Portfolio (1)	Total Exposure	% of Portfolio (1)	Total Exposure	% of Portfolio (1)	Total Exposure	% of Portfolio (1)	Total Exposure	% of Portfolio (1)
Multi Family	$ 129,365	12.3%	$ 127,983	12.3%	$ 134,236	12.9%	$ 145,717	14.3%	$ 141,896	13.5%
Industrial and Warehousing	119,540	11.4	120,116	11.6	119,427	11.5	101,581	9.9	100,712	9.6
Retail	28,501	2.7	28,468	2.7	27,948	2.7	27,756	2.7	27,889	2.7
Hotels	27,044	2.6	24,839	2.4	25,080	2.4	25,949	2.6	25,677	2.4
Office	3,972	0.4	4,034	0.4	4,097	0.4	7,028	0.7	7,176	0.7

(1) Percentage of commercial and commercial real estate portfolio and commitments.

PSB Holdings, Inc.
Deposit Composition

Insured and Collateralized Deposits (dollars in thousands)	September 30, 2026		June 30, 2026		March 31, 2026		December 31, 2025		September 30, 2025	
	$	%	$	%	$	%	$	%	$	%
Non-interest bearing demand	$ 231,406	19.0%	$ 226,134	19.1%	$ 221,921	18.5%	$ 225,025	19.1%	$ 227,448	19.1%
Interest-bearing demand and savings	344,163	28.4%	313,909	26.7%	321,604	27.1%	323,739	27.5%	307,505	25.8%
Money market deposits	142,930	11.7%	141,443	12.0%	146,655	12.4%	142,946	12.1%	158,455	13.3%
Retail and local time deposits <= $250	146,566	12.1%	154,330	13.1%	157,898	13.3%	163,398	13.9%	163,446	13.7%
Total core deposits	865,065	71.2%	835,816	70.9%	848,078	71.3%	855,108	72.6%	856,854	71.9%
Retail and local time deposits > $250	24,000	2.0%	25,250	2.1%	26,500	2.2%	28,000	2.4%	29,000	2.5%
Broker & national time deposits <= $250	748	0.1%	748	0.1%	748	0.1%	748	0.1%	748	0.1%
Broker & national time deposits > $250	29,779	2.5%	49,788	4.2%	54,191	4.6%	62,493	5.3%	67,493	5.7%
Totals	$ 919,592	75.8%	$ 911,602	77.3%	$ 929,517	78.2%	$ 946,349	80.4%	$ 954,095	80.2%

PSB Holdings, Inc.
Deposit Composition

Uninsured Deposits (dollars in thousands)	September 30, 2026		June 30, 2026		March 31, 2026		December 31, 2025		September 30, 2025	
	$	%	$	%	$	%	$	%	$	%

Non-interest bearing demand	$ 83,955	6.9%	$ 64,470	5.5%	$ 60,026	5.1%	$ 53,277	4.5%	$ 51,167	4.3%
Interest-bearing demand and savings	20,817	1.7%	18,073	1.5%	18,533	1.6%	17,683	1.5%	18,644	1.6%
Money market deposits	141,312	11.7%	134,223	11.4%	128,415	10.8%	110,501	9.4%	117,184	9.9%
Retail and local time deposits <= $250	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total core deposits	246,084	20.3%	216,766	18.4%	206,974	17.5%	181,461	15.4%	186,995	15.8%
Retail and local time deposits > $250	47,301	3.9%	49,815	4.3%	50,538	4.3%	49,221	4.2%	48,096	4.0%
Broker & national time deposits <= $250	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Broker & national time deposits > $250	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Totals	$ 293,385	24.2%	$ 266,581	22.7%	$ 257,512	21.8%	$ 230,682	19.6%	$ 235,091	19.8%

PSB Holdings, Inc.
Deposit Composition

Total Deposits (dollars in thousands)	September 30, 2026		June 30, 2026		March 31, 2026		December 31, 2025		September 30, 2025	
	$	%	$	%	$	%	$	%	$	%
Non-interest bearing demand	$ 315,361	25.9%	$ 290,604	24.6%	$ 281,947	23.6%	$ 278,302	23.6%	$ 278,615	23.4%
Interest-bearing demand and savings	364,980	30.1%	331,982	28.2%	340,137	28.7%	341,422	29.0%	326,149	27.4%
Money market deposits	284,242	23.4%	275,666	23.4%	275,070	23.2%	253,447	21.5%	275,639	23.2%
Retail and local time deposits <= $250	146,566	12.1%	154,330	13.1%	157,898	13.3%	163,398	13.9%	163,446	13.7%
Total core deposits	1,111,149	91.5%	1,052,582	89.3%	1,055,052	88.8%	1,036,569	88.0%	1,043,849	87.7%
Retail and local time deposits > $250	71,301	5.9%	75,065	6.4%	77,038	6.5%	77,221	6.6%	77,096	6.5%
Broker & national time deposits <= $250	748	0.1%	748	0.1%	748	0.1%	748	0.1%	748	0.1%
Broker & national time deposits > $250	29,779	2.5%	49,788	4.2%	54,191	4.6%	62,493	5.3%	67,493	5.7%
Totals	$ 1,212,977	100.0%	$ 1,178,183	100.0%	$ 1,187,029	100.0%	$ 1,177,031	100.0%	$ 1,189,186	100.0%

PSB Holdings, Inc.
Average Balances ($000) and Interest Rates
(dollars in thousands)

	Quarter ended September 30, 2026			Quarter ended June 30, 2026			Quarter ended September 30, 2025		
	Average Balance	Interest	Yield / Rate	Average Balance	Interest	Yield / Rate	Average Balance	Interest	Yield / Rate
Assets									
Interest-earning assets:									
Loans (1)(2)	$ 1,140,312	$ 17,539	6.10%	$ 1,138,074	$ 17,392	6.13%	$ 1,123,665	$ 16,796	5.93%
Taxable securities	170,836	1,343	3.12%	177,864	1,428	3.22%	193,277	1,645	3.38%
Tax-exempt securities (2)	69,150	581	3.33%	70,873	591	3.34%	75,419	633	3.33%
FHLB stock	8,412	178	8.40%	8,227	170	8.29%	9,182	201	8.68%
Other	51,497	486	3.74%	36,217	338	3.74%	45,649	516	4.48%
Total (2)	1,440,207	20,127	5.54%	1,431,255	19,919	5.58%	1,447,192	19,791	5.43%
Non-interest-earning assets:									
Cash and due from banks	16,552			15,689			16,122		
Premises and equipment, net	12,784			13,084			13,377		
Cash surrender value ins	24,208			24,026			25,130		
Other assets	20,480			20,508			21,061		
Allowance for credit losses	(13,354)			(13,268)			(12,610)		
Total	$ 1,500,877			$ 1,491,294			$ 1,510,272		

Liabilities & stockholders' equity									
Interest-bearing liabilities:									
Savings and demand deposits	$ 350,238	$ 1,549	1.75%	$ 338,948	$ 1,508	1.78%	$ 320,732	$ 1,428	1.77%
Money market deposits	278,393	1,859	2.65%	276,290	1,783	2.59%	281,189	1,746	2.46%
Time deposits	264,974	2,327	3.48%	286,959	2,545	3.56%	310,441	3,033	3.88%
FHLB borrowings	140,488	1,429	4.04%	145,927	1,478	4.06%	154,211	1,707	4.39%
Other borrowings	4,181	21	1.99%	3,820	13	1.37%	6,280	45	2.84%
Senior sub. notes	4,792	59	4.88%	4,790	58	4.86%	4,785	59	4.89%
Junior sub. debentures	13,190	248	7.46%	13,164	245	7.47%	13,088	247	7.49%
Total	1,056,256	7,492	2.81%	1,069,898	7,630	2.86%	1,090,726	8,265	3.01%
Non-interest-bearing liabilities:									
Demand deposits	291,542			269,839			278,640		
Other liabilities	15,113			16,141			15,564		
Stockholders' equity	137,966			135,416			125,342		
Total	$ 1,500,877			$ 1,491,294			$ 1,510,272		
Net interest income		$ 12,635			$ 12,289			$ 11,526	
Rate spread			2.73%			2.72%			2.42%
Net yield on interest-earning assets			3.48%			3.44%			3.16%

(1) Nonaccrual loans are included in the daily average loan balances outstanding.
(2) The yield on federally tax-exempt loans and securities is computed on a tax-equivalent basis using a federal tax rate of 21%.

PSB Holdings, Inc.
Average Balances ($000) and Interest Rates
(dollars in thousands)

	Nine months ended September 30, 2026			Nine months ended September 30, 2025		
	Average Balance	Interest	Yield/ Rate	Average Balance	Interest	Yield/ Rate
Assets						
Interest-earning assets:						
Loans (1)(2)	$ 1,136,751	$ 52,023	6.12%	$ 1,117,079	$ 49,183	5.89%
Taxable securities	179,407	4,357	3.25%	195,191	4,852	3.32%
Tax-exempt securities (2)	71,164	1,785	3.35%	77,144	1,928	3.34%
FHLB stock	8,146	530	8.70%	9,067	608	8.97%
Other	34,123	958	3.75%	23,193	786	4.53%
Total (2)	1,429,591	59,653	5.58%	1,421,674	57,357	5.39%
Non-interest-earning assets:						
Cash and due from banks	15,989			15,970		
Premises and equipment, net	12,941			13,543		
Cash surrender value ins	24,487			24,963		
Other assets	20,348			21,161		
Allowance for credit losses	(13,188)			(12,477)		
Total	$ 1,490,168			$ 1,484,834		
Liabilities & stockholders' equity						
Interest-bearing liabilities:						
Savings and demand deposits	$ 344,099	$ 4,624	1.80%	$ 325,470	$ 4,445	1.83%
Money market deposits	272,210	5,259	2.58%	274,520	5,003	2.44%
Time deposits	282,862	7,586	3.59%	291,490	8,577	3.93%
FHLB borrowings	138,403	4,251	4.11%	164,047	5,398	4.40%
Other borrowings	4,257	59	1.85%	7,148	140	2.62%
Senior sub. notes	4,790	176	4.91%	4,784	176	4.92%
Junior sub. debentures	13,164	735	7.47%	13,062	745	7.63%
Total	1,059,785	22,690	2.86%	1,080,521	24,484	3.03%
Non-interest-bearing liabilities:						
Demand deposits	278,565			266,566		
Other liabilities	15,875			15,358		
Stockholders' equity	135,943			122,389		

Total	$ 1,490,168		$ 1,484,834	
Net interest income	$ 36,963		$ 32,873	
Rate spread		2.72%		2.36%
Net yield on interest-earning assets		3.46%		3.09%

(1) Nonaccrual loans are included in the daily average loan balances outstanding.
(2) The yield on federally tax-exempt loans and securities is computed on a tax-equivalent basis using a federal tax rate of 21%.

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Source: PSB Holdings, Inc.