EXCHANGE BANK
and Subsidiaries

Consolidated Balance Sheets
(Unaudited)

June 30, 2026 and 2025
(In Thousands)

ASSETS	2026	2025	Change 26/25	% Change 26/25
Cash and due from banks	$ 31,223	$ 39,055	$ (7,832)	-20.05%
Federal Reserve Bank	88,352	121,161	(32,809)	-27.08%
Total Cash and cash equivalents	**119,575**	160,216	(40,641)	-25.37%
Investments				
Interest-earning deposits in other financial institutions	-	-	-	0.00%
Securities available for sale	1,127,682	1,302,857	(175,175)	-13.45%
FHLB Stock	15,000	15,000	-	0.00%
Loans and leases				
Leasing	82	1,021	(939)	-91.97%
SBA	31,165	28,480	2,685	9.43%
C&I	194,229	171,762	22,467	13.08%
Consumer	126,857	139,865	(13,008)	-9.30%
Residential	305,286	328,440	(23,154)	-7.05%
Multi-Family	251,872	200,452	51,420	25.65%
CRE	808,159	672,153	136,006	20.23%
Construction	36,702	92,644	(55,942)	-60.38%
	1,754,352	1,634,817	119,535	7.31%
Less allowance for credit losses	(30,339)	(34,697)	4,358	-12.56%
Net loans and leases	**1,724,013**	1,600,120	123,893	7.74%
Bank premises and equipment	23,837	22,795	1,042	4.57%
Other assets	175,171	169,968	5,203	3.06%
Total Assets	**$ 3,185,278**	$ 3,270,956	$ (85,678)	-2.62%

LIABILITIES AND STOCKHOLDERS' EQUITY				
Deposits				
Non-Interest Bearing Demand	$ 860,618	$ 898,283	$ (37,665)	-4.19%
Interest Bearing				
Transaction	399,586	413,842	(14,256)	-3.44%
Money market	566,356	593,006	(26,650)	-4.49%
Savings	427,992	463,113	(35,121)	-7.58%
Time	495,843	502,970	(7,127)	-1.42%
Total Deposits	**2,750,395**	2,871,214	(120,819)	-4.21%
Borrowings	40,000	40,000	-	0.00%
Other liabilities	39,474	43,323	(3,849)	-8.88%
Total liabilities	**2,829,869**	2,954,536	(124,667)	-4.22%
Stockholders' equity	**355,409**	316,420	38,989	12.32%
Total Liabilities and Stockholder's Equity	**$ 3,185,278**	$ 3,270,956	$ (85,678)	-2.62%

EXCHANGE BANK

and Subsidiaries

Consolidated Statements of Operations

(Unaudited)

For the Period Ended June 30, 2026 and 2025

(In Thousands, except per share amounts)

	Quarter Ended		Six Months Ended		Six Months Ended	
	2026	2025	2026	2025	Change 26/25	% Change 26/25
Interest Income						
Interest and fees on loans	$ 25,476	$ 23,806	$ 50,561	$ 46,448	$ 4,113	8.86%
Interest on investments securities	7,062	8,194	14,847	16,169	(1,322)	-8.18%
Total interest income	32,538	32,000	65,408	62,617	2,791	4.46%
Interest expense						
Interest on deposits	7,896	9,089	15,934	18,200	(2,266)	-12.45%
Other interest expense	403	404	802	998	(196)	-19.64%
Total interest expense	8,299	9,493	16,736	19,198	(2,462)	-12.82%
Net interest income	**24,239**	22,507	**48,672**	43,419	5,253	12.10%
Provision (reversal) for credit losses	100	-	100	**-**	**100**	0.00%
Net interest income after provision (reversal) for credit losses	**24,139**	22,507	**48,572**	43,419	5,153	11.87%
Non-interest income	6,210	6,597	12,538	12,998	(460)	-3.54%
Non interest expense						
Salary and benefit costs	11,498	10,757	23,003	21,537	1,466	6.81%
Other expenses	9,074	8,909	18,195	17,910	285	1.59%
Total non-interest expense	20,572	19,666	41,198	39,447	1,751	4.44%
Income before income taxes	9,777	9,438	19,912	16,970	2,942	17.34%
Provision for income taxes	2,481	2,396	5,110	4,314	796	18.45%
Net income	**$ 7,296**	$ 7,042	**$ 14,802**	$ 12,656	$ 2,146	16.96%
Basic earnings per common share	$ 4.26	$ 3.27	$ 8.63	$ 7.38	$ 1.25	16.96%
Dividends per share	$ 1.35	$ 1.30	$ 2.65	$ 2.60	$ 0.05	1.92%

Earnings per share is computed by dividing net income,
by the weighted averaged number of shares outstanding during the year.

Total average shares outstanding for both 2026 and 2025 was 1,714,344