

Peter F. Stanton
Chairman of the Board and
Chief Executive Officer

April 16, 2026

Dear Shareholders:

I am pleased to report that the Company delivered strong results in the first quarter of 2026, continuing our trajectory of improving earnings and profitability. Net income for the quarter was \$32.2 million, with earnings per share of \$13.31, and a return on assets of 1.24%. All metrics improved from the fourth quarter, and compared to the same quarter last year, earnings and EPS increased 89% and 94% respectively. These results were driven by continued net interest margin expansion and growth in non-interest revenue, which outpaced expense growth.

During the first quarter of 2026, the Federal Reserve held rates steady following a 0.50% reduction in the fourth quarter of 2025. We were able to capitalize on this rate environment by reducing funding costs more than some modest declines in earning asset yields. Net interest margin for the first quarter was 3.82%, up 6 bps from the fourth quarter of 2025 and 67 bps from the first quarter of 2025. Margin expansion was also supported by the continued normalization of our balance sheet as lower yielding securities were replaced with higher yielding loans. Net interest revenue totaled \$96.2 million for the first quarter of 2026, an increase of \$16.2 million over last year's first quarter.

First quarter results included a net release of \$2.1 million in our allowance for credit losses, as net chargeoffs were modest and we saw paydowns in some higher risk-rated loans. This compares to a net release of \$2.8 million in the fourth quarter of 2025 and provision expense of \$2.9 million in the first quarter of 2025. With the release of provision, our allowance for credit losses to total loans declined 3 basis points from the linked quarter to 2.07%. Capital levels improved again during the quarter, with equity to assets increasing to 9.49%, up 13 bps from the prior quarter. Our strong allowance and capital position remain foundational to our strategy, providing both protection against potential economic downturns and flexibility to support future growth.

From an operating standpoint, first quarter earnings before provision for credit losses and taxes increased \$3.2 million from the prior quarter and \$14.6 million from the first quarter of 2025. The efficiency ratio stood at 66.0% for the quarter, an 8.6% improvement from the prior year. Non-interest revenue was \$19.3 million, increasing 16% from the fourth quarter, due primarily to higher card fees and deposit service charges. Results also included a one-time gain of \$843 thousand on the sale of a branch that is moving locations later this year. Non-interest expense declined \$2.6 million from the prior quarter, largely due to lower marketing expenses. Expense levels remain controlled, and strong revenue growth combined with disciplined expense management has allowed us to generate positive operating leverage.

Overall, the first quarter was a strong start to the year as we continue to build core earnings power through balance sheet optimization and strategic execution. As we look ahead, our focus remains on disciplined loan and deposit growth, meeting our customers' needs, and investing for the future. New locations across our footprint are contributing to growth, and we expect them to provide increasing benefit over time. The broader economic and geopolitical landscape is changing almost daily, and it's not clear what the future may hold. The war in Iran along with the emergence of AI and digital currencies has created even more uncertainty for banks and the world at large. We are following these events closely and working to ensure the Company is well positioned to succeed in a range of operating environments.

Competition for loans and deposits remains elevated, but our bankers are winning business through our customer-centric approach. Our financial strength and disciplined execution position us to capitalize on opportunities as they arise. As always, we are grateful for your support and if we can help you in any way, please let us know. For additional pertinent information, please also visit our Investor Relations webpage at watrust.com/about/investor-relations.

Warm Regards,



Pete Stanton
Chairman and CEO
Enclosure



**Summary Financial Statements,
Selected Financial Highlights, and
Selected Credit Performance Highlights**

Q1 2026

(unaudited)

W.T.B. Financial Corporation
Condensed Consolidated Statements of Financial Condition
(unaudited)

(dollars in thousands)
Three Months Ended

	March 31, 2026	December 31, 2025	March 31, 2025
ASSETS			
Cash and due from banks	\$ 129,921	\$ 131,177	\$ 145,351
Interest-bearing deposits with banks	687,302	580,152	473,744
Securities available for sale, at fair value	135,141	160,441	280,335
Securities held to maturity, at amortized cost	2,175,224	2,196,115	2,517,705
Federal Home Loan Bank and Pacific Coast Bankers' Bancshares stock, at cost	17,720	17,747	28,997
Loans receivable	7,314,308	7,358,093	7,062,930
Allowance for credit losses on loans	(151,479)	(154,789)	(151,550)
Loans, net of allowance for credit losses on loans	7,162,829	7,203,304	6,911,380
Premises and equipment, net	104,355	101,604	92,867
Other real estate	543	543	83
Accrued interest receivable	34,975	32,930	34,477
Other assets	262,026	268,964	227,066
Total assets	<u>\$ 10,710,036</u>	<u>\$ 10,692,977</u>	<u>\$ 10,712,005</u>
LIABILITIES			
Deposits:			
Noninterest-bearing	\$ 3,222,181	\$ 3,220,025	\$ 3,111,246
Interest-bearing	5,623,942	5,703,248	5,582,618
Total deposits	8,846,123	8,923,273	8,693,864
Securities sold under agreements to repurchase	386,779	328,017	376,592
Other borrowings	250,000	250,000	500,000
Accrued interest payable	6,344	6,485	8,091
Other liabilities	204,427	184,400	186,020
Total liabilities	9,693,673	9,692,175	9,764,567
SHAREHOLDERS' EQUITY			
Common stock	250	250	5,627
Surplus	12,226	23,678	32,665
Undivided profits	1,028,042	1,000,280	941,669
	1,040,518	1,024,208	979,961
Accumulated other comprehensive loss, net of tax	(24,155)	(23,406)	(32,523)
Total shareholders' equity	1,016,363	1,000,802	947,438
Total liabilities and shareholders' equity	<u>\$ 10,710,036</u>	<u>\$ 10,692,977</u>	<u>\$ 10,712,005</u>

W.T.B. Financial Corporation
Condensed 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 REVENUE			
Loans, including fees	\$ 106,146	\$ 112,273	\$ 99,552
Deposits with banks	4,952	4,614	4,117
Securities	10,812	11,007	13,800
Other interest and dividend income	746	573	661
Total interest revenue	<u>122,656</u>	<u>128,467</u>	<u>118,130</u>
INTEREST EXPENSE			
Deposits	22,750	26,114	29,565
Funds purchased and other borrowings	3,675	4,034	8,536
Total interest expense	<u>26,425</u>	<u>30,148</u>	<u>38,101</u>
Net interest revenue	96,231	98,319	80,029
Recapture of credit losses on loans	(1,500)	(1,400)	(1,330)
(Recapture of) provision for credit losses on off-balance sheet credit exposures	(600)	(1,400)	4,200
Total (recapture of) provision for credit losses	<u>(2,100)</u>	<u>(2,800)</u>	<u>2,870</u>
Net interest revenue after provision for credit losses	<u>98,331</u>	<u>101,119</u>	<u>77,159</u>
NONINTEREST REVENUE			
Fiduciary and investment services income	9,408	9,207	8,574
Bank and credit card fees, net	3,198	2,434	3,103
Service charges on deposits	2,260	1,561	2,090
Mortgage banking revenue, net	1,091	938	585
Other income	3,375	2,492	2,750
Total noninterest revenue	<u>19,332</u>	<u>16,632</u>	<u>17,102</u>
NONINTEREST EXPENSE			
Salaries and benefits	48,620	46,910	45,103
Occupancy, furniture and equipment expense	6,437	6,256	6,318
Software and data processing expense	8,374	7,978	7,508
Professional fees	1,609	1,600	1,762
Other expense	11,332	16,213	11,837
Total noninterest expense	<u>76,372</u>	<u>78,957</u>	<u>72,528</u>
Income before provision for income taxes	41,291	38,794	21,733
Provision for income taxes	9,063	8,885	4,677
NET INCOME	<u>\$ 32,228</u>	<u>\$ 29,909</u>	<u>\$ 17,056</u>

PER SHARE DATA

Weighted average number of common stock shares outstanding

Basic	2,415,831	2,434,779	2,482,475
Diluted	2,421,655	2,440,378	2,485,334
Earnings per common share (based on weighted average shares outstanding)			
Basic	\$ 13.34	\$ 12.28	\$ 6.87
Diluted	\$ 13.31	\$ 12.26	\$ 6.86

W.T.B. Financial Corporation
Selected Financial Highlights
(unaudited)

(dollars in thousands)

	Quarters Ended				
	March 31, 2026	December 31, 2025	September 30, 2025	June 30, 2025	March 31, 2025
SELECTED DATA					
Interest-bearing deposits with banks	\$ 687,302	\$ 580,152	\$ 335,684	\$ 320,307	\$ 473,744
Securities	2,310,365	2,356,556	2,504,016	2,645,775	2,798,040
Total loans	7,314,308	7,358,093	7,435,464	7,319,089	7,062,930
Allowance for credit losses (ACL) on loans	151,479	154,789	157,185	155,927	151,550
Earning assets ¹	10,348,016	10,330,649	10,312,804	10,336,434	10,388,110
Total assets	10,710,036	10,692,977	10,637,241	10,684,981	10,712,005
Deposits	8,846,123	8,923,273	8,855,069	8,667,324	8,693,864
Interest-bearing liabilities	6,260,721	6,281,265	6,335,951	6,441,223	6,459,210
Total shareholders' equity	1,016,363	1,000,802	981,064	958,404	947,438
Total equity to total assets	9.49%	9.36%	9.22%	8.97%	8.84%
Full-time equivalent employees	1,244	1,238	1,240	1,217	1,206

ASSET QUALITY RATIOS

ACL on loans to total loans	2.07%	2.10%	2.11%	2.13%	2.15%
ACL on loans to noncurrent loans	291%	286%	287%	223%	209%
Net charge-offs to total average loans	0.02%	0.01%	-0.08%	0.20%	0.01%
Noncurrent loans and ORE to total loans	0.72%	0.74%	0.75%	0.96%	1.03%

(1) Includes only the amortized cost for securities. Includes non-accrual loans.

(dollars in thousands, except per share data)

	Quarters Ended			% Change	
	March 31, 2026	December 31, 2025	March 31, 2025	Sequential Quarter	Year over Year
PERFORMANCE					
Net interest revenue, fully tax-equivalent	\$ 96,327	\$ 98,417	\$ 80,119	-2.1%	20.2%
Fully tax-equivalent adjustment	96	98	90	-2.0%	6.7%
Net interest revenue	96,231	98,319	80,029	-2.1%	20.2%
(Recapture of) provision for credit losses	(2,100)	(2,800)	2,870	-25.0%	-173.2%
Net interest revenue after provision for credit losses	98,331	101,119	77,159	-2.8%	27.4%
Noninterest revenue	19,332	16,632	17,102	16.2%	13.0%
Noninterest expense	76,372	78,957	72,528	-3.3%	5.3%
Income before provision for income taxes	41,291	38,794	21,733	6.4%	90.0%
Provision for income taxes	9,063	8,885	4,677	2.0%	93.8%
Net income	\$ 32,228	\$ 29,909	\$ 17,056	7.8%	89.0%

PER COMMON SHARE

Earnings per common share - basic	\$ 13.34	\$ 12.28	\$ 6.87	8.6%	94.2%
Earnings per common share - diluted	13.31	12.26	6.86	8.6%	94.0%
Common cash dividends	1.85	3.70	1.85	-50.0%	0.0%
Common shareholders' equity	418.59	408.07	378.33	2.6%	10.6%

	Quarters Ended			% Change	
	March 31, 2026	December 31, 2025	March 31, 2025	Sequential Quarter	Year over Year
PERFORMANCE RATIOS					
Return on average assets	1.24%	1.11%	0.65%	0.13%	0.59%
Return on average shareholders' equity	12.92%	11.93%	7.33%	0.99%	5.59%
Margin on average earning assets ¹	3.82%	3.76%	3.15%	0.06%	0.67%
Noninterest expense to average assets	2.94%	2.93%	2.78%	0.01%	0.16%
Noninterest revenue to average assets	0.74%	0.62%	0.65%	0.12%	0.09%
Efficiency ratio	66.0%	68.6%	74.6%	-2.6%	-8.6%
Common cash dividends to net income	13.86%	30.07%	26.95%	-16.21%	3.12%

(1) Tax exempt interest has been adjusted to a taxable equivalent basis using a tax rate of 21%.

NM = not meaningful

W.T.B. Financial Corporation
Selected Credit Performance Highlights
(unaudited) (dollars in thousands)

	Quarters Ended		
	March 31, 2026	December 31, 2025	March 31, 2025
Loans by Credit Risk Rating:			
Pass	\$ 6,953,520	\$ 6,990,459	\$ 6,717,706
Special Mention	223,419	210,755	179,324
Substandard	137,369	156,879	165,900
Total	<u>\$ 7,314,308</u>	<u>\$ 7,358,093</u>	<u>\$ 7,062,930</u>

	Quarters Ended		
	March 31, 2026	December 31, 2025	March 31, 2025
Loans by Payment Status:			
Current Loans	\$ 7,250,935	\$ 7,293,389	\$ 6,984,302
Loans Past Due 30-89 Days, Still Accruing	11,248	10,583	6,189
Noncurrent Loans	52,125	54,121	72,439
Total	<u>\$ 7,314,308</u>	<u>\$ 7,358,093</u>	<u>\$ 7,062,930</u>

	Quarters Ended		
	March 31, 2026	December 31, 2025	March 31, 2025
Allowance Position:			
Allowance for Loans	\$ 151,479	\$ 154,789	\$ 151,550
Allowance to Total Loans	2.07%	2.10%	2.15%