



Oconee Financial Corporation

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FOR IMMEDIATE RELEASE

Oconee Financial Corporation Reports Fourth Quarter 2025 Results

Watkinsville, GA February 5, 2026 -- Oconee Financial Corporation ("Oconee") (OTCQX: OSBK) is pleased to report results for the fourth quarter of 2025. Unaudited net income for the three months ending December 31, 2025, was \$1.3 million, or \$1.19 per common share. This compares to \$1.2 million, or \$1.11 per common share for the fourth quarter of 2024. The 7.7% increase in net income for the fourth quarter of 2025 was mainly attributable to an increase in net interest income of \$943,000 and a decrease in provision for loan losses of \$82,000, offset by an increase in non-interest expense of \$707,000 and a decrease in non-interest income of \$150,000 over the same period of 2024. The increase in net interest income was due to increases in interest income on loans of \$1.5 million, offset by increases in interest expense on deposits and borrowings of \$548,000. While loan growth continues to be strong, the provision for loan losses decreased \$82,000 compared to the same period in 2024 due to higher quarterly new loan growth experienced in the fourth quarter of 2024 compared to the fourth quarter of 2025. The decrease in non-interest income compared to the same period of 2024 is mainly attributable to a decrease in SBA loan related income of \$338,000 and the recognition of a loss on sale of fixed assets of \$140,000, offset by mortgage banking income increasing by \$165,000. In addition, the fourth quarter of 2024 non-interest income included non-recurring other income of \$424,000, offset by a restructuring loss on the sale of securities of \$550,000. The increase in non-interest expense was primarily due to salaries and employee benefits increasing \$381,000 compared to the same period in 2024 with the increase primarily attributable to the hiring of four seasoned bankers in the Middle Georgia market in the third quarter of 2025. In addition, the increase in non-interest expense was attributed to occupancy expense increasing \$122,000 and other operating expenses increasing \$204,000 compared to the same period in 2024, with the increases stemming primarily from the market expansions in Statesboro, Georgia and in Johnson City, Tennessee.

Unaudited net income, year-to-date as of December 31, 2025, was \$5.6 million, or \$5.38 per common share. This compares to \$4.9 million, or \$4.71 per common share, for year-to-date as of December 31, 2024. This represents an increase of 14.3% in net earnings year-to-date as of December 31, 2025, as compared to the same period in 2024.

Total assets as of December 31, 2025, were \$734.0 million, compared to total assets of \$640.0 million as of December 31, 2024, an increase of 14.7%. Total loans, net of unearned income, were \$481.6 million and total deposits were \$640.3 million as of December 31, 2025. This compares to total loans of \$409.6 million and total deposits of \$565.7 million at December 31, 2024. As of December 31, 2025, total loans increased 17.6% and total deposits increased 13.2% from December 31, 2024. Tangible book value per share at December 31, 2025, was \$51.80 versus \$44.42 at December 31, 2024. The 16.6% increase in book value per share at December 31, 2025, was largely due to the retention of earnings after accounting for the annual dividend of \$1.05 per share that was paid to shareholders on April 1, 2025. Also affecting the increase in book value per share is a year-to-date increase in Other Comprehensive Income, which includes a decrease in the Bank's unrealized loss in the

investment portfolio of \$4.4 million, offset by a decrease in the Bank's unrealized gain in the fair value of derivatives of \$1.1 million.

Neil Stevens, President and Chief Executive Officer of Oconee, commenting on the fourth quarter results noted "the fourth quarter was a strong finish to 2025, with earnings per share, loans and deposits all growing double digits for the year. We expect to see continued strong growth across these metrics in 2026, particularly with the contributions expected from our recent expansions in Middle Georgia, Southeast Georgia and in Johnson City, Tennessee."

About the Company

Oconee Financial Corporation, established in January 1999, serves as the holding company for Oconee State Bank, established in 1960 and headquartered in Watkinsville, Georgia. The Bank operates six full-service financial centers across Oconee, Athens-Clarke, Gwinnett, Macon-Bibb, and Elbert counties. The Bank also maintains Loan and Deposit Production Offices in Johnson City, Tennessee, under its Trio South Bank division, and in Statesboro, Georgia. The Bank is the only locally owned and operated community bank headquartered in Oconee County. Oconee State Bank proudly serves its communities, providing unparalleled commitment to personalized service, innovative products, and solutions, and brings exceptional value to all stakeholders, through local ownership, involvement, and decision-making. The Bank strives to be essential to those it serves, by creating remarkable experiences that significantly mark the lives of others.

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Oconee Financial Corporation

OCONEE FINANCIAL CORPORATION
BALANCE SHEET

	12/31/2025	12/31/2024
	(Unaudited)	(Audited)
<u>ASSETS</u>		
Cash and due from banks	\$ 76,069,901	\$ 58,478,454
Securities available for sale (at fair value)	144,882,895	139,228,148
Other investment	923,000	893,974
Mortgage loans held for sale	1,925,074	2,109,500
Loans, net of unearned income	481,562,043	409,602,471
Allowance for loan loss	(6,529,377)	(5,424,417)
Loans, net	475,032,666	404,178,054
Premises and equipment	11,316,072	10,653,530
Other assets	23,804,778	24,490,556
Total Assets	<u>\$ 733,954,386</u>	<u>\$ 640,032,216</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Liabilities:		
Deposits	\$ 640,314,041	\$ 565,740,790
Federal Home Loan Bank Advances	10,000,000	10,000,000
Subordinated debenture, net of capitalized expenses	19,558,168	9,366,290
Dividends payable	--	--
Accrued expenses and other liabilities	7,924,886	6,680,716
Total Liabilities	<u>677,797,095</u>	<u>591,787,796</u>
Stockholder's Equity:		
Common Stock	2,126,844	2,097,076
Restricted Stock	(541,192)	(56,404)
Additional Paid in Capital	7,597,291	7,050,073
Retained earnings	52,322,046	47,789,446
Unrealized gain/loss on securities and derivatives	(5,347,698)	(8,635,771)
Total Stockholder's Equity	<u>56,157,291</u>	<u>48,244,420</u>
Total Liabilities and Stockholder's Equity	<u>\$ 733,954,386</u>	<u>\$ 640,032,216</u>
Book Value Per Share	\$ 53.52	\$ 46.09
Tangible Book Value Per Share	\$ 51.80	\$ 44.42

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-YTD

	12/31/2025	12/31/2024
	(Unaudited)	(Audited)
Interest Income:		
Loans	\$ 30,391,602	\$ 24,197,423
Securities available for sale		
State, County & Municipal	620,252	755,791
Treasuries & Agencies	4,030,604	4,054,679
Corporate	358,245	379,063
Federal funds sold & other	2,334,215	3,644,841
	<u>37,734,918</u>	<u>33,031,797</u>
Interest Expense:		
Deposits	9,465,040	8,793,135
Other	1,788,634	1,086,516
Total Interest Expense	<u>11,253,674</u>	<u>9,879,651</u>
Net interest income	26,481,244	23,152,146
Provision for loan losses	<u>1,576,759</u>	<u>912,187</u>
Net income after provision for loan losses	24,904,485	22,239,959
Noninterest income		
Service charges on deposit accounts	675,364	738,289
Gain (loss) on Sale of Assets	(137,770)	(16,377)
Securities gains (losses), net	(60,958)	(550,250)
Mortgage banking income	1,929,768	1,374,019
SBA loan related income	1,223,188	1,382,173
Commissions on investment sales	159,812	151,479
Other	2,536,310	1,965,109
Total noninterest income	<u>6,325,714</u>	<u>5,044,442</u>
Noninterest expense		
Salaries and employee benefits	15,040,385	13,125,635
Occupancy	1,834,835	1,529,708
Other operating	7,375,086	6,539,354
Total noninterest expense	<u>24,250,306</u>	<u>21,194,697</u>
Income before provision for income taxes	6,979,893	6,089,703
Provision for income taxes	<u>1,348,413</u>	<u>1,160,524</u>
Net Income	<u>\$ 5,631,480</u>	<u>\$ 4,929,179</u>
Period-Ending Outstanding Shares	1,049,221	1,046,700
Weighted Average Shares Outstanding	1,046,418	1,045,973
YTD Earnings Per Common Share	\$ 5.38	\$ 4.71

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-QTD

	12/31/2025	12/31/2024
	(Unaudited)	
Interest Income:		
Loans	\$ 8,106,513	\$ 6,600,001
Securities available for sale		
State, County & Municipal	154,198	188,730
Treasuries & Agencies	980,888	938,249
Corporate	78,312	94,766
Federal funds sold & other	872,051	878,839
	<u>10,191,962</u>	<u>8,700,585</u>
Interest Expense:		
Deposits	2,738,626	2,406,100
Other	498,643	282,831
Total Interest Expense	<u>3,237,269</u>	<u>2,688,931</u>
Net interest income	6,954,693	6,011,654
Provision for loan losses	<u>305,851</u>	<u>388,023</u>
Net income after provision for loan losses	6,648,842	5,623,631
Noninterest income		
Service charges on deposit accounts	163,887	186,224
Gain (loss) on Sale of Assets	(140,470)	--
Securities gains (losses), net	--	(550,250)
Mortgage banking income	554,000	389,349
SBA loan related income	136,831	474,997
Commissions on investment sales	39,780	36,107
Other	475,109	842,898
Total noninterest income	<u>1,229,136</u>	<u>1,379,325</u>
Noninterest expense		
Salaries and employee benefits	3,987,524	3,606,273
Occupancy	537,483	415,904
Other operating	1,886,232	1,682,460
Total noninterest expense	<u>6,411,239</u>	<u>5,704,638</u>
Income before provision for income taxes	1,466,739	1,298,318
Provision for income taxes	<u>216,351</u>	<u>137,819</u>
Net Income	<u>\$ 1,250,388</u>	<u>\$ 1,160,499</u>
Period-Ending Outstanding Shares	1,049,221	1,046,700
Weighted Average Shares Outstanding	1,046,418	1,045,973
QTD Earnings Per Common Share	\$ 1.19	\$ 1.11