Oconee Financial Corporation

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FOR IMMEDIATE RELEASE

Oconee Financial Corporation Reports Third Quarter 2026 Results

Watkinsville, GA November 5, 2026 -- Oconee Financial Corporation ("Oconee") (OTCQX: OSBK) is pleased to report results for the third quarter of 2026. Unaudited net income for the three months ending September 30, 2026, was $1.6 million, or $1.54 per common share. This compares to $1.5 million, or $1.48 per common share for the third quarter of 2025. The 5% increase in net income for the third quarter of 2026 was mainly attributable to an increase in net interest income of $494,000, offset by a decrease in non-interest income of $117,000, an increase in provision for loan losses of $100,000 and an increase in non-interest expense of $239,000 over the same period of 2025. The increase in net interest income was due to increases in interest income on loans of $1.1 million, offset by decreases in interest income on securities and interest-bearing deposits in other banks of $418,000 and by increases in interest expense on deposits and borrowings of $168,000. The provision for loan losses increased $100,000 compared to the same period in 2025 due to strong loan growth in the third quarter of 2026. The decrease in non-interest income compared to the same period of 2025 is mainly attributable to the Bank receiving $460,000 in an Employee Retention Credit ("ERC") refund in 2025, offset by mortgage banking income increasing by $131,000 and by SBA loan related income increasing by $272,000. The increase in non-interest expense was primarily due to salaries and employee benefits increasing $138,000 compared to the same period in 2025 with the employee headcount being 108 FTE at September 30, 2026 and 109 FTE at September 30, 2025.

Unaudited net income, year-to-date as of September 30, 2026, was $4.0 million, or $3.79 per common share. This compares to $4.4 million, or $4.19 per common share, for year-to-date as of September 30, 2025. This represents a decrease of 9.2% in net earnings year-to-date as of September 30, 2026, as compared to the same period in 2025.

Total assets as of September 30, 2026, were $751.2 million, compared to total assets of $734.2 million as of December 31, 2025, an increase of 2.3%. Total loans, net of unearned income, were $560.2 million and total deposits were $667.9 million as of September 30, 2026. This compares to total loans of $481.6 million and total deposits of $640.3 million at December 31, 2025. As of September 30, 2026, total loans increased 16.3% and total deposits increased 4.3% from December 31, 2025. Tangible book value per share at September 30, 2026, was $52.48 versus $51.80 at December 31, 2025. The 1.3% increase in book value per share at September 30, 2026, was largely due to the retention of earnings after accounting for the annual dividend of $1.15 per share that was payable to shareholders on April 1, 2026. Also affecting the increase in book value per share is a year-to-date decrease in Other Comprehensive Income, which includes a decrease in the Bank's unrealized loss in the fair value of derivatives of $194,000, offset by an increase in the Bank's unrealized loss in the investment portfolio of $2.7 million.

Nonperforming assets increased during the quarter primarily due to two commercial lending relationships with outstanding balances of approximately $1.6 million and $4.9 million, respectively, that were placed on

nonaccrual status. Based on management's assessment of the relationships and current collateral values, no additional provision expense or specific reserve was recorded during the quarter for the two loan relationships.

Neil Stevens, President and Chief Executive Officer of Oconee, commenting on the third quarter results noted "Third-quarter earnings increased from both the second quarter and a year ago, with higher net interest income and stronger mortgage and SBA income compared with last year contributing to the improvement. Resolving problem credits remains a priority following the increase in nonperforming assets this quarter. With loans up more than 16% since year-end, our focus is on growing core deposits to support our lending relationships and improving operating efficiency. We want the growth we have achieved to produce stronger, more consistent earnings for our shareholders."

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

	9/30/2026 (Unaudited)	12/31/2025 (Audited)
ASSETS		
Cash and due from banks	$ 24,880,560	$ 76,069,901
Securities available for sale (at fair value)	135,794,192	144,882,895
Other investment	513,800	923,000
Mortgage loans held for sale	2,132,428	1,925,074
Loans, net of unearned income	560,163,149	481,562,043
Allowance for loan loss	(7,622,836)	(6,529,377)
Loans, net	552,540,313	475,032,666
Premises and equipment	10,611,065	11,316,072
Other assets	24,719,492	24,009,015
Total Assets	$ 751,191,850	$ 734,158,623
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Deposits	$ 667,923,744	$ 640,314,041
Federal Home Loan Bank Advances	--	10,000,000
Subordinated debenture, net of capitalized expenses	19,630,468	19,558,168
Dividends payable	--	--
Accrued expenses and other liabilities	6,933,679	8,031,473
Total Liabilities	694,487,891	677,903,682
Stockholder's Equity:		
Common Stock	2,102,692	2,101,848
Restricted Stock	(60,344)	(53,020)
Additional Paid in Capital	7,410,908	7,231,766
Retained earnings	55,093,518	52,322,045
Unrealized gain/loss on securities and derivatives	(7,842,816)	(5,347,698)
Total Stockholder's Equity	56,703,958	56,254,941
Total Liabilities and Stockholder's Equity	$ 751,191,850	$ 734,158,623
Book Value Per Share	$ 54.05	$ 53.52
Tangible Book Value Per Share	$ 52.48	$ 51.80

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-YTD

	9/30/2026	9/30/2025
	(Unaudited)	
Interest Income:		
Loans	$ 25,877,323	$ 22,285,090
Securities available for sale		
State, County & Municipal	494,906	466,054
Treasuries & Agencies	2,789,452	3,049,716
Corporate	192,113	279,932
Federal funds sold & other	874,724	1,462,164
	30,228,517	27,542,956
Interest Expense:		
Deposits	7,762,222	6,726,414
Other	1,460,888	1,289,991
Total Interest Expense	9,223,110	8,016,405
Net interest income	21,005,407	19,526,550
Provision for loan losses	1,201,405	1,270,908
Net income after provision for loan losses	19,804,002	18,255,643
Noninterest income		
Service charges on deposit accounts	511,519	511,477
Gain (loss) on Sale of Assets	79,314	2,700
Securities gains (losses), net	--	(60,958)
Mortgage banking income	1,900,686	1,375,767
SBA loan related income	550,572	1,086,357
Other	1,513,947	2,181,234
Total noninterest income	4,556,038	5,096,578
Noninterest expense		
Salaries and employee benefits	12,287,639	11,052,860
Occupancy	1,442,321	1,297,352
Other operating	5,649,739	5,488,854
Total noninterest expense	19,379,699	17,839,066
Income before provision for income taxes	4,980,341	5,513,154
Provision for income taxes	1,002,437	1,132,061
Net Income	$ 3,977,904	$ 4,381,093
Period-Ending Outstanding Shares	1,049,028	1,046,510
Weighted Average Shares Outstanding	1,048,925	1,046,394
YTD Earnings Per Common Share	$ 3.79	$ 4.19

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-QTD

	9/30/2026	9/30/2025
	(Unaudited)	
Interest Income:		
Loans	$ 9,018,346	$ 7,938,394
Securities available for sale		
State, County & Municipal	173,677	154,459
Treasuries & Agencies	931,294	1,012,402
Corporate	63,640	90,401
Federal funds sold & other	184,910	514,084
	10,371,867	9,709,740
Interest Expense:		
Deposits	2,660,116	2,352,965
Other	460,238	599,734
Total Interest Expense	3,120,354	2,952,700
Net interest income	7,251,513	6,757,040
Provision for loan losses	298,502	198,148
Net income after provision for loan losses	6,953,011	6,558,892
Noninterest income		
Service charges on deposit accounts	172,396	168,687
Gain (loss) on Sale of Assets	43,258	--
Securities gains (losses), net	--	--
Mortgage banking income	682,387	551,224
SBA loan related income	322,612	50,741
Other	357,456	924,414
Total noninterest income	1,578,109	1,695,065
Noninterest expense		
Salaries and employee benefits	4,003,234	3,865,378
Occupancy	480,763	458,590
Other operating	2,012,467	1,933,680
Total noninterest expense	6,496,464	6,257,649
Income before provision for income taxes	2,034,655	1,996,309
Provision for income taxes	415,006	449,642
Net Income	$ 1,619,649	$ 1,546,667
Period-Ending Outstanding Shares	1,049,028	1,046,510
Weighted Average Shares Outstanding	1,048,925	1,046,394
QTD Earnings Per Common Share	$ 1.54	$ 1.48