



Oconee Financial Corporation

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FOR IMMEDIATE RELEASE

Oconee Financial Corporation Reports Third Quarter 2025 Results

Watkinsville, GA November 5, 2025 -- Oconee Financial Corporation ("Oconee") (OTCQX: OSBK) is pleased to report results for the third quarter of 2025. Unaudited net income for the three months ending September 30, 2025, was \$1.5 million, or \$1.48 per common share. This compares to \$1.3 million, or \$1.25 per common share, for the third quarter of 2024. The 18.2% increase in net income for the third quarter of 2025 was mainly attributable to an increase in net interest income of \$806,000 and non-interest income of \$581,000, offset by an increase in non-interest expense of \$961,000 and an increase in provision for loan losses of \$87,000 over the same period of 2024. The increase in net interest income was due to increases in interest income on loans of \$1.6 million, offset by decreases in interest income on investments of \$48,000, decreases in interest income on interest-bearing bank balances of \$428,000 and increases in interest expense on deposits and interest expense on borrowings of \$316,000. The provision for loan losses increased \$87,000 compared to the same period in 2024 due to strong loan growth in the third quarter of 2025. The increase in non-interest income compared to the same period of 2024 is mainly attributable to mortgage banking income increasing by \$106,000 and to the Bank receiving \$460,000 in an Employee Retention Credit ("ERC") refund. The increase in non-interest expense was primarily due to salaries and employee benefits increasing \$568,000 compared to the same period in 2024, with an increase in employee headcount from 103 FTE at September 30, 2024 to 109 FTE at September 30, 2025. The increased headcount is primarily due to the hiring of four seasoned bankers in the Middle Georgia market.

Unaudited net income, year-to-date as of September 30, 2025, was \$4.4 million, or \$4.19 per common share. This compares to \$3.8 million, or \$3.60 per common share, for year-to-date as of September 30, 2024. This represents an increase of 16.3% in net earnings year-to-date as of September 30, 2025, as compared to the same period in 2024.

Total assets as of September 30, 2025, were \$689.2 million, compared to total assets of \$640.0 million as of December 31, 2024, an increase of 7.7%. Total loans, net of unearned income, were \$470.3 million and total deposits were \$598.6 million as of September 30, 2025. This compares to total loans of \$409.6 million and total deposits of \$565.7 million at December 31, 2024. As of September 30, 2025, total loans increased 14.8% and total deposits increased 5.8% from December 31, 2024. Tangible book value per share at September 30, 2025, was \$49.48 versus \$44.42 at December 31, 2024. The 11.4% increase in book value per share at September 30, 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 \$3.2 million, offset by a decrease in the Bank's unrealized gain in the fair value of derivatives of \$1.0 million.

Neil Stevens, President and Chief Executive Officer of Oconee, commenting on the third quarter results noted “we were very pleased with the third quarter’s results. We posted strong gains in earnings, tangible book value per share as well as strong loan and deposit growth. During the quarter we announced the hiring of four highly experienced Middle Georgia banking professionals and thereby strengthening the bank’s commitment to exceptional service, local expertise, and relationship-based banking across the Middle Georgia area.”

Stevens also noted “in August, we completed a \$20 million subordinated debt raise. The offering was significantly oversubscribed, and this additional capital will serve us well in driving our growth strategies — such as the Middle Georgia expansion recently announced, investments into other high-potential markets, and investments in our legacy markets as well.”

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

	9/30/2025	12/31/2024
	(Unaudited)	(Audited)
<u>ASSETS</u>		
Cash and due from banks	\$ 40,421,314	\$ 58,478,454
Securities available for sale (at fair value)	147,217,414	139,228,148
Other investment	923,000	893,974
Mortgage loans held for sale	2,416,509	2,109,500
Loans, net of unearned income	470,256,221	409,602,471
Allowance for loan loss	(6,362,032)	(5,424,417)
Loans, net	463,894,189	404,178,054
Premises and equipment	11,678,159	10,653,530
Other assets	22,620,571	24,490,556
Total Assets	\$ 689,171,156	\$ 640,032,216
 <u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Liabilities:		
Deposits	\$ 598,566,847	\$ 565,740,790
Federal Home Loan Bank Advances	10,000,000	10,000,000
Subordinated debenture, net of capitalized expenses	19,534,068	9,366,290
Dividends payable	--	--
Accrued expenses and other liabilities	7,373,142	6,680,716
Total Liabilities	635,474,057	591,787,796
Stockholder's Equity:		
Common Stock	2,127,926	2,097,076
Restricted Stock	(667,442)	(56,404)
Additional Paid in Capital	7,621,155	7,050,073
Retained earnings	51,071,658	47,789,446
Unrealized gain/loss on securities and derivatives	(6,456,198)	(8,635,771)
Total Stockholder's Equity	53,697,099	48,244,420
Total Liabilities and Stockholder's Equity	\$ 689,171,156	\$ 640,032,216
Book Value Per Share	\$ 51.31	\$ 46.09
Tangible Book Value Per Share	\$ 49.48	\$ 44.42

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-YTD

	9/30/2025	9/30/2024
	(Unaudited)	
Interest Income:		
Loans	\$ 22,285,090	\$ 17,597,421
Securities available for sale		
State, County & Municipal	466,054	567,061
Treasuries & Agencies	3,049,716	3,116,430
Corporate	279,932	284,297
Federal funds sold & other	1,462,164	2,766,002
	27,542,956	24,331,212
Interest Expense:		
Deposits	6,726,414	6,387,036
Other	1,289,991	803,684
Total Interest Expense	8,016,405	7,190,720
Net interest income	19,526,550	17,140,492
Provision for loan losses	1,270,908	524,164
Net income after provision for loan losses	18,255,643	16,616,328
Noninterest income		
Service charges on deposit accounts	511,477	552,065
Gain (loss) on Sale of Assets	2,700	(16,377)
Securities gains (losses), net	(60,958)	--
Mortgage banking income	1,375,767	984,670
SBA loan related income	1,086,357	907,176
Commissions on investment sales	120,032	115,372
Other	2,061,202	1,122,211
Total noninterest income	5,096,578	3,665,117
Noninterest expense		
Salaries and employee benefits	11,052,860	9,519,362
Occupancy	1,297,352	1,113,804
Other operating	5,488,854	4,856,894
Total noninterest expense	17,839,066	15,490,059
Income before provision for income taxes	5,513,154	4,791,385
Provision for income taxes	1,132,061	1,022,705
Net Income	\$ 4,381,093	\$ 3,768,680
Period-Ending Outstanding Shares	1,046,510	1,045,948
Weighted Average Shares Outstanding	1,046,394	1,045,949
YTD Earnings Per Common Share	\$ 4.19	\$ 3.60

OCONEE FINANCIAL CORPORATION
STATEMENT OF INCOME-QTD

	9/30/2025	9/30/2024
	(Unaudited)	
Interest Income:		
Loans	\$ 7,938,394	\$ 6,340,377
Securities available for sale		
State, County & Municipal	154,459	188,891
Treasuries & Agencies	1,012,402	1,021,164
Corporate	90,401	94,766
Federal funds sold & other	514,084	942,430
	9,709,740	8,587,628
Interest Expense:		
Deposits	2,352,965	2,281,365
Other	599,734	355,220
Total Interest Expense	2,952,700	2,636,584
Net interest income	6,757,040	5,951,043
Provision for loan losses	198,148	111,283
Net income after provision for loan losses	6,558,892	5,839,761
Noninterest income		
Service charges on deposit accounts	168,687	191,221
Gain (loss) on Sale of Assets	--	(16,377)
Securities gains (losses), net	--	--
Mortgage banking income	551,224	445,430
SBA loan related income	50,741	89,101
Commissions on investment sales	36,637	33,168
Other	887,777	371,778
Total noninterest income	1,695,065	1,114,320
Noninterest expense		
Salaries and employee benefits	3,865,378	3,297,615
Occupancy	458,590	395,522
Other operating	1,933,680	1,603,053
Total noninterest expense	6,257,649	5,296,190
Income before provision for income taxes	1,996,309	1,657,891
Provision for income taxes	449,642	349,428
Net Income	\$ 1,546,667	\$ 1,308,463
Period-Ending Outstanding Shares	1,046,510	1,045,948
Weighted Average Shares Outstanding	1,046,394	1,045,949
QTD Earnings Per Common Share	\$ 1.48	\$ 1.25