

February 24, 2026

Dear valued shareholder,

On behalf of the Board of Directors of Peoples Bancorp, Inc. (the “Company”), I am pleased to share an important update regarding the future of our organization. On December 31, 2025, we successfully completed the previously announced asset sale transaction with Hanscom Federal Credit Union (“Hanscom”). Through this transaction, we transferred substantially all of the assets and liabilities of our subsidiary, The Peoples Bank (the “Bank”), to Hanscom (the “Asset Sale”).

This partnership marks a meaningful milestone. Hanscom is a strong and highly respected institution, and we believe their capabilities and resources will allow customers of The Peoples Bank to continue receiving excellent service and a broader set of financial products, while supporting the long-term needs of the communities we have always been proud to serve.

### **Why did The Peoples Bank decide to sell?**

As the financial services landscape continues to evolve, the Board determined that partnering with a well-established institution like Hanscom is in the best long-term interests of our customers, communities, and shareholders. Hanscom’s scale and operational resources will help ensure continuity of service, expanded offerings, and enhanced support for the Maryland communities the Bank has served.

### **How does this transaction impact you as a shareholder?**

The completion of the Asset Sale provides a liquidity event for our shareholders. With the sale now closed, the Company and the Bank will begin the process of winding down operations. Following this wind-down, we will distribute the proceeds from the Asset Sale, along with the Company’s remaining assets, to all shareholders.

### **Next Steps / What to Expect**

As part of the closing process:

- We will make an initial distribution of \$65.85 per share based on your ownership in the Company. This represents the first distribution of proceeds from the Asset Sale and the Bank’s dissolution.
- We anticipate making a second and final distribution upon completion of the Company’s dissolution, which is currently expected to occur during the second quarter of 2026.

At this time, we estimate that the total distributions to shareholders will range between \$65.85 and \$67.35 per share, inclusive of the initial distribution. Please note that these amounts remain subject to final tax obligations, transaction-related costs, and expenses associated with the Asset Sale and the dissolution process, which are still being determined.

### **Should I send my stock certificates?**

No. *Please do not send your Company stock certificates.* We do, however, recommend locating your certificates and keeping them in a secure place. While you will not be required to submit them, having them available may be helpful should any questions arise regarding your ownership of Company stock.

**Can the Company withhold taxes on my distribution payments?**

No. Because the Company and the Bank are in the process of winding down, we are unable to withhold taxes from distribution payments. We recommend consulting your tax advisor regarding any reporting or payment obligations.

**Will I receive shares in Hanscom as part of this transaction?**

No. This transaction was completed as an asset sale for cash consideration only. In addition, as a credit union, Hanscom does not issue shares or have shareholders; it is a nonprofit financial cooperative owned by its member-owners.

**IMPORTANT REMINDER**

**THE INFORMATION IN THIS LETTER IS NOT INTENDED AS LEGAL OR TAX ADVICE. WE ENCOURAGE YOU TO CONSULT YOUR OWN LEGAL COUNSEL, ACCOUNTANTS, BUSINESS ADVISORS, OR TAX PROFESSIONALS REGARDING THE LEGAL, FINANCIAL, AND TAX IMPLICATIONS OF YOUR INVESTMENT IN THE COMPANY'S STOCK AND ANY DISTRIBUTIONS YOU MAY RECEIVE.**

We sincerely appreciate your long-standing support of Peoples Bancorp, Inc. and The Peoples Bank. We remain committed to keeping you informed as we finalize the details of the remaining distribution and dissolution timeline.

Sincerely,

Corey N. Duncan  
Chairman of the Board