



FOR IMMEDIATE RELEASE
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FOR FURTHER INFORMATION
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Harleysville Financial Corporation Announces Regular Cash Dividend and Second Quarter Earnings for Fiscal Year 2026

Harleysville, PA., April 15, 2026 – Harleysville Financial Corporation (OTCQX:HARL) reported today that the Company’s board of directors declared a regular quarterly cash dividend of \$.35 per share on the Company’s common stock. The cash dividend will be payable on May 13, 2026 to stockholders of record on April 29, 2026.

Net income for the second quarter was \$3,811,000 or \$1.06 per diluted share compared to \$2,130,000 or \$0.59 per diluted share, for the same quarter last year. Results for the current quarter include non-recurring Bank Owned Life Insurance (“BOLI”) net benefits of \$1,139,000 or \$0.32 per diluted share. Excluding these BOLI benefits, net income for the second quarter was \$2,672,00, representing a 25% increase over the same period last year.

Net income for the current six months ended March 31, 2026 amounted to \$6,478,000 or \$1.80 per diluted share compared to \$4,136,000 or \$1.14 per diluted share for the same six-month period a year ago. Excluding these BOLI benefits, net income for the six months ended was \$5,339,000, representing a 29% increase over the same period last year.

Brendan J. McGill, President, and Chief Executive Officer of the Company, stated, “While our results for the quarter benefited from the BOLI income, we are encouraged by the bank’s growing financial resilience. With credit quality remaining high, we are seeing a steady increase in households choosing the personalized service of a locally managed community bank. Furthermore, our interest rate spread continues to trend upward. By pairing disciplined underwriting and expense control with a robust balance sheet, we are building a solid foundation for long-term growth.”

The Company’s assets totaled \$957.7 million compared to \$871.4 million a year ago. Stockholders’ tangible book value increased 8.2% to \$26.39 per share from \$24.40 a year ago.

Harleysville Financial Corporation is traded on the OTCQX market under the symbol HARL (<http://www.otcm Markets.com>) and is the holding company for Harleysville Bank. Established in 1915, Harleysville Bank is a Pennsylvania chartered and federally insured bank, headquartered in Harleysville, PA. The Bank operates from six full-service offices located in Montgomery County and one office located in Bucks County, Pennsylvania.

This presentation may contain forward-looking statements (within the meaning of the Private Securities Litigation Reform Act of 1995). Actual results may differ materially from the results discussed in these forward-looking statements. Factors that might cause such a difference include, but are not limited to, general economic conditions, changes in interest rates, deposit flows, loan demand, real estate values and competition; changes in accounting principles, policies, or guidelines; changes in legislation or regulation; and other economic; competitive, governmental, regulatory, and technological factors affecting the Company's operations, pricing, products, and services.

Harleysville Financial Corporation
Selected Consolidated Financial Data as of March 31, 2026

(Dollars in thousands except per share data)
(Unaudited)

	Year-To-Date		Three Months Ended:				
	Six Months Ended:		Mar 31,	Dec 31,	Sep 30,	June 30,	Mar 31,
	Mar 31,	Mar 31,	2026	2025	2025	2025	2025
Selected Consolidated Earnings Data							
Total interest income	\$ 22,684	\$ 19,557	\$ 11,345	\$ 11,339	\$ 11,038	\$ 10,325	\$ 9,745
Total interest expense	7,469	6,887	3,670	3,799	3,698	3,324	3,274
Net Interest Income	15,215	12,670	7,675	7,540	7,340	7,001	6,471
Provision for loan losses	215	120	174	41	(84)	118	(28)
Net Interest Income after Provision for Loan Losses	15,000	12,550	7,501	7,499	7,424	6,883	6,499
Bank owned life insurance	1,482	208	1,376	106	105	101	103
Other income	1,138	1,126	562	576	592	557	572
Total other expenses	9,168	8,478	4,610	4,558	4,370	4,297	4,434
Income before income taxes	8,452	5,406	4,829	3,623	3,751	3,244	2,740
Income tax expense	1,974	1,270	1,018	956	884	713	610
Net Income	\$ 6,478	\$ 4,136	\$ 3,811	\$ 2,667	\$ 2,867	\$ 2,531	\$ 2,130

Per Common Share Data

Basic earnings	\$ 1.81	\$ 1.14	\$ 1.06	\$ 0.74	\$ 0.80	\$ 0.70	\$ 0.59
Diluted earnings	\$ 1.80	\$ 1.14	\$ 1.06	\$ 0.74	\$ 0.77	\$ 0.70	\$ 0.59
Dividends	\$ 0.68	\$ 0.64	\$ 0.35	\$ 0.33	\$ 0.33	\$ 0.33	\$ 0.33
Tangible book value	\$ 26.39	\$ 24.40	\$ 26.39	\$ 25.67	\$ 25.25	\$ 24.80	\$ 24.40
Shares outstanding	3,584,924	3,605,824	3,584,924	3,587,996	3,587,377	3,589,883	3,605,824
Average shares outstanding - basic	3,585,698	3,628,464	3,583,788	3,587,579	3,589,417	3,591,861	3,624,490
Average shares outstanding - diluted	3,607,441	3,635,410	3,610,073	3,604,675	3,719,559	3,597,353	3,631,337

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	Six Months Ended:		Mar 31,	Dec 31,	Sep 30,	June 30,	Mar 31,
	Mar 31,	Mar 31,	2026	2025	2025	2025	2025
Other Selected Consolidated Data							
Return on average assets	1.38%	0.96%	1.61%	1.14%	1.25%	1.14%	0.99%
Return on average equity	14.11%	9.45%	16.45%	11.72%	12.82%	11.49%	9.66%
Net interest rate spread	2.89%	2.55%	2.90%	2.87%	2.83%	2.80%	2.63%
Net yield on interest earning assets	3.30%	3.01%	3.30%	3.29%	3.26%	3.22%	3.07%
Operating expenses to average assets	1.95%	1.97%	1.95%	1.95%	1.90%	1.94%	2.06%
Efficiency ratio	51.40%	60.54%	47.96%	55.43%	54.37%	56.10%	62.05%
Ratio of non-performing loans to total assets at end of period	0.11%	0.14%	0.11%	0.15%	0.09%	0.11%	0.14%
Loan loss reserve to total loans, net	0.70%	0.69%	0.70%	0.69%	0.68%	0.70%	0.69%
Stockholders' equity to assets	9.88%	10.10%	9.88%	9.80%	9.76%	9.87%	10.10%

Selected Consolidated Financial Data

	Mar 31,	Dec 31,	Sep 30,	June 30,	Mar 31,
	2026	2025	2025	2025	2025
Total assets	\$ 957,738	\$ 940,059	\$ 928,042	\$ 901,837	\$ 871,430
Cash & investment securities	11,268	12,469	12,030	14,901	13,577
Mortgage-backed securities	202,145	183,283	164,769	142,550	125,115
Total Investments	213,413	195,752	176,799	157,451	138,692
Consumer Loans receivable	338,202	343,646	348,499	344,494	341,850
Commercial Loans receivable	367,775	364,179	364,896	364,488	357,076
Loan loss reserve	(4,964)	(4,869)	(4,841)	(4,949)	(4,828)
Total Loans receivable net	701,013	702,956	708,554	704,033	694,098
FHLB stock	7,183	7,054	7,507	5,435	3,874
Checking accounts	269,691	263,948	254,881	264,641	266,215
Savings accounts	208,990	201,898	205,057	207,953	214,159
Certificate of deposit accounts	223,301	215,601	212,064	217,567	216,918
Total Deposits	701,982	681,447	672,002	690,161	697,292
Advances	149,960	156,666	155,408	110,853	74,016
Total stockholders' equity	94,590	92,110	90,577	89,035	87,986