



News Announcement
For immediate release
Grand Island, Nebraska
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Third Quarter Highlights

- Equitable Financial Corp, parent company of Equitable Bank, reported profits of \$510,000 for the third quarter of fiscal year ending June 30, 2025, or \$0.20 per share, compared to \$646,000 or \$0.24 per share, a 17% decrease, for the third quarter of fiscal year June 30, 2024.
- Net interest income increased \$593,000 to \$3.972 million for the quarter ending March 31, 2025, compared to \$3.379 million for the quarter ending March 31, 2024. We expect modest net interest income increases as loans mature or reprice at current market rates.
- Net loans decreased \$4 million to \$438 million for the quarter ending March 31, 2025, compared to \$442 million for the quarter ending March 31, 2024.
- Provision for loan losses for the quarter ending March 31, 2025, was \$555,000 compared to \$15,000 for the quarter ending March 31, 2024.
- Noninterest income increased \$56,000 to \$1.227 million for the quarter ending March 31, 2025, compared to \$1.171 million for the quarter ending March 31, 2024.
- Noninterest expense was \$3.896 million for the quarter ending March 31, 2025, compared to \$3.691 million for the quarter ending March 31, 2024.
- Total assets were \$527.748 million as of March 31, 2025, compared to \$511.216 million as of March 31, 2024.
- During the quarter, the company repurchased 3,260 shares of stock, total cost of \$50,345, at an average price per share of \$15.44.

President/CEO Tom Gdowski, stated, "The effect of higher interest rates for residential and commercial real estate continue to impact loan volume and slow down growth of the overall loan portfolio. While mortgage lending has improved it is still well below historic levels, impacting our non – interest income. Deposit rates have declined leading to improvement in our net interest margin. We expect this trend to continue, assuming the Fed continues to move with a bias towards easing. Inflation fears could impact the Fed's action and slow down future rate cuts. Also, impacting this quarter's results were an increase in our loan loss reserve as we experienced a modest loss. We believe our asset quality continues to be good."

We continue to believe investing in our own shares via our stock repurchase program at the current prices is an effective use of capital. Our ability to do so is contingent on the overall performance of the Bank. If interested parties wish to sell their stock, please contact us."

About Equitable Financial Corp.

Equitable Financial Corp. is the holding company for Equitable Bank, which is a Nebraska-based community bank headquartered in Grand Island. Equitable Bank has been in operation since 1882. A full-service bank with five branches in Grand Island, North Platte and Omaha, Equitable offers consumer, commercial and Ag loans, home loans, checking and savings accounts, financial planning, and retirement services.

Forward-Looking Statements

When used in this Press Release, the words, or phrases “will likely result,” “are expected to,” “will continue,” “is anticipated,” “estimate,” “project,” or similar expressions are intended to identify “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to certain risks and uncertainties including, but not limited to, changes in economic conditions in the Company’s market area, changes in policies by regulatory agencies, fluctuations in interest rates, demand for loans in the Bank’s market area, competition that could cause actual results to differ materially from historical earnings and those presently anticipated or projected, and other risks described in the Company’s filings with the Securities and Exchange Commission. The Company cautions readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made. The Company advises readers that the factors listed above could affect the Company’s financial performance and could cause the Company’s actual results for future periods to differ materially from any opinions or statements expressed with respect to future periods in any current statements. The Company does not undertake, and specifically disclaims any obligation, to publicly release the result of any revision which may be made to any forward-looking statements to reflect events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.

Equitable Financial Corp.

Balance Sheet

Unaudited

	March 31, 2025	June 30, 2024
Assets		
Cash and due from financial institutions	\$ 5,219,781	\$ 10,155,683
Interest-bearing deposits	19,332,716	4,484,312
Federal Funds Sold	—	2,407,000
	<u>24,552,497</u>	<u>17,046,995</u>
Interest-bearing time deposits in banks	2,353,852	424,000
Securities available-for-sale	39,931,945	23,997,405
Securities held-to-maturity	2,516	3,795
Federal Home Loan Bank stock, at cost	1,441,600	1,488,600
Federal Reserve Bank stock, at cost	472,150	471,550
Loans, net of allowance for credit losses of \$6,027,000 and \$6,027,000, respectively	438,391,840	446,168,694
Premises and equipment, net	7,844,885	7,713,383
Foreclosed assets, net	111,800	1,467,000
Accrued interest receivable	3,399,594	3,780,792
Deferred taxes, net	777,909	795,581
Customer list intangible	972,192	1,101,706
Bank-owned life insurance	4,143,244	4,054,607
Other assets	3,351,502	2,708,137
	<u>527,747,526</u>	<u>511,222,245</u>
Total assets		
Liabilities and Stockholders' Equity		
Liabilities:		
Noninterest-bearing deposits	\$ 52,168,145	\$ 53,054,379
Interest-bearing deposits	411,841,064	396,100,537
	<u>464,009,209</u>	<u>449,154,916</u>
Lines of credit	—	275,000
Federal funds purchased	—	—
Federal Home Loan Bank Borrowings	8,000,000	8,000,000
Advance payments from borrowers for taxes and insurance	931,314	995,822
Accrued interest payable and other liabilities	3,247,804	3,283,106
Total liabilities	<u>476,188,327</u>	<u>461,708,844</u>
Common stock in ESOP subject to contingent repurchase obligation	1,418,679	1,698,450
Stockholders' equity:		
Common stock, \$0.01 par value, 25,000,000 shares authorized 2,586,476 and 2,624,265 shares issued and outstanding at March 31, 2025 and June 30, 2024, respectively	25,865	26,243
Additional paid-in capital	16,479,201	16,931,425
Retained earnings	35,594,558	33,291,123
Unearned ESOP shares	(511,840)	(547,432)
Shares reserved for stock compensation	4,937	(4,359)
Accumulated other comprehensive loss, net of tax	(33,522)	(183,599)
Reclassification of ESOP shares	(1,418,679)	(1,698,450)
Total stockholders' equity	<u>50,140,520</u>	<u>47,814,951</u>
Total liabilities and stockholders' equity	<u>\$ 527,747,526</u>	<u>\$ 511,222,245</u>

Equitable Financial Corp.

Income Statement

Unaudited

	For the year ended	
	March 31, 2025	March 31, 2024
Interest income:		
Loans	\$ 20,235,720	\$ 18,534,218
Securities	774,641	257,613
Other	532,916	484,754
Total interest income	21,543,277	19,276,585
Interest expense:		
Deposits	9,727,229	8,618,745
Federal Home Loan Bank borrowings	241,439	455,018
Other	22,623	73,954
Total interest expense	9,991,291	9,147,717
Net interest income	11,551,986	10,128,868
Provision for loan losses	361,552	(110,590)
Net interest income after provision for loan losses	11,190,434	10,239,458
Noninterest income:		
Service charges on deposit accounts	866,876	898,101
Brokerage fee income	1,738,553	1,738,056
Gain on sale of loans	154,896	116,849
Other loan fees	586,269	577,598
Other income	394,967	387,269
Total noninterest income	3,741,561	3,717,873
Noninterest expense:		
Salaries and employee benefits	7,019,211	6,462,597
Director and committee fees	107,646	128,446
Data processing fees	917,905	949,474
Occupancy and equipment	900,751	1,033,655
Regulatory fees and deposit insurance premium	226,856	242,417
Advertising and public relations	267,721	283,009
Professional fees	335,890	417,089
Supplies, telephone and postage	64,368	73,568
Other expenses	1,943,903	1,952,457
Total noninterest expense	11,784,251	11,542,712
Income before income taxes	3,147,744	2,414,619
Income tax expense	(844,309)	(571,156)
Net income	\$ 2,303,435	\$ 1,843,463

Equitable Financial Corp.

Selected Financial Data - Quarterly Trend

Unaudited

(Dollars in thousands, except per share amounts and percentages)

For the Quarter Ended Fiscal Year June 30,

	2025			2024				2023			
	March 31	December 31	September 30	June 30	March 31	December 31	September 30	June 30	March 31	December 31	September 30
Selected Financial Data											
For the period:											
Interest income	\$ 7,111	\$ 7,254	\$ 7,178	\$ 7,037	\$ 6,703	\$ 6,421	\$ 6,153	\$ 5,714	\$ 5,422	\$ 5,406	\$ 4,771
Interest expense	\$ 3,139	\$ 3,306	\$ 3,546	\$ 3,486	\$ 3,324	\$ 3,028	\$ 2,796	\$ 2,295	\$ 1,860	\$ 1,370	\$ 697
Net interest income	\$ 3,972	\$ 3,948	\$ 3,632	\$ 3,551	\$ 3,379	\$ 3,393	\$ 3,357	\$ 3,419	\$ 3,562	\$ 4,036	\$ 4,074
Provision for loan losses	\$ 555	\$ (193)	\$ (1)	\$ 83	\$ 15	\$ (10)	\$ (115)	\$ 209	\$ (117)	\$ 175	\$ 200
Noninterest income	\$ 1,227	\$ 1,256	\$ 1,258	\$ 1,297	\$ 1,171	\$ 1,283	\$ 1,264	\$ 1,278	\$ 1,129	\$ 1,183	\$ 1,220
Noninterest expense	\$ 3,896	\$ 3,845	\$ 4,044	\$ 3,701	\$ 3,691	\$ 3,864	\$ 3,988	\$ 3,713	\$ 3,538	\$ 3,774	\$ 3,740
Income tax expense	\$ 238	\$ 386	\$ 220	\$ 193	\$ 198	\$ 196	\$ 177	\$ 108	\$ 364	\$ 295	\$ 314
Net income	\$ 510	\$ 1,166	\$ 627	\$ 871	\$ 646	\$ 626	\$ 571	\$ 667	\$ 906	\$ 975	\$ 1,040
Period-end:											
Loans (net of deferred origination costs and ACL)	\$ 438,392	\$ 449,068	\$ 439,592	\$ 446,169	\$ 442,317	\$ 440,092	\$ 420,323	\$ 419,721	\$ 408,850	\$ 431,296	\$ 413,951
Assets	\$ 527,748	\$ 507,323	\$ 504,762	\$ 511,222	\$ 511,216	\$ 497,897	\$ 492,816	\$ 481,049	\$ 472,127	\$ 494,270	\$ 478,270
Deposits	\$ 464,009	\$ 444,088	\$ 439,867	\$ 449,155	\$ 443,400	\$ 427,816	\$ 427,165	\$ 412,270	\$ 414,409	\$ 418,618	\$ 402,703
Shareholders' equity	\$ 50,141	\$ 49,879	\$ 48,500	\$ 47,815	\$ 46,967	\$ 46,418	\$ 45,692	\$ 44,979	\$ 44,355	\$ 43,488	\$ 42,592
Profitability Statistics											
Return on average assets	0.40%	0.92%	0.50%	0.69%	0.51%	0.51%	0.47%	0.56%	0.75%	0.80%	0.89%
Return on average shareholders' equity	4.09%	9.47%	5.25%	7.40%	5.53%	5.44%	5.04%	5.97%	8.25%	9.06%	9.79%
Average shareholders' equity to average assets	9.67%	9.68%	9.48%	9.30%	9.25%	9.30%	9.31%	9.37%	9.09%	8.85%	9.11%
Common Stock Statistics											
Common shares outstanding	2,586,476	2,589,736	2,616,120	2,624,265	2,637,434	2,638,434	2,657,740	2,666,305	2,678,582	2,698,838	2,714,438
Book value per common share	\$ 19.39	\$ 19.26	\$ 18.54	\$ 18.22	\$ 17.81	\$ 17.59	\$ 17.19	\$ 16.87	\$ 16.56	\$ 16.11	\$ 15.69
Earnings per common share	\$ 0.20	\$ 0.45	\$ 0.24	\$ 0.33	\$ 0.24	\$ 0.24	\$ 0.21	\$ 0.25	\$ 0.34	\$ 0.36	\$ 0.38
Cash dividends declared per common share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividend payout ratio	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Regulatory Capital Ratios (Bank)											
Total Capital	13.2%	12.8%	12.8%	12.5%	12.5%	12.5%	12.9%	12.7%	12.7%	11.7%	12.4%
Common equity Tier 1 capital	11.9%	11.6%	11.5%	11.3%	11.3%	11.3%	11.6%	11.4%	11.4%	10.4%	11.1%
Tier 1 capital (to risk-weighted assets)	11.9%	11.6%	11.5%	11.3%	11.3%	11.3%	11.6%	11.4%	11.4%	10.4%	11.1%
Tier 1 capital (to adjusted total assets)	9.4%	9.5%	9.4%	9.2%	9.1%	9.2%	9.3%	9.4%	9.2%	8.8%	9.6%