

PIONEER BANKSHARES, INC.
ANNOUNCES RECORD EARNINGS
FOR YEAR END 2025

Stanley, VA, April 8, 2026 -- Pioneer Bankshares, Inc., (OTC Bulletin Board: PNBI) parent company of Pioneer Bank, is pleased to report record earnings for the year ending December 31, 2025. The company reported consolidated net income for the year ended December 31, 2025 of \$3.982 million or \$3.98 per share as compared to \$2.676 million or \$2.69 per share for the year ended December 31, 2024. The net increase in earnings for 2025, as compared to the prior year, is primarily driven by higher interest income resulting from loan growth and reduced provisions for credit losses, as well as ongoing expense controls and efficiency improvements.

Pioneer Bankshares' consolidated total assets increased to \$354.6 million as of December 31, 2025, compared to \$344.9 million at year-end 2024. Deposits grew by \$9.3 million or 3.4% during 2025, following deposit growth of \$7.9 million or 3.0% in 2024. Net loans increased by \$27.6 million or 10.5% during 2025, compared to growth of \$22.8 million or 9.5% in the prior year.

During 2025, the Company paid dividends totaling \$1.06 per share, including a fourth-quarter dividend of \$0.28 per share, representing an annualized dividend yield of approximately 3.01% based on the market price per share of PNBI stock as of the date of this release.

The Company and its bank subsidiary maintained a strong capital position, with a total consolidated capital position of \$41.7 million at December 31, 2025, and continued to be classified as well-capitalized. The Company's total number of outstanding common shares as of December 31, 2025, were 1,002,461. The Company's book value as of December 31, 2025 was \$41.62 per share compared to \$37.18 per share as of December 31, 2024.

About Pioneer Bankshares, Inc.

Pioneer Bankshares, Inc. is a one-bank holding company headquartered in Page County, Virginia. The Company's main branch and corporate office are located in Stanley, Virginia, with other branch locations in Shenandoah, Luray, Harrisonburg, Ruckersville, and Charlottesville, Virginia.

Forward-Looking Statements

This press release may contain "forward-looking statements" as defined by federal securities laws, which may involve significant risks and uncertainties. These statements address issues that involve risks, uncertainties, estimates and assumptions made by management, and actual results could differ materially from the results contemplated by these forward-looking statements. Other risk factors that could have a material adverse effect on our operations and future prospects include, but are not limited to, changes in: interest rates, general economic conditions, legislative and regulatory policies, and a variety of other matters. Readers should consider these risks and uncertainties in evaluating forward-looking statements and should not place undue reliance on such statements. We undertake no obligation to update these statements following the date of this press release.

The Company's comparative year-end financial highlights for December 31, 2025 and December 31, 2024 are included in the tables below:

FINANCIAL HIGHLIGHTS
(In thousands, except for per share information)

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Earnings Results		
Interest and dividend income	\$ 19,475	\$ 18,310
Interest expense	<u>5,527</u>	<u>6,524</u>
Net interest income	13,948	11,786
Reserve for credit losses	<u>191</u>	<u>345</u>
Net interest income after provision for credit losses	13,757	11,441
Noninterest income	1,495	1,509
Noninterest expense	<u>10,230</u>	<u>9,608</u>
Income before income taxes	5,022	3,342
Income tax expense	<u>1,040</u>	<u>666</u>
Net Income	<u>\$ 3,982</u>	<u>\$ 2,676</u>
Financial Condition		
Assets	\$ 354,626	\$ 344,916
Deposits	280,980	271,656
Loans, net of allowance for credit losses	287,703	260,088
Stockholders' Equity	41,727	37,163
Per Share Data		
Net income per share, basic and diluted	\$ 3.98	\$ 2.69
Dividends per share	1.06	1.00
Book value per share	41.62	37.18
Performance Ratios		
Return on average assets ¹	1.15%	0.76%
Return on average equity ¹	10.06%	7.51%
Dividend payout ratio	26.67%	37.27%
Average equity to average assets ¹	11.47%	10.18%

¹Ratios are based primarily on daily average balances