PIONEER BANKSHARES, INC.
REPORTS STRONG FINANCIAL RESULTS FOR
THE NINE MONTHS ENDED SEPTEMBER 30, 2026

"PIONEER BANK RANKED #3 FOR PERFORMANCE IN VIRGINIA"

STANLEY, VIRGINIA - NOVEMBER 10, 2026 - Pioneer Bankshares, Inc. (OTCID Market: PNBI) (the "Company"), the bank holding company for Pioneer Bank (the "Bank"), reported unaudited consolidated net income of $6.3 million, or $6.28 per basic and diluted share, for the nine months ended September 30, 2026, compared with $3.0 million, or $3.04 per basic and diluted share, for the same period in 2025. Net income increased $3.3 million, or 107.4%, year over year.

- **Net Interest Income:** increased 22.2% to $12.4 million.
- **Balance Sheet:** assets increased 5.6%, deposits 4.8% and gross loans 2.9%.
- **Capital:** stockholders' equity increased 15.5% to $47.0 million; book value reached $46.69 per share.
- **Bank Recognition:** Bank Performance Report ranked the Bank third among the 56 banks headquartered in Virginia for financial strength and performance as of September 30, 2026.

Earnings Performance

The year-over-year increase in net income reflected higher net interest income, a nonrecurring pre-tax gain of approximately $2.4 million recognized in the second quarter from the sale of an investment in Bearing Insurance, and a lower credit-loss provision.

Interest and dividend income increased $2.1 million, or 14.3%, to $16.4 million, while interest expense decreased $201,000, or 4.8%, to $4.0 million. As a result, net interest income increased $2.3 million, or 22.2%, to $12.4 million for the first nine months of 2026, compared with $10.2 million for the same period in 2025.

The Company recorded a $46,000 provision benefit for the nine months ended September 30, 2026, compared with provision expense of $304,000 for the same period in 2025.

Noninterest income was $3.3 million, compared with $1.2 million for the first nine months of 2025, and included the approximately $2.4 million Bearing Insurance gain. Noninterest expense was $7.8 million, compared with $7.3 million for the prior-year period. Reported return on assets was 2.06%, compared with 1.16%, and reported return on equity was 15.99%, compared with 9.85%.

Bank Recognition

According to Bank Performance Report, Pioneer Bank, the Company's banking subsidiary, was ranked third among Virginia banks for financial strength and performance as of September 30, 2026. The ranking applies to the Bank, not to the consolidated holding company.

Balance Sheet, Capital and Shareholder Data

Consolidated assets were $365.0 million at September 30, 2026, an increase of $19.4 million, or 5.6%, from $345.7 million one year earlier. Deposits increased $13.4 million, or 4.8%, to $294.1 million. Gross loans increased $8.2 million, or 2.9%, to $286.3 million, while loans net of the allowance for credit losses were $283.8 million, compared with $275.5 million at September 30, 2025. Investment securities increased $13.4 million, or 28.1%, to $61.0 million.

Stockholders' equity increased $6.3 million, or 15.5%, to $47.0 million at September 30, 2026. Book value per share was $46.69, compared with $40.64 one year earlier. The Company had 1,006,581 common shares outstanding at September 30, 2026.

The Company paid a third-quarter cash dividend of $0.28 per share in September 2026, bringing dividends paid during the first nine months of 2026 to $0.84 per share, compared with $0.78 per share for the same period in 2025.

FINANCIAL HIGHLIGHTS

Unaudited; dollars in thousands, except per-share data and ratios

Earnings Results *Nine months ended 9/30/26*

	2026	2025
Interest and dividend income	$16,393	$14,338
Interest expense	3,987	4,188
Net interest income	**12,406**	**10,150**
Provision for credit losses (benefit)	(46)	304
Net interest income after credit-loss provision	12,452	9,846
Noninterest income	3,313	1,228
Noninterest expense	7,790	7,250
Income before income taxes	7,975	3,824
Income tax expense	1,655	777
Net income	**$6,320**	**$3,047**
Net income per share, basic and diluted	**$6.28**	**$3.04**
Return on assets	2.06%	1.16%
Return on equity	15.99%	9.85%

Financial Condition and Shareholder Data *At 9/30/26, except dividends per share*

	2026	2025
Total assets	$365,035	$345,650
Deposits	294,070	280,685
Gross loans	286,337	278,168
Loans, net of allowance	283,808	275,523
Investment securities	60,977	47,597
Stockholders' equity	**46,994**	**40,686**
Book value per share	$46.69	$40.64
Dividends per share - nine months ended	$0.84	$0.78

Source: Company unaudited consolidated financial statements and financial ratio report as of and for the nine months ended September 30, 2026. Amounts may not sum due to rounding.

About Pioneer Bankshares, Inc.

Pioneer Bankshares, Inc. is a bank holding company headquartered in Stanley, Virginia. The Company conducts its primary banking activities through Pioneer Bank, its banking subsidiary. The Bank provides commercial and consumer banking services to customers in its Virginia markets.

Forward-Looking Statements

This release may contain forward-looking statements that are not historical facts. These statements reflect current expectations and assumptions and are subject to risks and uncertainties that could cause actual results to differ materially. Risks include changes in interest rates and funding costs; economic conditions; credit quality and the allowance for credit losses; deposit levels, mix and pricing; loan demand; competition; liquidity; cybersecurity and operational risks; and legislative, regulatory or accounting developments. Forward-looking statements speak only as of the date made. The Company undertakes no obligation to update them, except as required by law.