

## **PIONEER BANKSHARES, INC. ANNOUNCES**

### **EARNINGS AS OF JUNE 30, 2025**

Stanley, VA, August 11, 2025 -- Pioneer Bankshares, Inc., (OTC Bulletin Board: PNBI) parent company of Pioneer Bank, reported unaudited consolidated year-to-date net income as of June 30, 2025 was \$2.0 million or \$1.99 per share as compared to \$1.2 million or \$1.25 per share for the first six months of 2024. The net increase in earnings for the first half of 2025 as compared to the first half of the prior year is primarily attributed to increased interest income due to the growth in the loan portfolio, reduced interest expense, and reductions in certain operational expenses over the same period last year.

Pioneer Bank, the Company's subsidiary, increased loans by \$4.4 million or 1.68% during the first half of 2025 and deposits by \$2.7 million or 1.01% since December 31, 2024.

The Company issued a 2025 2<sup>nd</sup> quarter dividend payment of \$0.25 per share, which brings the year-to-date dividend total paid to \$0.50 a share. This dividend payment represents an annualized yield and return to investors of 3.58% based on the market price per share of PNBI stock as of the date of this release.

The Company and its bank subsidiary continue to maintain a strong capital position and are classified as well-capitalized with total consolidated capital of \$39.6 million. The Company's total number of outstanding common shares as of June 30, 2025, were 1,002,019. The Company's book value per share is \$39.47 as of June 30, 2025.

#### **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. Additionally, the bank operates a small Business Banking Center in Harrisonburg, VA, which primarily services commercial loans for business clients. The bank also operates a small finance company known as Valley Finance Services, a division of Pioneer Bank, which specializes in consumer lending.

#### **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 quarter-end financial highlights are included in the tables below:

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

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
<b>Earnings Results</b>		
Interest and dividend income	\$ 9,505	\$ 8,936
Interest expense	<u>2,843</u>	<u>3,240</u>
Net interest income	6,662	5,696
Provision for loan losses	<u>154</u>	<u>158</u>
Net interest income after provision for loan losses	6,508	5,538
Noninterest income	815	758
Noninterest expense	<u>4,817</u>	<u>4,835</u>
Income before income taxes	2,506	1,461
Income tax (benefit) expense	<u>509</u>	<u>218</u>
Net Income	<u><u>\$ 1,997</u></u>	<u><u>\$ 1,243</u></u>
<b>Financial Condition</b>		
Assets	\$ 338,099	\$ 357,392
Deposits	274,392	269,069
Loans, net of allowance	264,456	255,762
Stockholders' Equity	39,551	35,556
<b>Per Share Data</b>		
Net income per share, basic and diluted	\$ 1.99	\$ 1.25
Dividends per share	0.50	0.50
Book value per share	39.47	35.65
<b>Performance Ratios</b>		
Return on assets	1.15%	0.67%
Return on equity	9.81%	6.75%