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BEO Bancorp

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BEO Bancorp Reports 3rd Quarter Earnings

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Heppner, Oregon, (October 7, 2026) BEO Bancorp (OTCBB:BEOB) and its subsidiary, Bank of Eastern Oregon, announced 3rd quarter 2026 consolidated net income of \$4.13 million or \$1.68 per share, compared to \$3.64 million or \$1.49 per share during the same period in 2025. Total assets were \$928.9 million, up 2.2% year over year; Net loans of \$672.9 million show an increase of 10.1% from last year; Deposits were at \$797.4 million, down 0.4% compared to the same period in 2024. Shareholders' equity is \$104.6 million, an increase of 10.7% year over year.

"As an ag based community bank, third quarter is typically our peak borrowing season. This year was no different. Along with strong third quarter performance, our year-to-date results show net income of \$12.97 million, 11.2% higher than YTD 3Q2025," said President and CEO Jeff Bailey.

Chief Financial Officer Mark Lemmon said, "Our securities portfolio is down 6.8% year over year. The maturing securities have been used to fund our growing loan portfolio. For the quarter, annualized Return on Average Assets is 1.77% and Return on Average Equity is 15.92%, both factors well above peer group and 2025 results."

Chief Operations Officer Becky Kindle said, "Deposits levels are similar to last year and typical for this time of year. We expect deposits to increase through the remainder of the year as government payments come in for our ag producers, along with municipal deposits associated with property tax season. As we move into the fourth quarter, we want to thank our customers for their continued trust and confidence in our staff. We are committed to assisting customers with all of their banking needs and appreciate the opportunity to serve them and our communities."

"Our increased loan volume is mostly attributed to growth in agricultural loans in our existing markets. While wheat yields throughout the Columbia Basin were above average, low prices and high input costs have led to more credit usage and tighter margins for growers. Cattle markets are down from summertime highs but are comparable to last year at this time. Hay producers are seeing much better prices than last year, which should increase their revenues. The Farm bill has not been finalized which has been extremely frustrating for our customers," said Chief Lending Officer John Qualls.

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Chief Credit Officer Ed Rollins added, “The quality of our loan portfolio remains good, even though margins remain tight for many of our ag producers.”

In conclusion, Bailey said, “The Fed raised rates at its’ September FOMC meeting. Their actions over the remainder of the year will be data dependent. The war in Iran continues as does related volatility in fuel markets and the increased costs for any items that are transportation or oil dependent. On the political front midterm elections are upon us and the results of those elections will set the course for the next few years.”

About BEO Bancorp

BEO Bancorp is the holding company for Bank of Eastern Oregon, which operates twenty-two branches and two loan production offices in eleven eastern Oregon, four eastern Washington, and one western Idaho counties. Branch locations include Arlington, Ione, Heppner, Condon, Irrigon, Boardman, Burns, John Day, Prairie City, Fossil, Moro, Enterprise, Athena, Hermiston, LaGrande, and Pendleton OR; Colfax, Dayton, LaCrosse, Pasco, and Pomeroy WA; and Caldwell, ID. Loan production offices are located in Ontario, and Madras, OR and Sheridan, MT. Bank of Eastern Oregon also operates a mortgage division and operates the Washington locations under the name of Bank of Eastern Washington. The bank’s website is <https://www.beobank.com/>.

Forward-Looking Statements

The statements contained in this release that are not historical facts are forward-looking statements based upon management’s current expectations and beliefs concerning future developments and their potential effect on BEO Bancorp. There can be no assurances that future developments affecting BEO Bancorp will be the same as those anticipated by management.

Actual results may differ from those projected in the forward-looking statements. These forward-looking statements involve risks and uncertainties. These risks and uncertainties include, but are not limited to:

- (1) Competitive pressures in the banking and financial industries.
- (2) Changes in interest rate environment.
- (3) General economic conditions, nationally, regionally, and in operating markets.
- (4) Changes in regulatory environment.
- (5) Changes in business conditions and inflation.
- (6) Changes in securities markets.
- (7) Future credit loss experience.