First National Bank

You. First. Always.

November 2, 2026

Dear Shareholders and Friends:

Election season is upon us and—thankfully—will soon be behind us, and I look forward to going back to dealing with a "normal" amount of daily spam texts and phone calls! This election cycle coupled with the conflict in Iran, higher fuel prices, a new Fed Chair, and a constant stream of news in the stock market surrounding AI might lead one to believe it's a difficult time to operate profitably in banking. However, a key factor working in the industry's favor is the lack of volatility in interest rates over the last 2 years. While overall rates have fluctuated and long-term rates have trickled up this year, the rate the Federal Reserve controls has been stable, and that stability has allowed First National Bank to remain focused on our mission of Improving Lives, strengthen our balance sheet, and maintain healthy growth while simultaneously improving profitability.

Financially, the Bank continues to see positive trends in several key areas. Net interest margin has improved steadily due to a combination of factors including loans repricing higher, new loan originations at higher average rates, stable funding costs, and securities we've been able to reinvest in higher yielding assets as they mature. The net effect is a margin that has improved from 3.63% to 4.12% year over year, and all the way from 3.07% as of 9/30/2024. Non-interest income has also improved by 5.4% year over year due in large part to an excellent year of mortgage production. Our home loan team started the year strong by taking advantage of lower interest rates and utilizing the Federal Home Loan Bank's Welcome Home program for 1st time homebuyers, and then the team carried that momentum forward through the 3rd quarter in spite of interest rates moving higher as the year progressed. Overall, the Bank's net income is up 87.5% to $2.094 million year to date compared to $1.117 million a year ago. Return on Equity continues to move in the right direction and has improved from 8.01% to 13.17% year over year and now exceeds the average ROE of our peer banks. Moving to the Bank's balance sheet, assets are up 6.9% to $304.8 million year over year. Loan balances have grown 5.8% to $200.4 million and deposits are up 6.9% to $280.6 million over the same period.

Our team continues to be committed to our Bank Mission of "Improving Lives Through Community Banking" and they are positively impacting the markets we serve in a variety of ways. Specifically, on November 5th, the Findlay West team at Trenton Avenue will be holding a "Donut and Donate" event to benefit the Coats for Christmas charity. If you're in the area, stop by the branch to donate a new pair of socks and enjoy a donut.

In shareholder news, the book value and market price for our stock have increased by 9.3% and 7.0% respectively year over year as of 9/30/2026. If you are interested in buying or selling Pandora Bancshares, Inc. stock, please contact our market maker Jennifer McFarland with Community Banc Investments, Inc. at jennifer@cbibankstocks.com or 800-224-1013, or touch base with Heather Taviano at htaviano@e-fnb.com or 567-336-0237. If at any time you would like to view past Shareholder letters, Annual reports, or current stock bid and ask prices, these are available at www.e-fnb.com under the Investment tab. If you have any other questions, feel free to contact me at 567-242-2834 or bmatthews@e-fnb.com.

Bank Directors, Management and Staff are enthusiastic about the future of First National Bank, and we will continue to work diligently to increase shareholder value and meet our mission. We thank you for your investment, your support, and your referrals. Respectfully,

Brendon Matthews
President and CEO
First National Bank

Pandora Bancshares, Inc.
and Subsidiary

Financial Information (unaudited) (dollars in thousands, except share data)	Nine Months Ended Sep 30, 2026	Nine Months Ended Sep 30, 2025
CONDENSED STATEMENT OF INCOME		
Interest Income	$11,889	$10,641
Interest Expense	3,538	3,659
Net Interest Income	8,351	6,982
Provision (credit) for loan losses	250	265
Net interest income after provision for loan losses	8,101	6,717
Non-interest income	1,170	957
Non-interest expenses	6,876	6,523
Income before income taxes	2,394	1,150
Provision (credit) for income taxes	300	33
Net income	$2,094	$1,117
Average common shares outstanding	254,238	253,532
PER COMMON SHARE		
Net income	$8.24	$4.41
Book value	$86.02	$79.31
Book value excluding unrealized gain (loss)	$97.87	$89.59
Closing bid price	$96.60	$90.20
Closing ask price	$101.40	$94.75
FINANCIAL RATIOS		
Return on average assets	0.97%	0.55%
Return on average equity	13.17%	8.01%
Net interest margin	4.12%	3.63%
Efficiency ratio	72.23%	82.17%
Loans to deposits	71.42%	72.13%
Allowance for loan losses to loans	1.31%	1.24%
PERIOD END BALANCES		
	As of Sep 30, 2026	As of Sep 30, 2025
Assets	$304,816	$285,079
Loans - net of allowance	$200,381	$189,399
Deposits	$280,550	$262,562
Shareholders' equity	$21,870	$20,109
Common shares outstanding	254,434	253,348