AgWest FARM CREDIT

2026 Quarterly Report

September 30, 2026

Quarterly Report
September 30, 2026
AgWest Farm Credit, ACA

Management's Discussion and Analysis of Financial Condition and Results of Operations

The following commentary is a review of the consolidated financial condition and results of operations of AgWest Farm Credit, an Agricultural Credit Association (ACA) and its wholly-owned subsidiaries (collectively referred to as AgWest) for the three and nine months ended September 30, 2026. These comments should be read in conjunction with the unaudited consolidated financial statements and related notes included in this report, as well as the 2025 AgWest Annual Report to Stockholders. Dollar amounts are in thousands unless otherwise stated.

Effective January 1, 2023, Farm Credit West, ACA (Farm Credit West) and its PCA and FLCA subsidiaries merged with and into Northwest Farm Credit Services, ACA (the continuing association) and its respective PCA and FLCA subsidiaries (Northwest FCS). Northwest FCS acquired 100 percent of the assets and liabilities of Farm Credit West. In connection with the merger, Northwest FCS and its PCA and FLCA subsidiaries changed their names to AgWest Farm Credit, ACA, AgWest Farm Credit, PCA and AgWest Farm Credit, FLCA, respectively.

AgWest and its predecessors' quarterly and annual reports to stockholders may be obtained free of charge on AgWest's website, www.AgWestFC.com, or upon request at AgWest Farm Credit, ACA, P.O. Box 2515, Spokane, Washington 99220-2515, by telephone at (509) 340-5300, or toll free at (866) 552-9172. Additionally, the financial condition and results of operations of CoBank, ACB (CoBank), may materially affect the risk associated with stockholder investments in AgWest. Stockholders of AgWest may obtain copies of CoBank's financial statements free of charge by accessing CoBank's website, www.cobank.com, or upon request at AgWest.

The consolidated financial statements were prepared under the oversight of the Audit Committee.

Forward-Looking Statements

Certain statements contained in this report that are not historical facts are forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties, and assumptions that are difficult to predict. Words such as "believes," "could," "estimates," "anticipates," "may," "should," "will," or other variations of these terms or similar expressions are intended to identify forward-looking statements. These statements are based on assumptions and analyses made in light of experience, historical trend, current conditions and expected future developments. However, actual results and developments may differ materially from AgWest's expectations and predictions due to a number of risks and uncertainties that are beyond its control. These risks and uncertainties include, but are not limited to risks and uncertainty associated with the evolving domestic and international political environment, government trade policies in the United States and other countries, international territorial disputes, fluctuations in the economy, the relative strengths and weaknesses in the agricultural credit sectors and real estate market, the actions taken by the Federal Reserve in implementing monetary policy and merger integration. Readers are cautioned not to place undue reliance on these forward-looking statements. AgWest will not update any forward-looking statements to reflect events or circumstances arising after they are made.

Results of Operations

Net income for the three months ended September 30, 2026, was $201.4 million compared to $209.1 million for the same period of the prior year. The decrease between the three month comparative period was primarily due to an increase in Noninterest expense and a decrease in Noninterest income, partially offset by an increase in Net interest income and a decrease in the Provision for credit losses. Net income for the nine months ended September 30, 2026, was $549.9 million compared to $570.2 million for the same period of the prior year. The decrease for the nine month comparative periods was primarily due to increases in Noninterest expense and the Provision for credit losses, partially offset by increases in Net interest income and Noninterest income.

Net interest income was $246.8 million for the three months ended September 30, 2026, compared to $244.9 million for the same period of the prior year. Net interest income was $729.4 million for the nine months ended September 30, 2026, compared to $705.8 million for the same period of the prior year. The increase in Net interest income for the three and nine months ended comparative periods is presented in the following tables:

Change between the three months ended September 30, 2026 and 2025	*Change in income/expense*	*Change in rate*	*Change in volume*
Interest income on total loans	$ (25,705)	$ (41,753)	$ 16,048
Interest income on investment securities	5,336	1,049	4,287
Total interest income	**$ (20,369)**	**$ (40,704)**	**$ 20,335**
Total interest expense	22,318	34,772	(12,454)
Net interest income	**$ 1,949**	**$ (5,932)**	**$ 7,881**

Change between the nine months ended September 30, 2026 and 2025	*Change in income/expense*	*Change in rate*	*Change in volume*
Interest income on total loans	$ (49,486)	$ (111,625)	$ 62,139
Interest income on investment securities	15,879	2,262	13,617
Total interest income	**$ (33,607)**	**$ (109,363)**	**$ 75,756**
Total interest expense	57,257	104,526	(47,269)
Net interest income	**$ 23,650**	**$ (4,837)**	**$ 28,487**

Net interest margin is a measure of the interest earned on assets compared to interest paid on interest-bearing liabilities. Information regarding the average daily balances and average rates earned and paid are presented in the following tables:

For the three months ended September 30,	*2026*	*2025*
Net interest income	$ 246,833	$ 244,884
Average balances:		
Total loans	$ 32,802,003	$ 31,856,639
Investment securities	2,609,125	2,159,694
Average interest earning assets	**$ 35,411,128**	**$ 34,016,333**
Note payable to CoBank, ACB	$ 29,227,058	$ 28,137,619
Advanced conditional payments and other interest bearing liabilities	848,468	791,379
Average interest bearing liabilities	**$ 30,075,526**	**$ 28,928,998**
Net interest margin	2.77%	2.86%

For the nine months ended September 30,	*2026*	*2025*
Net interest income	$ 729,418	$ 705,768
Average balances:		
Total loans	$ 32,765,607	$ 31,523,789
Investment securities	2,549,513	2,067,324
Average interest earning assets	**$ 35,315,120**	**$ 33,591,113**
Note payable to CoBank, ACB	$ 29,213,552	$ 27,820,812
Advanced conditional payments and other interest bearing liabilities	815,072	746,151
Average interest bearing liabilities	**$ 30,028,624**	**$ 28,566,963**
Net interest margin	2.76%	2.81%

During the three and nine months ended September 30, 2026, there were Provision for credit losses of $2.4 million and $76.1 million, respectively. These are compared to Provision for credit losses of $12.2 million and $70.6 million for the three and nine months ended September 30, 2025, respectively. The increase for the nine month comparative periods was primarily due to a decline in credit quality. The allowance for credit losses (ACL) is comprised of the Allowance for loan losses (ALL) and the reserve for unfunded commitments, which is presented on the Consolidated Balance Sheets in Other liabilities. Refer to Note 3 to the consolidated financial statements for additional discussion on the provision and allowance for credit losses.

Noninterest income for the three months ended September 30, 2026 and 2025, was $73.4 million and $78.7 million, respectively, a decrease of $5.2 million. Noninterest income for the nine months ended September 30, 2026 and 2025, was $234.6 million and $229.7 million, respectively, an increase of $4.9 million. The decrease in Noninterest income between the three month comparative periods was primarily due to a decrease in Financially related services, partially offset by an increase in Loan and other fees. The increase in Noninterest income between the nine month comparative periods was primarily due to an increase in Other noninterest income, as a result of the $16.9 million FCSIC refund received in 2026 compared to the $5.8 million FCSIC refund received in 2025 and an increase in Loan and other fees, partially offset by decreases in Financially related services and Patronage.

Noninterest expense for the three months ended September 30, 2026 and 2025, was $115.6 million and $103.0 million, respectively, an increase of $12.6 million. Noninterest expense for the nine months ended September 30, 2026 and 2025, was $337.9 million and $295.2 million, respectively, an increase of $42.7 million. The increase in Noninterest expense for the three and nine month comparative periods was primarily due to increases in Information technology services, Salaries and employee benefits and Other noninterest expenses.

Financial Condition

Loan Portfolio

Loans by type are presented in the following table:

	September 30, 2026	*December 31, 2025*	*Change*
Production agriculture:			
Real estate mortgage	$ 15,177,106	$ 15,041,820	$ 135,286
Production and intermediate-term	8,263,243	9,002,674	(739,431)
Agribusiness:			
Processing and marketing	4,546,066	4,348,449	197,617
Loans to cooperatives	1,084,699	996,337	88,362
Farm-related business	1,002,279	1,100,726	(98,447)
Rural infrastructure:			
Energy	1,310,746	1,124,635	186,111
Communications	994,756	914,998	79,758
Water and waste disposal	247,378	193,727	53,651
Rural residential real estate	168,927	182,388	(13,461)
Financing leases	165,457	195,439	(29,982)
Other	143,151	143,537	(386)
Total	**$ 33,103,808**	**$ 33,244,730**	**$ (140,922)**

The following table shows the primary agricultural commodities produced by AgWest members based on the Standard Industrial Classification System (SIC) published by the federal government. This system is used to assign commodity or industry categories based on the primary business of the customer. Further diversification exists within the identified commodities as most member operations produce more than one commodity.

	September 30, 2026	*December 31, 2025*
Tree nuts	11.0%	11.8%
Dairy	11.0%	12.2%
Cattle and livestock	9.4%	9.2%
Agricultural processing	8.1%	7.9%
Tree fruit	7.1%	7.4%
Grains	7.1%	7.2%
Forest products	6.8%	6.3%
Wine/Vineyard	5.9%	6.1%
Agricultural services	4.8%	4.7%
Other concentrations in aggregate	28.8%	27.2%
Total	**100.0%**	**100.0%**

Agricultural processing includes the processing and preparation of agricultural products to be suitable for the market and consumption. Agricultural services includes equipment and input supply providers, ensuring the health and productivity of crops and livestock, and facilitation of the efficient production and distribution of food and other agricultural products.For additional information on the industries served by AgWest, visit Industry Insights in the Education and Resources section of www.AgWestFC.com.

Nonperforming assets consist of nonaccrual loans, accrual loans 90 days or more past due, and other property owned. A summary of nonperforming assets is presented in the following table:

	September 30, 2026	*December 31, 2025*
Nonperforming assets:		
Nonaccrual loans	$ 690,243	$ 674,405
Accrual loans 90 days or more past due	92,466	37,958
Other property owned, net	22,705	4,530
Total nonperforming assets	**$ 805,414**	**$ 716,893**

Total nonperforming assets at September 30, 2026, increased by $88.5 million compared to December 31, 2025. Nonaccrual loans increased by $15.8 million. The increase as compared to year-end is primarily due to transfers to nonaccrual and disbursements, partially offset by repayments, net charge-offs and transfers to Other property owned. Accrual loans 90 days or more past due increased by $54.5 million from December 31, 2025. These past due loans were believed to be fully collectible and are actively managed. The status of these loans will continue to be assessed until they are paid off, brought current, or a restructuring action has been finalized. Other property owned, net increased by $18.2 million compared to December 31, 2025. The increase compared to year-end is primarily due to transfers into other property owned, partially offset by the sale of two existing properties and a $1.0 million valuation allowance on an existing property during the year.

The ACL at September 30, 2026, was $277.0 million compared to $232.5 million at December 31, 2025. The increase as compared to year-end is primarily due to a decline in credit quality. For additional information, refer to Note 1 and Note 3 to the consolidated financial statements.

At September 30, 2026, Patronage receivable decreased by $70.7 million compared to December 31, 2025, as a result of the receipt of prior year patronage, partially offset by accruals recorded related to the estimate of Patronage receivable for 2026.

At September 30, 2026, Patronage payable decreased by $105.3 million compared to December 31, 2025, as a result of the disbursement of prior year patronage, partially offset by accruals recorded related to the estimate of Patronage payable for 2026.

Liquidity, Investment Securities and Funding Source

The primary source of AgWest liquidity and funding is a direct loan from CoBank that is reported as a Note payable to CoBank, ACB in the Consolidated Balance Sheets. The funding arrangement is governed by the General Financing Agreement. AgWest is currently in compliance with this agreement, including repayment, pursuant to the terms and conditions of each debt obligation to CoBank and does not foresee issues with obtaining funding or maintaining liquidity and sensitivity requirements. At September 30, 2026, AgWest's Note payable to CoBank, ACB was $29.5 billion which is net of $162.5 million in remaining unamortized net discounts related to the merger. For additional information, refer to Note 1 to the consolidated financial statements.

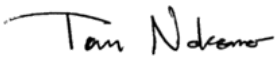
AgWest has two secondary sources of liquidity and funding, with the first being a liquidity investments portfolio managed by AgWest. The liquidity investments portfolio holds investment securities primarily to maintain a liquidity reserve and to assist with interest rate risk management. In accordance with Board-approved policies, AgWest purchases high credit quality investment securities to ensure the investment portfolio is readily marketable and available to serve as a source of liquidity in the event of disruption to AgWest's normal funding sources. Additional investment securities information is in Note 1 and Note 2 to the consolidated financial statements. AgWest's other secondary source of liquidity and funding is through an uncommitted federal funds line of credit with Wells Fargo Bank, N.A. The amount available through this line is $125.0 million and is intended to provide liquidity for disaster recovery or other emergency situations. At September 30, 2026, no balance was outstanding on this line of credit.

Certification

The undersigned certify that they have reviewed this report and it has been prepared in accordance with all applicable statutory or regulatory requirements and that the information contained herein is true, accurate and complete to the best of their knowledge and belief. There were no material changes in the internal control over financial reporting during the three and nine months ended September 30, 2026.



Bill Perry
President and CEO
November 6, 2026



Tom Nakano
Chief Financial Officer
November 6, 2026



Mark A. Cook
Chair of the Board
November 6, 2026

AgWest Farm Credit, ACA

Consolidated Balance Sheets

(dollars in thousands) (unaudited)

	September 30, 2026	*December 31, 2025*
ASSETS		
Cash	$ 37,202	$ 58,326
Investment securities	2,596,723	2,378,212
Loans	33,103,808	33,244,730
Less: allowance for loan losses	253,000	210,000
Net loans	32,850,808	33,034,730
Accrued interest receivable	477,729	420,820
Investment in CoBank, ACB	956,764	949,645
Patronage receivable	160,413	231,104
Investment in other Farm Credit System entities	37,392	38,168
Premises and equipment, net	145,343	139,079
Other assets	252,422	228,542
Total assets	$ 37,514,796	$ 37,478,626
LIABILITIES		
Note payable to CoBank, ACB	$ 29,515,023	$ 29,578,275
Advance conditional payments and other interest bearing liabilities	910,438	781,997
Accrued interest payable	162,762	166,258
Patronage payable	323,854	429,200
Other liabilities	142,780	165,110
Total liabilities	31,054,857	31,120,840
MEMBERS' EQUITY		
Capital stock and participation certificates	39,217	39,106
Less: capital stock and participation certificates receivable	(39,217)	(39,106)
Additional paid-in-capital	2,149,282	2,149,282
Accumulated other comprehensive (loss) income	(106,950)	17,178
Unallocated retained earnings	4,417,607	4,191,326
Total members' equity	6,459,939	6,357,786
Total liabilities and members' equity	$ 37,514,796	$ 37,478,626

The accompanying notes are an integral part of these consolidated financial statements.

AgWest Farm Credit, ACA

Consolidated Statements of Income and Comprehensive Income

(dollars in thousands) (unaudited)

	For the three months ended September 30,		For the nine months ended September 30,	
	2026	2025	2026	2025
NET INTEREST INCOME				
Interest income	$ 541,000	$ 561,369	$ 1,602,182	$ 1,635,789
Interest expense	294,167	316,485	872,764	930,021
Net interest income	246,833	244,884	729,418	705,768
Provision for credit losses	2,352	12,153	76,092	70,566
Net interest income after provision for credit losses	244,481	232,731	653,326	635,202
NONINTEREST INCOME				
Patronage	54,494	54,713	159,619	163,007
Loan and other fees	10,071	8,879	30,197	26,487
Financially related services	3,812	9,786	15,124	22,382
Other noninterest income	5,065	5,284	29,636	17,801
Total noninterest income	73,442	78,662	234,576	229,677
NONINTEREST EXPENSE				
Salaries and employee benefits	58,647	53,812	172,708	159,387
Information technology services	24,653	20,375	71,879	56,012
Insurance fund premiums	6,588	6,408	19,883	19,077
Occupancy and equipment	4,558	4,356	13,576	12,308
Other noninterest expenses	21,153	18,022	59,853	48,401
Total noninterest expense	115,599	102,973	337,899	295,185
Income before income taxes	202,324	208,420	550,003	569,694
Provision for (benefit from) income taxes	924	(671)	145	(467)
Net income	$ 201,400	$ 209,091	$ 549,858	$ 570,161
OTHER COMPREHENSIVE INCOME				
Net pension adjustment	$ —	$ —	$ (11)	$ (5)
Net change in unrealized (losses) gains on investment securities	(83,343)	7,283	(124,117)	45,131
Other comprehensive (loss) income	(83,343)	7,283	(124,128)	45,126
Total comprehensive income	$ 118,057	$ 216,374	$ 425,730	$ 615,287

The accompanying notes are an integral part of these consolidated financial statements.

AgWest Farm Credit, ACA

Consolidated Statements of Changes in Members' Equity

(dollars in thousands) (unaudited)

	Capital stock and participation certificates and receivable	*Unallocated retained earnings*	*Additional paid-in-capital*	*Accumulated other comprehensive income (loss)*	*Total members' equity*
Balance at December 31, 2024	$ —	$ 3,838,000	$ 2,149,282	$ (32,317)	$ 5,954,965
Comprehensive income	—	570,161	—	45,126	615,287
Capital stock and participation certificates issued	2,351	—	—	—	2,351
Capital stock and participation certificates retired	(1,967)	—	—	—	(1,967)
Less: capital stock and participation certificates receivable	(384)	—	—	—	(384)
Patronage	—	(323,240)	—	—	(323,240)
Balance at September 30, 2025	**$ —**	**$ 4,084,921**	**$ 2,149,282**	**$ 12,809**	**$ 6,247,012**
Balance at December 31, 2025	$ —	$ 4,191,326	$ 2,149,282	$ 17,178	$ 6,357,786
Comprehensive income	—	549,858	—	(124,128)	425,730
Capital stock and participation certificates issued	2,346	—	—	—	2,346
Capital stock and participation certificates retired	(2,235)	—	—	—	(2,235)
Less: capital stock and participation certificates receivable	(111)	—	—	—	(111)
Patronage	—	(323,577)	—	—	(323,577)
Balance at September 30, 2026	**$ —**	**$ 4,417,607**	**$ 2,149,282**	**$ (106,950)**	**$ 6,459,939**

The accompanying notes are an integral part of these consolidated financial statements.

NOTE 1 – Organization and Significant Accounting Policies

Organization

A description of the organization and operations of AgWest Farm Credit, ACA (AgWest), the significant accounting policies followed, and the financial condition and results of operations for the year ended December 31, 2025, are contained in the 2025 AgWest Annual Report to Stockholders. These unaudited results for the three and nine months ended September 30, 2026, should be read in conjunction with the 2025 AgWest Annual Report to Stockholders.

The accompanying unaudited financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and prevailing practices within the financial services industry for interim financial information. Accordingly, they do not include all of the disclosures required by GAAP for annual financial statements.

In the opinion of management, the unaudited financial information is complete and reflects all adjustments, consisting of normal recurring adjustments, necessary for the fair statement of results for the interim period. The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The Consolidated Statements of Income and Comprehensive Income for interim periods are not necessarily indicative of the results to be expected for the full year ending December 31, 2026. Descriptions of the significant accounting policies are included in the 2025 AgWest Annual Report to Stockholders and remain unchanged unless otherwise noted in this report. In the opinion of management, these policies and the presentation of the interim financial condition and results of operations conform with GAAP and prevailing practices within the financial services industry.

Effective January 1, 2023, Farm Credit West, ACA (Farm Credit West) and its PCA and FLCA subsidiaries merged with and into Northwest Farm Credit Services, ACA (the continuing association) and its respective PCA and FLCA subsidiaries (Northwest FCS). Northwest FCS acquired 100 percent of the assets and liabilities of Farm Credit West. In connection with the merger, Northwest FCS and its PCA and FLCA subsidiaries changed their names to AgWest Farm Credit, ACA, AgWest Farm Credit, PCA and AgWest Farm Credit, FLCA, respectively. The merger was accounted for as a business combination using the acquisition method of accounting. Pursuant to these rules, AgWest acquired the assets and assumed the liabilities of Farm Credit West at their acquisition-date fair value.

Principles of Consolidation

The consolidated financial statements present the financial results of AgWest Farm Credit, ACA and its subsidiaries AgWest Farm Credit, FLCA and AgWest Farm Credit, PCA. All intercompany transactions and balances have been eliminated in consolidation.

Recently Issued or Adopted Accounting Pronouncements

In December 2025, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2025-11 Interim Reporting (Topic 270): Narrow-Scope Improvements. The update provides narrow-scope improvements to interim reporting guidance (ASC 270) to enhance clarity, navigability and completeness of interim financial statements and disclosures, without fundamentally changing reporting requirements. Key changes include clarifying who is subject to ASC 270, adding comprehensive lists of required disclosures for other Codification topics and establishing a principle to disclose events since the end of the last annual reporting period that have a material impact on the entity. The standard is effective for public business entities for interim reporting periods beginning after December 15, 2027, and for other entities after December 15, 2028, with early adoption permitted. AgWest is currently evaluating the potential impact of adoption on the Association’s financial condition, results of operations and cash flows.

In November 2025, the FASB issued ASU 2025-09 Derivatives and Hedging (Topic 815): Hedge Accounting Improvements. The amendment simplifies hedge accounting by allowing broader grouping of forecasted transactions with "similar risk exposure" (not identical), provides a new model for hedging "choose-your-rate" debt, expanding nonfinancial component hedging and clarifying the use of net written options as instruments, aiming to reduce complexity and better align accounting with actual risk management. The standard is effective for public business entities for annual periods (including interim periods within those annual periods) starting after December 15, 2026, and for other entities a year later (after December 15, 2027), with early adoption permitted. AgWest is currently evaluating the potential impact of adoption on the Association's financial condition, results of operations and cash flows.

In November 2025, the FASB issued ASU 2025-08 Financial instruments-Credit Losses (Topic 326)-Purchased Loans. The amendment simplifies accounting for purchased loans by expanding the "gross-up" method to "purchased seasoned loans" (PSLs). This eliminates Day 1 credit loss expense for most acquired loans, improves comparability and reduces earnings volatility by creating a more consistent accounting approach similar to that used for previously purchased credit-deteriorated (PCD) loans. The standard is effective for annual periods beginning after December 15, 2026, including interim periods within those years. Early adoption is permitted. The adoption of this guidance did not have an impact on the Association's financial condition, results of operations and cash flows.

In September 2025, the FASB issued ASU 2025-06 Intangibles-Goodwill and Other-Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software. The amendment introduces several key changes: (1) eliminates the stage-based rules for capitalization, (2) replaces these rules with a principles-based framework where capitalization occurs when management has authorized and committed to funding, and it is probable that the project will be completed and the software used as intended, (3) clarifies website development costs and (4) modifies the disclosure requirements for capitalized software costs. The standard is effective for annual periods starting after December 15, 2027, with early adoption permitted as of the beginning of any annual reporting period. AgWest is currently evaluating the potential impact of adoption on the Association's financial condition, results of operations and cash flows.

NOTE 2 – Investment Securities

Investment balances are carried at fair value. The following is a summary of investments held and classified as available-for-sale:

	U.S. Treasury debt securities				
	Amortized cost	*Gross unrealized gains*	*Gross unrealized losses*	*Fair value*	*Weighted average yield*
September 30, 2026	$ 2,702,171	$ —	$ (105,448)	**$ 2,596,723**	3.95 %
December 31, 2025	$ 2,359,543	$ 25,444	$ (6,775)	**$ 2,378,212**	3.85 %

A summary of amortized cost, fair value and weighted average yield of investment securities by remaining contractual maturity at September 30, 2026 follows:

	Contractual Maturity			
September 30, 2026	*One year or less*	*One to five years*	*Five to ten years*	*Total*
U.S. Treasury debt securities				
Amortized cost	$ 208,606	$ 1,279,078	$ 1,214,487	**$ 2,702,171**
Fair value	$ 207,320	$ 1,239,780	$ 1,149,623	**$ 2,596,723**
Weighted average yield	3.39%	3.85%	4.14%	3.95%

The following table shows gross unrealized losses and fair value, aggregated by the length of time the securities have been in a continuous unrealized loss position, where the length of continuous loss position is based on the date the unrealized loss was first identified:

	Less than 12 months		*Greater than 12 months*	
September 30, 2026	*Fair value*	*Unrealized losses*	*Fair Value*	*Unrealized losses*
U.S. Treasury debt securities	$ 2,428,681	$ (98,829)	$ 168,043	$ (6,619)

As of September 30, 2026, AgWest expects to collect all principal and interest on its investment securities. AgWest does not intend to sell the securities in significant unrealized loss positions nor is it likely that AgWest will be required to sell such securities for regulatory, liquidity or other purposes.

NOTE 3 – Loans and Allowance for Credit Losses

Loan balances are generally carried at their principal amount outstanding, adjusted for net business combination discounts, deferred loan fees net of costs, and charge-offs. The remaining net business combination discounts at September 30, 2026 and December 31, 2025, were $311.5 million and $355.0 million, respectively. A summary of loans follows:

	September 30, 2026	*December 31, 2025*
Real estate mortgage	$ 15,177,106	$ 15,041,820
Production and intermediate-term	8,263,243	9,002,674
Agribusiness	6,633,044	6,445,512
Rural infrastructure	2,552,880	2,233,360
Rural residential real estate	168,927	182,388
Financing leases	165,457	195,439
Other	143,151	143,537
Total loans	**$ 33,103,808**	**$ 33,244,730**

AgWest may purchase or sell participation interests with other parties in order to diversify risk, manage loan volume and comply with FCA regulations. The following tables present information regarding participations purchased and sold.

Participations purchased volume in the tables excludes syndications:

	Farm Credit institutions		*Non- Farm Credit institutions*		*Total*	
September 30, 2026	*Participations purchased*	*Participations sold*	*Participations purchased*	*Participations sold*	*Participations purchased*	*Participations sold*
Real estate mortgage	$ 814,966	$ 3,184,132	$ —	$ —	$ 814,966	$ 3,184,132
Production and intermediate-term	1,462,403	5,314,328	—	—	1,462,403	5,314,328
Agribusiness	2,638,219	2,705,685	2,029	—	2,640,248	2,705,685
Rural infrastructure	2,552,880	—	—	—	2,552,880	—
Financing leases	74,114	5,836	—	—	74,114	5,836
Other	110,569	—	31,837	—	142,406	—
Total	**$ 7,653,151**	**$11,209,981**	**$ 33,866**	**$ —**	**$ 7,687,017**	**$11,209,981**

	Farm Credit institutions		*Non- Farm Credit institutions*		*Total*	
December 31, 2025	*Participations purchased*	*Participations sold*	*Participations purchased*	*Participations sold*	*Participations purchased*	*Participations sold*
Real estate mortgage	$ 845,059	$ 3,134,202	$ —	$ —	$ 845,059	$ 3,134,202
Production and intermediate-term	1,483,865	5,300,173	—	—	1,483,865	5,300,173
Agribusiness	2,512,809	2,435,782	2,093	—	2,514,902	2,435,782
Rural infrastructure	2,233,360	—	—	—	2,233,360	—
Financing leases	90,352	9,037	—	—	90,352	9,037
Other	110,513	—	32,068	—	142,581	—
Total	**$ 7,275,958**	**$10,879,194**	**$ 34,161**	**$ —**	**$ 7,310,119**	**$10,879,194**

Credit Quality

Credit risk arises from the potential inability of an obligor to meet its payment obligation and exists in AgWest's outstanding loans, letters of credit and unfunded loan commitments. AgWest manages credit risk associated with lending activities through an analysis of the credit risk profile of an individual borrower using its own set of underwriting standards and lending policies, approved by the board of directors, which provides direction to lending staff.

The credit risk management process begins with an analysis of the borrower's credit history and, among other factors, includes the following:

- Character – borrower integrity, credit history and management capabilities,
- Capital – ability of the operation to survive unanticipated risks and support growth,
- Capacity – repayment capacity of the borrower based on cash flows from operations or other sources of income,
- Collateral – lender protection in the event of default and also to serve as a secondary source of loan repayment and,
- Conditions – intended use of the loan funds, terms and restrictions.

Differential analysis is applied to various loan requests based on the overall risk of the request in relation to the association's risk-bearing capacity.

AgWest uses a two-dimensional loan risk rating model based on internally generated combined Farm Credit System risk rating guidance that incorporates a 14-point probability of default rating scale to identify and track the probability of borrower default in the next 12 months and a separate scale addressing loss given default, defined as the economic loss the association would expect to have assuming default occurs during the remaining life of the loan. A default is considered to have occurred if the lender believes the borrower will not be able to pay its obligation in full or the borrower or the loan is classified as nonaccrual. This credit risk rating process incorporates objective and subjective criteria to identify inherent strengths, weaknesses and risks in a particular relationship. AgWest generally reviews the probability of default category on an annual basis or when a credit action is taken.

AgWest classifies loans according to the FCA Uniform Loan Classification System (UCS). Each of the probability of default categories carries a distinct percentage of default probability. The probability of default rate between one and nine of the acceptable categories is very narrow and would reflect almost no default to a minimal default percentage. The probability of default rate grows more rapidly as a loan moves from acceptable to other assets especially mentioned and grows significantly as a loan moves to a substandard (viable) level. A substandard (non-viable) rating indicates that the probability of default is almost certain. The following are definitions of the five UCS classifications:

- Acceptable – assets are expected to be fully collectible and represent the highest quality.
- Other assets especially mentioned (OAEM) – assets are currently collectible but exhibit some potential weakness.
- Substandard – assets exhibit some serious weakness in repayment capacity, equity and/or collateral pledged on the loan.
- Doubtful – assets exhibit similar weaknesses to substandard assets; however, doubtful assets have additional weaknesses in existing factors, conditions and values that make collection in full highly questionable.
- Loss – assets are considered uncollectible.

The following tables show loans classified under the UCS as a percentage of total loans by loan type:

September 30, 2026	*Acceptable*	*OAEM*	*Substandard/ doubtful*	*Total*
Real estate mortgage	89.4%	3.4%	7.2%	100.0%
Production and intermediate-term	84.9%	6.3%	8.8%	100.0%
Agribusiness	86.8%	6.0%	7.2%	100.0%
Rural infrastructure	97.4%	1.5%	1.1%	100.0%
Rural residential real estate	97.9%	0.8%	1.3%	100.0%
Financing leases	83.4%	3.2%	13.4%	100.0%
Other	100.0%	0.0%	0.0%	100.0%
Total	**88.4%**	**4.5%**	**7.1%**	**100.0%**

December 31, 2025	*Acceptable*	*OAEM*	*Substandard/ doubtful*	*Total*
Real estate mortgage	89.1%	4.3%	6.6%	100.0%
Production and intermediate-term	86.2%	7.3%	6.5%	100.0%
Agribusiness	88.4%	6.7%	4.9%	100.0%
Rural infrastructure	98.2%	0.7%	1.1%	100.0%
Rural residential real estate	97.9%	0.6%	1.5%	100.0%
Financing leases	81.4%	4.6%	14.0%	100.0%
Other	99.9%	0.0%	0.1%	100.0%
Total	**88.8%**	**5.3%**	**5.9%**	**100.0%**

Nonperforming assets consist of nonaccrual loans, accruing loans 90 days or more past due, and other property owned as presented in the following table:

	September 30, 2026	*December 31, 2025*
Nonaccrual loans:		
Real estate mortgage	$ 379,847	$ 375,059
Production and intermediate-term	202,130	192,278
Agribusiness	98,820	83,105
Rural infrastructure	7,867	21,487
Rural residential real estate	724	949
Financing leases	855	1,527
Total nonaccrual loans	**$ 690,243**	**$ 674,405**
Accrual loans 90 days or more past due:		
Real estate mortgage	$ 15,133	$ 2,699
Production and intermediate-term	34,386	34,198
Agribusiness	42,890	1,008
Financing leases	57	53
Total accrual loans 90 days or more past due	**$ 92,466**	**$ 37,958**
Total nonperforming loans	**$ 782,709**	**$ 712,363**
Other property owned, net	22,705	4,530
Total nonperforming assets	**$ 805,414**	**$ 716,893**
Nonaccrual loans as a percentage of total loans	**2.1 %**	**2.0 %**
Nonperforming assets as a percentage of total loans and other property owned	**2.4 %**	**2.2 %**
Nonperforming assets as a percentage of members' equity	**12.5 %**	**11.3 %**

The following tables provide the amortized cost for nonaccrual loans with and without a related allowance for loan losses (ALL):

September 30, 2026	*Amortized cost with allowance*	*Amortized cost without allowance*	*Total amortized cost*
Nonaccrual loans:			
Real estate mortgage	$ 122,673	$ 257,174	$ 379,847
Production and intermediate-term	74,231	127,899	202,130
Agribusiness	76,015	22,805	98,820
Rural infrastructure	3,263	4,604	7,867
Rural residential real estate	—	724	724
Financing leases	—	855	855
Total nonaccrual loans	**$ 276,182**	**$ 414,061**	**$ 690,243**

December 31, 2025	*Amortized cost with allowance*	*Amortized cost without allowance*	*Total amortized cost*
Nonaccrual loans:			
Real estate mortgage	$ 98,285	$ 276,774	$ 375,059
Production and intermediate-term	77,407	114,871	192,278
Agribusiness	58,712	24,393	83,105
Rural infrastructure	21,487	—	21,487
Rural residential real estate	—	949	949
Financing leases	199	1,328	1,527
Total nonaccrual loans	**$ 256,090**	**$ 418,315**	**$ 674,405**

The following tables present interest income recognized on nonaccrual loans:

	Three months ended September 30, 2026	*Nine months ended September 30, 2026*
Real estate mortgage	$ 1,293	$ 4,874
Production and intermediate-term	718	1,542
Agribusiness	1	40
Rural residential real estate	—	18
Total	**$ 2,012**	**$ 6,474**

	Three months ended September 30, 2025	*Nine months ended September 30, 2025*
Real estate mortgage	$ 8,295	$ 12,395
Production and intermediate-term	4,934	6,791
Agribusiness	1	4
Rural residential real estate	3	6
Total	**$ 13,233**	**$ 19,196**

The following tables provide an aging analysis of past due loans at amortized cost by portfolio segment:

September 30, 2026	*Current loans*	*30-89 days past due*	*90+ days past due*	*Total past due*	*Total loans*	*Loans > 90 days and accruing*
Real estate mortgage	$ 14,894,857	$ 35,383	$ 246,866	$ 282,249	$ 15,177,106	$ 15,133
Production and intermediate-term	8,037,759	97,538	127,946	225,484	8,263,243	34,386
Agribusiness	6,511,014	26,155	95,875	122,030	6,633,044	42,890
Rural infrastructure	2,548,276	—	4,604	4,604	2,552,880	—
Rural residential real estate	168,697	230	—	230	168,927	—
Financing leases	164,262	393	802	1,195	165,457	57
Other	143,151	—	—	—	143,151	—
Total	**$ 32,468,016**	**$ 159,699**	**$ 476,093**	**$ 635,792**	**$ 33,103,808**	**$ 92,466**

December 31, 2025	*Current loans*	*30-89 days past due*	*90+ days past due*	*Total past due*	*Total loans*	*Loans > 90 days and accruing*
Real estate mortgage	$ 14,829,721	$ 49,292	$ 162,807	$ 212,099	$ 15,041,820	$ 2,699
Production and intermediate-term	8,816,379	86,425	99,870	186,295	9,002,674	34,198
Agribusiness	6,375,784	19,554	50,174	69,728	6,445,512	1,008
Rural infrastructure	2,233,360	—	—	—	2,233,360	—
Rural residential real estate	180,866	844	678	1,522	182,388	—
Financing leases	191,616	3,163	660	3,823	195,439	53
Other	143,537	—	—	—	143,537	—
Total	**$ 32,771,263**	**$ 159,278**	**$ 314,189**	**$ 473,467**	**$ 33,244,730**	**$ 37,958**

Loan Modifications to Borrowers Experiencing Financial Difficulty

The following tables show the amortized cost at the end of the reporting period for loan modifications granted to borrowers experiencing financial difficulty, disaggregated by loan type and type of modification granted:

For the three months ended September 30, 2026	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and payment deferral*	*Term extension and payment deferral*	*Total*	*Modification as a percentage of loan class*
Real estate mortgage	$ —	$ 420	$ 6,327	$ —	$ 559	$ 7,306	0.0%
Production and intermediate-term	—	8,845	2,150	—	96,934	107,929	1.3%
Agribusiness	—	—	—	—	4,838	4,838	0.1%
Total	**$ —**	**$ 9,265**	**$ 8,477**	**$ —**	**$ 102,331**	**$ 120,073**	0.4%

For the three months ended September 30, 2025	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and payment deferral*	*Term extension and payment deferral*	*Total*	*Modification as a percentage of loan class*
Real estate mortgage	$ —	$ —	$ 22,484	$ 3,255	$ —	$ 25,739	0.2%
Production and intermediate-term	—	514	—	—	54,118	54,632	0.7%
Agribusiness	—	245	—	—	48,760	49,005	0.8%
Total	**$ —**	**$ 759**	**$ 22,484**	**$ 3,255**	**$ 102,878**	**$ 129,376**	0.4%

Accrued interest receivable, as of the reporting periods, related to loan modifications granted to borrowers experiencing financial difficulty during the three months ended September 30, 2026 and 2025, was $0.8 million and $3.4 million, respectively.

For the nine months ended September 30, 2026	Interest rate reduction	Term extension	Payment deferral	Interest rate reduction and term extension	Term extension and payment deferral	Total	Modification as a percentage of loan class
Real estate mortgage	$ —	$ 420	$ 6,327	$ 191	$ 559	$ 7,497	0.0%
Production and intermediate-term	531	11,964	2,150	653	152,510	167,808	2.0%
Agribusiness	—	11,438	18,213	—	7,626	37,277	0.6%
Total	**$ 531**	**$23,822**	**$ 26,690**	**$ 844**	**$ 160,695**	**$ 212,582**	0.6%

For the nine months ended September 30, 2025	Term extension	Payment deferral	Interest rate reduction and term extension	Interest rate reduction and payment deferral	Term extension and payment deferral	Total	Modification as a percentage of loan class
Real estate mortgage	$ —	$ 57,217	$ 3,121	$ 3,255	$ 341	$ 63,934	0.4%
Production and intermediate-term	8,166	53	600	—	128,509	137,328	1.7%
Agribusiness	1,282	—	—	—	61,982	63,264	1.0%
Total	**$ 9,448**	**$ 57,270**	**$ 3,721**	**$ 3,255**	**$ 190,832**	**$264,526**	0.8%

Accrued interest receivable, as of the reporting periods, related to loan modifications granted to borrowers experiencing financial difficulty during the nine months ended September 30, 2026 and 2025, was $2.1 million and $6.1 million, respectively.

The following tables describe the financial effect of the modifications made to borrowers experiencing financial difficulty during the three months ended September 30, 2026 and September 30, 2025:

For the three months ended September 30, 2026	Weighted average interest rate pre-modification for interest rate reductions	Weighted average interest rate post-modification for interest rate reductions	Weighted average term extensions (months)	Weighted average payments deferred (months)
Real estate mortgage	— %	— %	175	26
Production and intermediate-term	— %	— %	16	13
Agribusiness	— %	— %	62	62

For the three months ended September 30, 2025	Weighted average interest rate pre-modification for interest rate reductions	Weighted average interest rate post-modification for interest rate reductions	Weighted average term extensions (months)	Weighted average payments deferred (months)
Real estate mortgage	3.85 %	3.79 %	—	14
Production and intermediate-term	— %	— %	12	11
Agribusiness	— %	— %	39	39

The following tables describe the financial effect of the modifications made to borrowers experiencing financial difficulty during the nine months ended September 30, 2026 and September 30, 2025:

For the nine months ended September 30, 2026	Weighted average interest rate pre-modification for interest rate reductions	Weighted average interest rate post-modification for interest rate reductions	Weighted average term extensions (months)	Weighted average payments deferred (months)
Real estate mortgage	3.85 %	3.39 %	164	26
Production and intermediate-term	4.76 %	4.41 %	16	14
Agribusiness	— %	— %	39	18

For the nine months ended September 30, 2025	Weighted average interest rate pre-modification for interest rate reductions	Weighted average interest rate post-modification for interest rate reductions	Weighted average term extensions (months)	Weighted average payments deferred (months)
Real estate mortgage	3.79 %	3.69 %	117	26
Production and intermediate-term	3.96 %	3.45 %	13	12
Agribusiness	— %	— %	35	35

The following tables present the amortized cost of loans to borrowers experiencing financial difficulty that have defaulted during the three months ended September 30, 2026 and 2025, and received a modification in the twelve months before default:

For the three months ended September 30, 2026	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and term extension*	*Term extension and payment deferral*
Real estate mortgage	$ —	$ —	$ 23,409	$ —	$ 273
Production and intermediate-term	—	—	—	—	12,336
Agribusiness	—	321	—	—	2,132
Total	**$ —**	**$ 321**	**$ 23,409**	**$ —**	**$ 14,741**

For the three months ended September 30, 2025	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and term extension*	*Term extension and payment deferral*
Real estate mortgage	$ —	$ —	$ 24,343	$ —	$ —
Production and intermediate-term	—	—	—	—	31,100
Agribusiness	—	—	—	—	—
Total	**$ —**	**$ —**	**$ 24,343**	**$ —**	**$ 31,100**

The following tables present the amortized cost of loans to borrowers experiencing financial difficulty that have defaulted during the nine months ended September 30, 2026 and 2025, and received a modification in the twelve months before default:

For the nine months ended September 30, 2026	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and term extension*	*Term extension and payment deferral*
Real estate mortgage	$ —	$ —	$ 23,409	$ —	$ 273
Production and intermediate-term	—	—	—	—	14,350
Agribusiness	—	321	—	—	2,132
Total	**$ —**	**$ 321**	**$ 23,409**	**$ —**	**$ 16,755**

For the nine months ended September 30, 2025	*Interest rate reduction*	*Term extension*	*Payment deferral*	*Interest rate reduction and term extension*	*Term extension and payment deferral*
Real estate mortgage	$ —	$ —	$ 24,738	$ —	$ —
Production and intermediate-term	—	—	—	—	40,642
Agribusiness	—	—	—	—	3,200
Total	**$ —**	**$ —**	**$ 24,738**	**$ —**	**$ 43,842**

The following table presents an aging analysis of loans to borrowers experiencing financial difficulty that were modified during the twelve months prior to September 30, 2026:

	Payment status of loans modified in the past 12 months		
	Current loans	*30-89 days past due*	*90+ days past due*
Real estate mortgage	$ 7,224	$ —	$ 23,683
Production and intermediate-term	132,030	35,651	14,350
Agribusiness	34,218	606	2,453
Total	**$ 173,472**	**$ 36,257**	**$ 40,486**

The following table presents an aging analysis of loans to borrowers experiencing financial difficulty that were modified during the twelve months prior to September 30, 2025:

	Payment status of loans modified in the past 12 months		
	Current loans	*30-89 days past due*	*90+ days past due*
Real estate mortgage	$ 39,451	$ —	$ 24,738
Production and intermediate-term	92,671	8,565	40,642
Agribusiness	55,641	12,900	3,200
Rural infrastructure	1,840	—	—
Total	**$ 189,603**	**$ 21,465**	**$ 68,580**

Additional commitments to lend to borrowers experiencing financial difficulty whose loans were modified during the nine months ended September 30, 2026 and 2025, were $13.1 million and $8.8 million, respectively.

Allowance for Credit Losses

The credit risk rating methodology is a key component of AgWest's ACL evaluation and is generally incorporated into its loan underwriting standards and internal lending limits. In addition, borrower and commodity concentration lending and leasing limits have been established by AgWest to manage credit exposure. The regulatory limit to a single borrower or lessee is 15 percent of AgWest's lending and leasing limit base, although the board of directors have established more restrictive lending limits. The ACL consists of the Allowance for loan losses and the reserve for unfunded commitments, which is listed in Other liabilities; both are on the Consolidated Balance Sheets. The Provision for credit losses or credit loss reversal is related to both loans and the reserve for unfunded commitments reported in the Consolidated Statements of Income and Comprehensive Income.

A summary of changes in the allowance for credit losses by portfolio segment are as follows:

	Real estate mortgage	*Production and intermediate-term*	*Agribusiness*	*Rural infrastructure*	*Rural residential real estate*	*Financing leases*	*Other*	*Total*
Allowance for loan losses:								
Balance at June 30, 2026	$ 81,492	$ 82,597	$ 86,335	$ 12,749	$ 189	$ 3,114	$ 524	$267,000
Charge-offs	(236)	(2,554)	(8,177)	(8,847)	—	—	—	(19,814)
Recoveries	127	52	283	—	—	—	—	462
Provision for loan losses (loan loss reversal)	5,612	402	(7,708)	7,136	(12)	(14)	(64)	5,352
Balance at September 30, 2026	**$ 86,995**	**$ 80,497**	**$ 70,733**	**$ 11,038**	**$ 177**	**$ 3,100**	**$ 460**	**$253,000**
Reserve for unfunded commitments:								
Balance at June 30, 2026	$ 2,031	$ 10,023	$ 12,328	$ 2,470	$ —	$ —	$ 148	$ 27,000
Provision (reversal) for unfunded lending commitments	34	(57)	(1,740)	(1,230)	—	—	(7)	(3,000)
Balance at September 30, 2026	**$ 2,065**	**$ 9,966**	**$ 10,588**	**$ 1,240**	**$ —**	**$ —**	**$ 141**	**$ 24,000**
Total allowance for credit losses at September 30, 2026	**$ 89,060**	**$ 90,463**	**$ 81,321**	**$ 12,278**	**$ 177**	**$ 3,100**	**$ 601**	**$277,000**

	Real estate mortgage	*Production and intermediate-term*	*Agribusiness*	*Rural infrastructure*	*Rural residential real estate*	*Financing leases*	*Other*	*Total*
Allowance for loan losses:								
Balance at December 31, 2025	$ 74,296	$ 68,398	$ 49,494	$ 14,058	$ 276	$ 2,998	$ 480	$210,000
Charge-offs	(6,931)	(3,740)	(9,273)	(12,484)	(3)	—	—	(32,431)
Recoveries	301	182	356	—	—	—	—	839
Provision for loan losses (loan loss reversal)	19,329	15,657	30,156	9,464	(96)	102	(20)	74,592
Balance at September 30, 2026	**$ 86,995**	**$ 80,497**	**$ 70,733**	**$ 11,038**	**$ 177**	**$ 3,100**	**$ 460**	**$253,000**
Reserve for unfunded commitments:								
Balance at December 31, 2025	$ 2,202	$ 9,082	$ 8,690	$ 2,401	$ —	$ —	$ 125	$ 22,500
(Reversal) provision for unfunded lending commitments	(137)	884	1,898	(1,161)	—	—	16	1,500
Balance at September 30, 2026	**$ 2,065**	**$ 9,966**	**$ 10,588**	**$ 1,240**	**$ —**	**$ —**	**$ 141**	**$ 24,000**
Total allowance for credit losses at September 30, 2026	**$ 89,060**	**$ 90,463**	**$ 81,321**	**$ 12,278**	**$ 177**	**$ 3,100**	**$ 601**	**$277,000**

	Real estate mortgage	*Production and intermediate-term*	*Agribusiness*	*Rural infrastructure*	*Rural residential real estate*	*Financing leases*	*Other*	*Total*
Allowance for loan losses:								
Balance at June 30, 2025	$ 80,245	$ 67,008	$ 46,820	$ 9,039	$ 261	$ 2,113	$ 514	$206,000
Charge-offs	(49)	(25)	(153)	(8)	—	—	—	(235)
Recoveries	400	148	3	31	—	—	—	582
(Loan loss reversal) provision for loan losses	(6,132)	9,212	10,727	1,888	39	436	(17)	16,153
Balance at September 30, 2025	**$ 74,464**	**$ 76,343**	**$ 57,397**	**$ 10,950**	**$ 300**	**$ 2,549**	**$ 497**	**$222,500**
Reserve for unfunded commitments:								
Balance at June 30, 2025	$ 3,222	$ 9,618	$ 13,472	$ 1,648	$ —	$ —	$ 40	$ 28,000
(Reversal) provision for unfunded lending commitments	(1,037)	(1,432)	(4,668)	3,134	—	—	3	(4,000)
Balance at September 30, 2025	**$ 2,185**	**$ 8,186**	**$ 8,804**	**$ 4,782**	**$ —**	**$ —**	**$ 43**	**$ 24,000**
Total allowance for credit losses at September 30, 2025	**$ 76,649**	**$ 84,529**	**$ 66,201**	**$ 15,732**	**$ 300**	**$ 2,549**	**$ 540**	**$246,500**

	Real estate mortgage	*Production and intermediate-term*	*Agribusiness*	*Rural infrastructure*	*Rural residential real estate*	*Financing leases*	*Other*	*Total*
Allowance for loan losses:								
Balance at December 31, 2024	$ 61,630	$ 71,727	$ 34,869	$ 8,030	$ 262	$ 1,976	$ 506	$179,000
Charge-offs	(1,648)	(17,222)	(4,643)	(8)	—	—	—	(23,521)
Recoveries	637	201	85	32	—	—	—	955
Provision for loan losses (loan loss reversal)	13,845	21,637	27,086	2,896	38	573	(9)	66,066
Balance at September 30, 2025	**$ 74,464**	**$ 76,343**	**$ 57,397**	**$ 10,950**	**$ 300**	**$ 2,549**	**$ 497**	**$222,500**
Reserve for unfunded commitments:								
Balance at December 31, 2024	$ 2,417	$ 7,632	$ 8,335	$ 1,081	$ —	$ —	$ 35	$ 19,500
(Reversal) provision for unfunded lending commitments	(232)	554	469	3,701	—	—	8	4,500
Balance at September 30, 2025	**$ 2,185**	**$ 8,186**	**$ 8,804**	**$ 4,782**	**$ —**	**$ —**	**$ 43**	**$ 24,000**
Total allowance for credit losses at September 30, 2025	**$ 76,649**	**$ 84,529**	**$ 66,201**	**$ 15,732**	**$ 300**	**$ 2,549**	**$ 540**	**$246,500**

NOTE 4 – Members' Equity

Capital Stock and Participation Certificates

In accordance with the Farm Credit Act and AgWest's capitalization bylaws, each borrower is required to acquire capital stock or participation certificates in AgWest as a condition of borrowing. Borrowers acquire ownership of capital stock or participation certificates at the time a loan is made. Borrowers are not currently required to make a cash investment to acquire capital stock or participation certificates; however, their obligation to pay for the capital stock or participation certificates are at-risk investments as described in the AgWest capitalization bylaws. AgWest retains a first lien on common stock and participation certificates owned by its borrowers. Stock is retired in accordance with AgWest bylaws and only if AgWest is in compliance with its capital adequacy requirements. Borrowers are responsible for payment of the cash investment upon demand by AgWest. Capital stock and participation certificates receivable are included in Total members' equity on the Consolidated Balance Sheets under the contra account, Less: capital stock and participation certificates receivable.

Capital Regulations

The FCA sets minimum regulatory capital requirements for Banks and Associations. AgWest exceeded the regulatory minimums and capital conservation buffer amounts, where applicable, for all ratios as noted below. The following table sets forth the regulatory capital ratio requirements and ratios:

	September 30, 2026	*December 31, 2025*	*Regulatory minimums*	*Total regulatory minimums with buffer*
Risk-adjusted:				
Common equity tier 1 ratio	15.1%	14.9%	4.5%	7.0%
Tier 1 capital ratio	15.1%	14.9%	6.0%	8.5%
Total capital ratio	15.9%	15.5%	8.0%	10.5%
Permanent capital ratio	15.2%	15.0%	7.0%	7.0%
Non-risk-adjusted:				
Tier 1 leverage ratio[1]	15.8%	15.6%	4.0%	5.0%
Unallocated retained earnings (URE) and URE equivalents (UREE) leverage ratio	15.8%	15.6%	1.5%	1.5%

[1]*Must include the regulatory minimum requirement of at least 1.5 percent UREE.*

See Note 8 in the 2025 AgWest Annual Report to Stockholders for additional information.

Accumulated Other Comprehensive Income (Loss)

AgWest reports Accumulated other comprehensive income (loss) as a component of Total members' equity. The following tables present the activity in the Accumulated other comprehensive income (loss) by component:

	Pension and other benefit plans	*Unrealized losses on investment securities*	*Total accumulated other comprehensive loss*
Balance at June 30, 2026	$ (1,502)	$ (22,105)	$ (23,607)
Other comprehensive loss before reclassifications	—	(83,343)	(83,343)
Balance at September 30, 2026	**$ (1,502)**	**$ (105,448)**	**$ (106,950)**

	Pension and other benefit plans	*Unrealized gains on investment securities*	*Total accumulated other comprehensive income*
Balance at June 30, 2025	$ (1,792)	$ 7,318	$ 5,526
Other comprehensive income before reclassifications	—	7,283	7,283
Balance at September 30, 2025	**$ (1,792)**	**$ 14,601**	**$ 12,809**

	Pension and other benefit plans	*Unrealized gains (losses) on investment securities*	*Accumulated other comprehensive income (loss)*
Balance at December 31, 2025	$ (1,491)	$ 18,669	$ 17,178
Other comprehensive loss before reclassifications	(11)	(124,117)	(124,128)
Balance at September 30, 2026	**$ (1,502)**	**$ (105,448)**	**$ (106,950)**

	Pension and other benefit plans	*Unrealized (losses) gains on investment securities*	*Accumulated other comprehensive (loss) income*
Balance at December 31, 2024	$ (1,787)	$ (30,530)	$ (32,317)
Other comprehensive (loss) income before reclassifications	(5)	45,131	45,126
Balance at September 30, 2025	**$ (1,792)**	**$ 14,601**	**$ 12,809**

NOTE 5 – Fair Value Measurements

Accounting guidance defines fair value as the exchange price that would be received for an asset or paid to transfer a liability in an orderly transaction between market participants in the principal or most advantageous market for the asset or liability. The fair value measurement is not an indication of liquidity. Fair value measurements are determined on a

recurring basis or a nonrecurring basis. See Note 2 of the 2025 AgWest Annual Report to Stockholders for a more complete description.

Assets and liabilities measured at fair value on a recurring basis for each of the fair value hierarchy values are summarized in the following tables:

	Fair value measurement using			
September 30, 2026	*Level 1*	*Level 2*	*Level 3*	*Total fair value*
Assets:				
Investment securities	$ —	$ 2,596,723	$ —	$ 2,596,723
Derivative assets	—	—	—	—
Rural Business Investment Corporations (RBICs)	—	—	33,482	33,482
Total assets	**$ —**	**$ 2,596,723**	**$ 33,482**	**$ 2,630,205**
Liabilities:				
Derivative liabilities	$ —	$ 5,689	$ —	$ 5,689
Total liabilities	**$ —**	**$ 5,689**	**$ —**	**$ 5,689**

	Fair value measurement using			
December 31, 2025	*Level 1*	*Level 2*	*Level 3*	*Total fair value*
Assets:				
Investment securities	$ —	$ 2,378,212	$ —	$ 2,378,212
Derivative assets	—	317	—	317
Rural Business Investment Corporations (RBICs)	—	—	31,901	31,901
Total assets	**$ —**	**$ 2,378,529**	**$ 31,901**	**$ 2,410,430**
Liabilities:				
Derivative liabilities	$ —	$ 315	$ —	$ 315
Total liabilities	**$ —**	**$ 315**	**$ —**	**$ 315**

Assets measured at fair value on a non-recurring basis for each of the fair value hierarchy values are summarized in the following table:

	Fair value measurement using			
	Level 1	*Level 2*	*Level 3*	*Total fair value*
Assets:				
Nonaccrual loans				
September 30, 2026	$ —	$ —	$ 182,910	**$ 182,910**
December 31, 2025	$ —	$ —	$ 178,611	**$ 178,611**
Other property owned				
September 30, 2026	$ —	$ —	$ 22,705	**$ 22,705**
December 31, 2025	$ —	$ —	$ 5,094	**$ 5,094**

Valuation Techniques

As more fully discussed in Note 2 of the 2025 AgWest Annual Report to Stockholders, accounting guidance establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The following represents a brief summary of the valuation techniques used for AgWest's assets and liabilities.

Investment Securities

Where quoted prices are available in an active market, available-for-sale securities would be classified as Level 1. If quoted prices are not available in an active market, the fair value of securities is estimated using quoted prices for similar securities received from pricing services or discounted cash flows. Generally, these securities would be classified as Level 2, and include U.S. Treasury securities. Where there is limited activity or less transparency around inputs to the valuation, the securities are classified as Level 3. The estimated fair values of investment securities also appear in Note 2 to the consolidated financial statements.

Derivative Assets and Liabilities

Exchange-traded derivatives valued using quoted prices would be classified within the fair value Level 1 hierarchy. However, few classes of derivative contracts are listed on an exchange; thus, the derivative positions are valued using vendor-provided models that use readily observable market parameters as their basis and are classified within the fair value Level 2 hierarchy. Such derivatives include interest rate swaps.

The models used to determine the fair value of derivative assets and liabilities use an income approach based on observable market inputs, including the SOFR curves and volatility assumptions about future interest rate movements.

RBICs

The RBICs facilitate equity and debt investments in agriculture-related businesses that create growth and job opportunities in rural America. These investments are not publicly traded and book value approximates their fair value. As a result, RBICs are classified within fair value Level 3 hierarchy and are included in Other assets on the Consolidated Balance Sheets.

Nonaccrual Loans

Nonaccrual loans are evaluated for impairment under FASB impairment guidance and the fair value is based upon the underlying collateral since the loans are collateral-dependent. The fair value measurement process uses independent appraisals and other market-based information, but, in many cases, it also requires significant input based on management's knowledge of and judgment about current market conditions, specific issues relating to the collateral and other matters. As a result, a majority of these loans have fair value measurements that fall within Level 3 of the fair value hierarchy. When the value of the collateral, less estimated costs to sell, is less than the principal balance of the loan, a specific reserve is established.

Other Property Owned

Other property owned is generally classified as Level 3 of the fair value hierarchy. The process for measuring the fair value of other property owned involves the use of independent appraisals or other market-based information. Costs to sell represent transaction costs and are not included as a component of the asset's fair value.

NOTE 6 – Derivative Instruments and Hedging Activities

Risk Management Objectives and Strategies

AgWest maintains an overall risk management strategy that incorporates the use of derivative financial instruments to minimize significant unplanned fluctuations in earnings that are caused by interest rate volatility. See Note 15 of the 2025 AgWest Annual Report to Stockholders for additional information.

Accounting for Derivative Instruments and Hedging Activities

AgWest records derivatives as assets or liabilities at fair value on the Consolidated Balance Sheets. AgWest records changes in the fair value of a derivative in current period earnings. For fair value hedge transactions that hedge changes in the fair value of assets or liabilities, changes in the fair value of the derivative will generally be offset in the Consolidated Statements of Income and Comprehensive Income by changes in the hedged item's fair value attributable to the risk being hedged. For derivatives not designated as a hedging instrument, the related change in fair value is recorded in current period earnings in Interest expense in the Consolidated Statements of Income and Comprehensive Income.

Uses of Derivatives

To achieve risk management objectives and satisfy the financing needs of its borrowers, AgWest executes derivative transactions with CoBank. Derivatives (interest rate swaps) are used to manage liquidity and the interest rate risk arising from maturity and repricing mismatches between assets and liabilities. Under interest rate swap arrangements, AgWest agrees to exchange with CoBank, at specified intervals, interest payment streams calculated on a specified notional amount, with at least one interest payment stream based on a specified floating-rate index. AgWest uses receive-fixed, pay-floating interest rate swaps and receive-floating, pay-fixed interest rate swaps with payment obligations tied to specific indices.

The notional amounts of derivatives and related activity of derivatives are shown in the following tables:

	Receive-fixed swaps	*Pay-fixed swaps*	*Total*
December 31, 2025	$ 50,000	$ 30,000,000	$ 30,050,000
Additions	85,000	126,500,000	126,585,000
Maturities	—	(135,000,000)	(135,000,000)
Terminations	—	—	—
September 30, 2026	**$ 135,000**	**$ 21,500,000**	**$ 21,635,000**

	Receive-fixed swaps	*Pay-fixed swaps*	*Total*
December 31, 2024	$ 2,000	$ 5,000,000	$ 5,002,000
Additions	32,000	102,000,000	102,032,000
Maturities	—	(86,000,000)	(86,000,000)
Terminations	—	—	—
September 30, 2025	**$ 34,000**	**$ 21,000,000**	**$ 21,034,000**

Fair Value Hedges

AgWest's fair value hedging activities involve entering into receive-fixed, pay-floating interest rate swaps to either align its equity position within its overall risk management strategy (equity positioning), or to synthetically convert non-callable fixed-rate debt to floating-rate debt (liquidity management). AgWest includes the gain or loss on the hedged items in the same line item (interest expense) as the offsetting loss or gain on the related interest rate swaps.

The following amounts were recorded in the Consolidated Balance Sheets related to fair value hedges:

	Carrying amount of the hedged item	
	September 30, 2026	*December 31, 2025*
Note payable to CoBank, ACB	**$ 129,438**	**$ 50,156**

	Cumulative amount of fair value hedging adjustment included in the carrying amount of the hedged item	
	September 30, 2026	*December 31, 2025*
Note payable to CoBank, ACB	**$ (5,562)**	**$ 156**

Summary of Derivative Instruments and Hedging Activities

A summary of the impact of derivative financial instruments to the Consolidated Balance Sheets is shown in the following tables:

	Fair value of derivative financial instruments	
September 30, 2026	*Derivative assets*[1]	*Derivative liabilities*[2]
Derivatives designated as hedging instruments:		
Receive fixed swaps	$ —	$ 5,532
Total derivatives designated as hedging instruments	**$ —**	**$ 5,532**
Derivatives not designated as hedging instruments:		
Pay-fixed swaps	$ —	$ 157
Total derivatives not designated as hedging instruments	**$ —**	**$ 157**
Total derivatives	**$ —**	**$ 5,689**

[1]Derivative assets are included in Other assets in the Consolidated Balance Sheets.

[2]Derivative liabilities are included in Other liabilities in the Consolidated Balance Sheets.

	Fair value of derivative financial instruments	
December 31, 2025	*Derivative assets*[1]	*Derivative liabilities*[2]
Derivatives designated as hedging instruments:		
Receive fixed swaps	$ 305	$ 145
Total derivatives designated as hedging instruments	**$ 305**	**$ 145**
Derivatives not designated as hedging instruments:		
Pay-fixed swaps	$ 12	$ 170
Total derivatives not designated as hedging instruments	**$ 12**	**$ 170**
Total derivatives	**$ 317**	**$ 315**

[1]Derivative assets are included in Other assets in the Consolidated Balance Sheets.

[2]Derivative liabilities are included in Other liabilities in the Consolidated Balance Sheets.

A summary of the impact of derivative financial instruments in the Consolidated Statements of Income and Comprehensive Income is shown in the following tables:

	Effect of fair value hedge accounting on the Consolidated Statement of Income and Comprehensive Income	
For the nine months ended September 30, 2026	*Interest income*	*Interest expense*
Total amount of line items presented in Consolidated Statement of Income and Comprehensive Income	$ 1,602,182	$ (872,764)
Gain (loss) on fair value hedge relationships:		
Receive fixed swaps:		
Recognized on derivatives	$ —	$ (5,693)
Recognized on hedged items	—	5,718
Net income recognized on fair value hedges	**$ —**	**$ 25**

For the nine months ended September 30, 2025	Effect of fair value hedge accounting on the Consolidated Statement of Income and Comprehensive Income	
	Interest income	*Interest expense*
Total amount of line items presented in Consolidated Statement of Income	$ 1,635,789	$ (930,021)
Gain (loss) on fair value hedge relationships:		
Receive fixed swaps:		
Recognized on derivatives	$ —	$ 445
Recognized on hedged items	—	(441)
Net income recognized on fair value hedges	**$ —**	**$ 4**

Net interest expense on derivatives not designated as hedges was $1.5 million for the nine months ended September 30, 2026, compared to net interest income of $0.4 million for the nine months ended September 30, 2025.

Counterparty Credit Risk

The use of derivatives for risk management introduces counterparty credit risk. Generally, when the fair value of a derivative contract is positive, AgWest is exposed to credit risk. AgWest has an International Swaps and Derivatives Association, Inc. agreement with CoBank, which meets the definition of a Qualifying Master Netting Agreement per FCA Regulations and requires the net settlement of covered contracts. Collateral is not exchanged between AgWest and CoBank. Notwithstanding netting provisions, derivative assets and liabilities are not offset in the accompanying Consolidated Balance Sheets.

NOTE 7 – Subsequent Events

AgWest has evaluated subsequent events through November 6, 2026, the date the financial statements were issued or available to be issued, and determined there are no other items to disclose.

Board of Directors

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John Helle	Dillon, Montana
Greg Hirai	Wendell, Idaho
Tom Ikeda	Arroyo Grande, California
Beth Kennar	Spokane, Washington
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Derek Schafer	Ritzville, Washington
Brian Talley	Arroyo Grande, California
Shawn Walters	Teton, Idaho
Andy Werkhoven	Monroe, Washington

Operating Committee

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Jeff Hennig	Chief Auditor
Tom McKeirnan	General Counsel
Tom Nakano	Chief Financial Officer
John Phelan	Chief Credit Officer
Josh Siler	Chief Lending Officer
Denise Warkomski	Chief Operating Officer