

PRESS RELEASE

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1ST SUMMIT BANCORP OF JOHNSTOWN REPORTS FOURTH QUARTER 2025 RESULTS

Consistent earnings, strong organic loan and deposit growth, disciplined credit performance, and solid capital position support continued execution

JOHNSTOWN, PA – January 16, 2026 – 1ST SUMMIT BANCORP OF JOHNSTOWN today announced financial results for the quarter ended December 31, 2025.

Net income for the fourth quarter totaled \$1.7 million, consistent with the prior quarter, as the Company took steps to intentionally control growth while further strengthening its core earnings profile. Results for the quarter reflect stability across key performance metrics, including net income, following the balance sheet repositioning that occurred earlier in 2025.

Organic loan growth remained a key highlight for the quarter, with loans increasing 14.1% on an annualized basis compared to 7.3% in the third quarter of 2025. Growth was driven by continued demand across core commercial relationships. While we anticipate that loan demand may increase due to lower benchmark interest rates, we do not intend to change underwriting guidelines or originate loans outside of our risk appetite.

With respect to deposits, despite a declining rate environment and heightened competitive pricing pressure, total deposits grew 2.3% annualized compared to 4.3% annualized growth in the third quarter of 2025, reflecting continued success in retaining and expanding the deposit base through disciplined pricing, relationship banking, and customer engagement. Growing core deposits will be a significant focus in 2026 and beyond as we look to increase market share in our existing footprint by strengthening the tools and products available to our consumer and business customers.

Net interest margin expanded an additional 4 basis points during the quarter to 2.38%, primarily due to disciplined funding strategies and continued improvement in balance sheet mix. The loan-to-deposit ratio increased to 73.2%, reflecting our efforts to continue to efficiently deploy funds while maintaining sufficient liquidity. Return on average assets improved to 0.45%, and return on average equity increased to 6.33% for the quarter.

Credit Quality Remains Strong

Credit quality remained strong during the fourth quarter. The Company did not experience a meaningful increase in problem or non-accrual loans, and there were no significant charge-offs during the period. The quality of our loan portfolio continues to reflect conservative underwriting standards and strong collateral positions across loan categories.

Management continues to take a cautious and forward-looking approach to credit. Underwriting decisions remain focused not only on current loan demand, but also on the underlying financial strength of borrowers, collateral protection, and broader economic conditions within the Bank's markets. As economic conditions evolve, the Company will remain diligent in monitoring credit trends and adjusting underwriting practices, as appropriate, in an effort to preserve asset quality.

Liquidity and Capital Position

The Company ended the quarter with a strong liquidity and capital position, providing meaningful flexibility as it enters 2026. Core funding remains stable, with diversified deposit sources and manageable loan-to-deposit levels supporting ongoing balance sheet activity. Capital ratios remain comfortably above regulatory requirements, positioning the Company to pursue measured, high-quality growth while continuing to absorb normal market and economic variability.

Management expects to selectively deploy excess liquidity through organic loan growth and the reinvestment of securities portfolio paydowns and maturities, while maintaining balance sheet resilience and disciplined risk management.

"Our fourth quarter results reflect the changes in business strategy and balance sheet restructuring that we implemented earlier in 2025," said Allison Johnson, President and Chief Executive Officer. "After two quarters of rapid improvement in profitability and balance sheet positioning, we are pleased to report stabilized earnings for the second half of the year."

Johnson continued, "Our first objective was to establish a reliable core earnings run rate supported by quality assets and disciplined funding. With that goal achieved, we now turn our attention to the next phase, process improvement, cost control, and continued optimization of asset mix. As securities cash flows turn over, we intend to redeploy paydowns and maturities into high-quality loan opportunities as market conditions allow."

"Recent rate cuts provide a constructive backdrop," Johnson added. "We expect any declining funding costs to act as a tailwind in the coming quarters, but we will remain selective. Growth for its own sake is not the objective. Margin preservation, efficiency gains, and credit quality will continue to guide our decisions."

Johnson concluded, "Consistent results should not be mistaken for a lack of ambition or momentum, these results reflect discipline. As we enter the year ahead, we intend to continue to focus on enhanced liquidity, capital strength and creating value for our shareholders."

About 1st Summit Bancorp of Johnstown, Inc.

1st Summit, through its wholly owned subsidiary, 1st Summit Bank (the "Bank"), is a community oriented financial institution that primarily focuses on relationship banking for both consumers and businesses. From 17 full-service community offices and one loan production office, the Bank provides a full array of personal and business banking solutions, investment management and trust services. The Bank serves communities throughout the counties of Cambria, Westmoreland, Blair, Somerset, and Indiana in southwestern PA. Please visit <https://www.1stsummit.bank> for more information.

Cautionary Statement Regarding Forward Looking Statements

Litigation Reform Act of 1995 that are subject to risks and uncertainties and are made pursuant to the safe harbor provisions of Section 27A of the Securities Act of 1933, as amended. Any statements about our expectations, beliefs, plans, predictions, protections, forecasts, objectives, assumptions or future events or performance are not historical facts and may be forward-looking. Forward-looking statements are typically, but not exclusively, identified by the use of forward-looking terminology such as "believes," "expects," "could," "may," "will," "should," "seeks," "likely," "intends," "plans," "pro forma," "projects," "estimates" or "anticipates" or the negative of these words and phrases or similar words or phrases that are predictions of or indicate future events or trends and that do not relate solely to historical matters.

Forward-looking statements involve numerous risks and uncertainties and you should not rely on them as predictions of future events. Factors that could cause our actual results to differ materially from those described in the forward-looking statements include, among others: (i) changes in general business and our ability to successfully implement our strategic plan, (ii) changes in interest rates or in the quality or composition of our loan and investment portfolios; (iii) adequacy of loan loss reserves; (iv) increased competition; (v) loss of certain key officers; (vi) continued relationships with major customers; (vii) deposit attrition; (viii) rapidly changing technology; (ix) unanticipated regulatory or judicial proceedings and liabilities and other costs; (x) changes in the cost of funds, demand for loan products, or demand for financial services; (xi) other economic, competitive, governmental, or technological factors affecting our operations, markets, products, services, and prices; and (xii) our success at managing the foregoing items. For a discussion of additional factors that could cause our actual results to differ materially from those described in the forward-looking statements, please see the risk factors discussed in our most recent Annual Report on our website at <https://www.1stsummit.bank/home/about-us/meet-1st-summit/investor-information/>.

While forward-looking statements reflect our good-faith beliefs, they are not guarantees of future performance. All forward-looking statements are necessarily only estimates of future results. Accordingly, actual results may differ materially from those contemplated, expressed in or implied by the particular forward-looking statement due to additional risks and uncertainties of which the Company is not currently aware or which it does not currently view as, but in the future may become, material to its business or operating results. Due to these and other possible uncertainties and risks, we can give no assurance that the results contemplated in the forward-looking statements will be realized and, therefore, you are cautioned not to place undue reliance on such statements. Further, any forward-looking statement speaks only as of the date on which it is made, and we undertake no obligation to update any forward-looking statement to reflect events or circumstances after the date on which the statement is made or to reflect the occurrence of unanticipated events or circumstances, except as required by applicable law. All forward-looking statements, express or implied, included in this press release are qualified in their entirety by this cautionary statement.

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Consolidated Statements of Income
(Unaudited)

	December 31, 2025	September 30, 2025	For the Three Months Ended		December 31, 2024
			June 30, 2025	March 31, 2025	
	(Dollars in thousands, except per share data)				
Interest income:					
Interest and fees on loans	\$ 11,725	\$ 11,360	\$ 10,643	\$ 10,104	\$ 10,117
Interest and dividends on investment securities	4,340	4,542	4,026	4,186	3,594
Other interest income	96	189	161	86	232
Total interest income	16,161	16,091	14,830	14,376	13,943
Interest expense:					
Interest on deposits	5,982	6,251	5,973	6,402	7,139
Interest on FHLB advances and other borrowings	1,937	1,827	1,570	1,346	828
Total interest expense	7,919	8,078	7,543	7,748	7,967
Net interest income	8,242	8,013	7,287	6,628	5,976
Provision for loan losses	251	250	125	125	86
Net interest income after provision for loan losses	7,991	7,763	7,162	6,503	5,890
Noninterest income:					
Service charges and fees	702	628	657	642	621
Wealth management income	649	604	583	577	566
Earnings on bank-owned life insurance	196	194	192	175	253
Interchange income	561	524	712	482	489
Gain (loss) on sales of investment securities	-	-	142	-	(24)
Change in fair value of equity securities	4	22	4	6	(19)
Gain on sale leaseback	-	-	-	-	3,269
Other noninterest income	52	26	30	31	584
Total noninterest income	2,164	1,998	2,320	1,913	5,739
Noninterest expense:					
Salaries and employee benefits	4,225	4,333	4,357	4,333	4,423
Occupancy and equipment expenses	1,066	999	1,071	1,040	966
Professional services	374	344	334	447	324
Data processing and network	997	867	1,078	739	861
Regulatory assessments and insurance	171	171	165	165	171
Shares tax expense	219	219	219	219	229
Other operating expenses	1,165	1,030	1,090	826	1,003
Total noninterest expense	8,217	7,963	8,314	7,769	7,977
Income before income tax expense	1,938	1,798	1,168	647	3,652
Income tax expense	247	95	(1)	(128)	464
Net income	\$ 1,691	\$ 1,703	\$ 1,169	\$ 775	\$ 3,188
Earnings per Common Share					
Basic	\$ 0.80	\$ 0.80	\$ 0.55	\$ 0.36	\$ 1.48
Diluted	0.80	0.80	0.55	0.36	1.48

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Consolidated Balance Sheets
(Unaudited)

	December 31, 2025	September 30, 2025	As of June 30, 2025	March 31, 2025	December 31, 2024
(Dollars in thousands)					
Assets:					
Cash and due from banks	\$ 9,196	\$ 10,191	\$ 13,637	\$ 16,526	\$ 10,666
Interest-bearing deposits in other banks	5,420	6,299	10,736	8,006	7,310
Total cash and cash equivalents	14,616	16,490	24,373	24,532	17,976
Investment securities:					
Equity securities	690	687	665	661	655
Available for sale securities, at fair value	348,406	343,411	327,167	332,319	329,949
Held to maturity securities, at amortized cost	196,188	200,559	207,257	212,111	216,894
Total investment securities	545,284	544,657	535,089	545,091	547,498
Loans:					
Loans held for investment	881,272	851,114	813,960	790,642	782,768
Less: allowance for loan and lease losses	(6,793)	(6,536)	(6,250)	(6,146)	(7,160)
Loans, net	874,479	844,578	807,710	784,496	775,608
Operating lease right-of-use assets	8,537	8,553	8,767	8,968	9,202
Premises and equipment, net	17,911	11,411	11,569	11,940	11,919
Accrued interest receivable	5,322	5,305	5,161	5,058	5,126
Goodwill	339	339	339	339	339
Deferred tax asset, net	7,391	7,988	9,742	10,030	10,888
Bank-owned life insurance	27,750	27,555	27,360	27,168	24,678
Federal Home Loan Bank and other bank stock, at cost	8,162	6,915	6,220	6,079	4,665
Other assets	7,409	7,385	7,811	7,749	7,264
Total assets	\$ 1,517,200	\$ 1,481,176	\$ 1,444,141	\$ 1,431,450	\$ 1,415,163
Liabilities and Stockholders' Equity					
Liabilities:					
Deposits:					
Transaction accounts:					
Noninterest-bearing	\$ 120,899	\$ 118,126	\$ 120,075	\$ 122,764	\$ 114,898
Interest-bearing	652,290	635,855	642,834	643,719	649,837
Total transaction accounts	773,189	753,981	762,909	766,483	764,735
Time deposits	430,462	442,849	420,990	420,496	439,378
Total deposits	1,203,651	1,196,830	1,183,899	1,186,979	1,204,113
Accrued interest payable	4,378	4,328	4,059	4,188	4,528
Short-term borrowings	17,056	6,326	-	30,000	30,000
Long-term borrowings	166,186	151,186	141,186	96,186	66,186
Operating lease liability	8,861	8,832	9,028	9,211	9,428
Other liabilities	8,383	7,934	7,649	7,493	6,947
Total liabilities	1,408,515	1,375,436	1,345,821	1,334,057	1,321,202
Stockholders' Equity:					
Common stock	11,008	11,008	11,015	11,015	11,015
Capital surplus	5,781	5,781	5,825	5,825	5,825
Retained earnings	114,911	114,130	113,338	113,080	113,223
Accumulated other comprehensive income (loss)	(19,174)	(21,338)	(27,970)	(29,250)	(32,825)
Treasury stock	(3,841)	(3,841)	(3,888)	(3,277)	(3,277)
Total stockholders' equity	108,685	105,740	98,320	97,393	93,961
Total liabilities and stockholders' equity	\$ 1,517,200	\$ 1,481,176	\$ 1,444,141	\$ 1,431,450	\$ 1,415,163

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.

**Loan Composition
(Unaudited)**

	As of				
	December 31, 2025	September 30, 2025	June 30, 2025	March 31, 2025	December 31, 2024
	(Dollars in thousands)				
Loans:					
Commercial and industrial loans	\$ 129,389	\$ 140,272	\$ 137,474	\$ 138,038	\$ 138,555
Real estate:					
1-4 single family residential loans	430,427	427,072	400,722	401,588	401,246
Construction, land and development loans	31,543	27,805	24,013	17,043	16,878
Commercial real estate loans (including multifamily)	274,906	240,283	235,884	217,163	207,393
Consumer loans and leases	15,007	15,682	15,867	16,810	18,696
Total loans held in portfolio	\$ 881,272	\$ 851,114	\$ 813,960	\$ 790,642	\$ 782,768

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.

**Deposit Composition
(Unaudited)**

	As of				
	December 31, 2025	September 30, 2025	June 30, 2025	March 31, 2025	December 31, 2024
	(Dollars in thousands)				
Deposits:					
Noninterest-bearing demand deposits	\$ 120,899	\$ 118,126	\$ 120,075	\$ 122,764	\$ 114,898
Interest-bearing demand deposits	274,116	259,182	260,554	260,874	303,631
Savings and money market accounts	378,174	376,673	382,280	382,845	346,206
Time deposits	430,462	442,849	420,990	420,496	439,378
Total deposits	\$ 1,203,651	\$ 1,196,830	\$ 1,183,899	\$ 1,186,979	\$ 1,204,113

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Average Balances and Yields
(Unaudited)

	Three Months Ended					
	December 31, 2025			December 31, 2024		
	Average Balance (1)	Interest/ Expense	Annualized Yield/Rate	Average Balance (1)	Interest/ Expense	Annualized Yield/Rate
	(Dollars in thousands)					
Interest-earning assets:						
Interest-earning deposits in other banks	\$ 8,972	\$ 96	4.25%	\$ 15,721	\$ 232	5.85%
Loans(2)	857,187	11,725	5.43%	772,663	10,117	5.19%
Investment securities and other	544,426	4,340	3.16%	511,726	3,594	2.79%
Total interest-earning assets	1,410,585	16,161	4.55%	1,300,110	13,943	4.25%
Noninterest-earning assets	81,167			70,787		
Total assets	\$1,491,752			\$ 1,370,897		
Interest-bearing liabilities:						
Interest-bearing demand deposits	\$ 254,597	\$ 367	0.57%	\$ 284,010	\$ 615	0.86%
Savings and money market accounts	370,591	1,980	2.12%	354,686	2,172	2.43%
Time deposits	438,477	3,635	3.29%	443,999	4,352	3.89%
FHLB advances and other borrowings	173,750	1,937	4.42%	59,117	828	5.56%
Total interest-bearing liabilities	1,237,415	7,919	2.54%	1,141,812	7,967	2.77%
Noninterest-bearing liabilities and shareholders' equity:						
Noninterest-bearing demand deposits	126,500			120,768		
Other liabilities	21,779			11,141		
Stockholders' equity	106,058			97,176		
Total liabilities and stockholders' equity	\$1,491,752			\$ 1,370,897		
Net interest rate spread			2.01%			1.49%
Net interest income and margin		\$ 8,242	2.32%		\$ 5,976	1.82%
Net interest income and margin (tax equivalent)(3)		\$ 8,449	2.38%		\$ 6,264	1.91%

(1) Average balances presented are derived from daily average balances.

(2) Includes loans on nonaccrual status.

(3) In order to make pretax income and resultant yields on tax-exempt loans comparable to those on taxable loans, a tax-equivalent adjustment has been computed using a federal tax rate of 21% for the three months ended December 31, 2025 and December 31, 2024, respectively.

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Average Balances and Yields
(Unaudited)

	Three Months Ended					
	December 31, 2025			September 30, 2025		
	Average Balance (1)	Interest/ Expense	Annualized Yield/Rate	Average Balance (1)	Interest/ Expense	Annualized Yield/Rate
	(Dollars in thousands)			(Dollars in thousands)		
Interest-earning assets:						
Interest-earning deposits in other banks	8,972	\$ 96	4.25%	\$ 16,847	\$ 189	4.45%
Loans(2)	857,187	11,725	5.43%	837,288	11,360	5.38%
Investment securities and other	544,426	4,340	3.16%	540,412	4,542	3.33%
Total interest-earning assets	1,410,585	16,161	4.55%	1,394,547	16,091	4.58%
Noninterest-earning assets	81,167			83,711		
Total assets	\$ 1,491,752			\$ 1,478,258		
Interest-bearing liabilities:						
Interest-bearing demand deposits	\$ 254,597	\$ 367	0.57%	\$ 254,822	\$ 376	0.59%
Savings and money market accounts	370,591	1,980	2.12%	373,930	2,057	2.18%
Time deposits	438,477	3,635	3.29%	445,011	3,818	3.40%
FHLB advances and other borrowings	173,750	1,937	4.42%	154,632	1,827	4.69%
Total interest-bearing liabilities	1,237,415	7,919	2.54%	1,228,395	8,078	2.61%
Noninterest-bearing liabilities and shareholders' equity:						
Noninterest-bearing demand deposits	126,500			122,871		
Other liabilities	21,779			27,685		
Stockholders' equity	106,058			99,307		
Total liabilities and stockholders' equity	\$ 1,491,752			\$ 1,478,258		
Net interest rate spread			2.01%			1.97%
Net interest income and margin		\$ 8,242	2.32%		\$ 8,013	2.28%
Net interest income and margin (tax equivalent)(3)		\$ 8,449	2.38%		\$ 8,215	2.34%

(1) Average balances presented are derived from daily average balances.

(2) Includes loans on nonaccrual status.

(3) In order to make pretax income and resultant yields on tax-exempt loans comparable to those on taxable loans, a tax-equivalent adjustment has been computed using a federal tax rate of 21% for the three months ended December 31, 2025 and September 30, 2025, respectively.

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Reconciliation of Non-GAAP Financial Measures - Net Interest Margin on a Fully Taxable Equivalent Basis
(Unaudited)

	As of or for the Three Months Ended				
	December 31, 2025	September 30, 2025	June 30, 2025	March 31, 2025	December 31, 2024
	(Dollars in thousands, except per share data)				
Net interest margin - GAAP basis:					
Net interest income	\$ 8,242	\$ 8,013	\$ 7,287	\$ 6,628	\$ 5,976
Average interest-earning assets	1,410,585	1,394,547	1,342,466	1,333,932	1,300,110
Net interest margin	2.32%	2.28%	2.18%	2.02%	1.82%
Net interest margin - Non-GAAP basis:					
Net interest income	\$ 8,242	\$ 8,013	\$ 7,287	\$ 6,628	\$ 5,976
Plus:					
Impact of fully taxable equivalent adjustment	207	202	286	246	288
Net interest income on a fully taxable equivalent basis	\$ 8,449	\$ 8,215	\$ 7,573	\$ 6,874	\$ 6,264
Average interest-earning assets	1,410,585	1,394,547	1,342,466	1,333,932	1,300,110
Net interest margin on a fully taxable equivalent basis - Non-GAAP basis	2.38%	2.34%	2.26%	2.09%	1.91%

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Reconciliation of Non-GAAP Financial Measures - Tangible Book Value Per Share
(Unaudited)

	December 31, 2025	September 30, 2025	As of June 30, 2025	March 31, 2025	December 31, 2024
	(Dollars in thousands, except per share data)				
Total stockholders' equity	\$ 108,685	\$ 105,740	\$ 98,320	\$ 97,393	\$ 93,961
Less:					
Goodwill and other intangible assets	339	339	339	339	339
Tangible stockholders' equity	\$ 108,346	\$ 105,401	\$ 97,981	\$ 97,054	\$ 93,622
Shares outstanding	2,118,389	2,118,389	2,117,035	2,135,540	2,135,540
Book value per share	\$ 51.31	\$ 49.92	\$ 46.44	\$ 45.61	\$ 44.00
Less:					
Goodwill and other intangible assets per share	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16
Tangible book value per share	\$ 51.15	\$ 49.76	\$ 46.28	\$ 45.45	\$ 43.84

1ST SUMMIT BANCORP OF JOHNSTOWN, INC.
Reconciliation of Non-GAAP Financial Measures - Tangible Equity to Tangible Assets
(Unaudited)

	December 31, 2025	September 30, 2025	As of June 30, 2025	March 31, 2025	December 31, 2024
	(Dollars in thousands)				
Total stockholders' equity to total assets - GAAP basis:					
Total stockholders' equity (numerator)	\$ 108,685	\$ 105,740	\$ 98,320	\$ 97,393	\$ 93,961
Total assets (denominator)	1,517,200	1,481,176	1,444,141	1,431,450	1,415,163
Total stockholders' equity to total assets	7.16%	7.14%	6.81%	6.80%	6.64%
Tangible equity to tangible assets - Non-GAAP basis:					
Tangible equity:					
Total stockholders' equity	\$ 108,685	\$ 105,740	\$ 98,320	\$ 97,393	\$ 93,961
Less:					
Goodwill and other intangible assets	339	339	339	339	339
Total tangible common equity (numerator)	\$ 108,346	\$ 105,401	\$ 97,981	\$ 97,054	\$ 93,622
Tangible assets:					
Total assets	1,517,200	1,481,176	1,444,141	1,431,450	1,415,163
Less:					
Goodwill and other intangible assets	339	339	339	339	339
Total tangible assets (denominator)	\$ 1,516,861	\$ 1,480,837	\$ 1,443,802	\$ 1,431,111	\$ 1,414,824
Tangible equity to tangible assets	7.14%	7.12%	6.79%	6.78%	6.62%