



July 25, 2025

United Bancorp Inc. Shareholders/Customers:

Second quarter 2025 net interest income totaled \$980k, increasing from \$952k for the previous quarter and increasing from \$797k for the second quarter of 2024. We have continued to monitor interest rates closely to ensure that we maintain a healthy net interest margin which has been steadily increasing for the past several months. As part of building our deposits to reduce our cost of funds, you can help by banking with us, so please let us know how we can help you with your banking needs by calling our customer service line at the bottom of this memo.

For the second quarter of 2025, we ended the quarter with assets of \$182M (million), up from \$16.8M from \$165.2M at March 31, 2025, up \$12.1M from \$169.8M at December 30, 2024 and up \$22.9M from \$159.1M at December 2023.

We earned \$336k (thousand) up from \$309k for the first quarter of 2025, increasing from the second quarter of 2024 earnings of \$244k. This quarter-over-quarter increase from the first quarter of 2025 to second quarter of 2025 can be attributed to the difference in our increased net interest income, gain on sale and hedging and derivative income.

A few financial highlights for the **Second Quarter 2025** include:

- United Trust Bank has now had **49** consecutive months of profitability.
- Our ROA and ROE continue to be positive at .76% and 8.63% for the second quarter of 2025.
- Total loans increased at \$153.8M for the second quarter of 2025 compared to \$142.1M in the first quarter of 2025.
- Total deposits increased \$7.8M in the second quarter of 2025 to \$124M from \$116.2M in the first quarter 2025 and increased \$18M from June 30, 2024. The deposit increase has been primarily in Time Deposits with both institutional deposit and organic customer deposit growth.
- Supporting the bank in the profitability mentioned above, we processed \$108M in Mortgage and Capital Market Loans Held for Sale (LHFS) during the second quarter of 2025 compared to \$96M in the first quarter 2025 compared to \$100M in the fourth quarter 2024 and \$92M in the second quarter 2024. Our Gain on Sale on LHFS Loans (including Capital Markets derivative and hedging income) for second quarter of 2025 was \$5.2M up from first quarter 2025 of \$4.73M.

Our Tier 1 Leverage Ratio increased to 9.16% on June 31, 2025 from 8.99% on March 31, 2025 due to net income growth. That ratio was 8.86% on December 31, 2024. Our total capital grew due to our profitability and was \$15.1M on June 31, 2025, up from \$14.5M on December 31, 2024. Our Total Risk Based Capital Ratio was 15.91% on June 30, 2025, down from March 31, 2025 of 16.59% and up from 15.83% on December 31, 2024. That ratio was 16.01% on December 2023. These changes are due to our Net Income Growth and Total Risk Weighted Assets fluctuations.

The Allowance for Credit Losses as a percentage of loans decreased to 0.65% on June 30, 2025 from 0.75% on March 31, 2025. When considering the additional reserves required with our purchased Consumer Loans in our portfolio the ratio increases to 0.72% for June 30, 2025. We continued to have excellent



credit quality over the quarter with our Texas Ratio on June 30, 2025, decreasing to 0.76% from 1.82% last quarter.

To summarize the performance at United Trust, here is a chart comparing our consolidated key operating ratios for June Year-To-Date 2025 to our annual performance in 2024 and 2023:

	<u>Q2 Year 2025</u>	<u>Year 2024</u>	<u>Year 2023</u>
Tier 1 Leverage (EOP)	9.16%	8.86%	8.69%
Total Risk Based Capital (EOP)	15.91%	15.83%	16.01%
Return on Assets (ROA)	0.76%	0.63%	0.93%
Return on Equity (ROE)	8.63%	7.26%	11.06%
ALLL (excluding LHFS)	0.65%	0.68%	0.63%
Texas Ratio	0.79%	1.88%	3.91%
Net Interest Margin	2.57%	2.32%	2.43%
Efficiency Ratio	77.32%	76.77%	91.78%
Liquidity Ratio (to Deposits)	17.11%	16.62%	16.70%

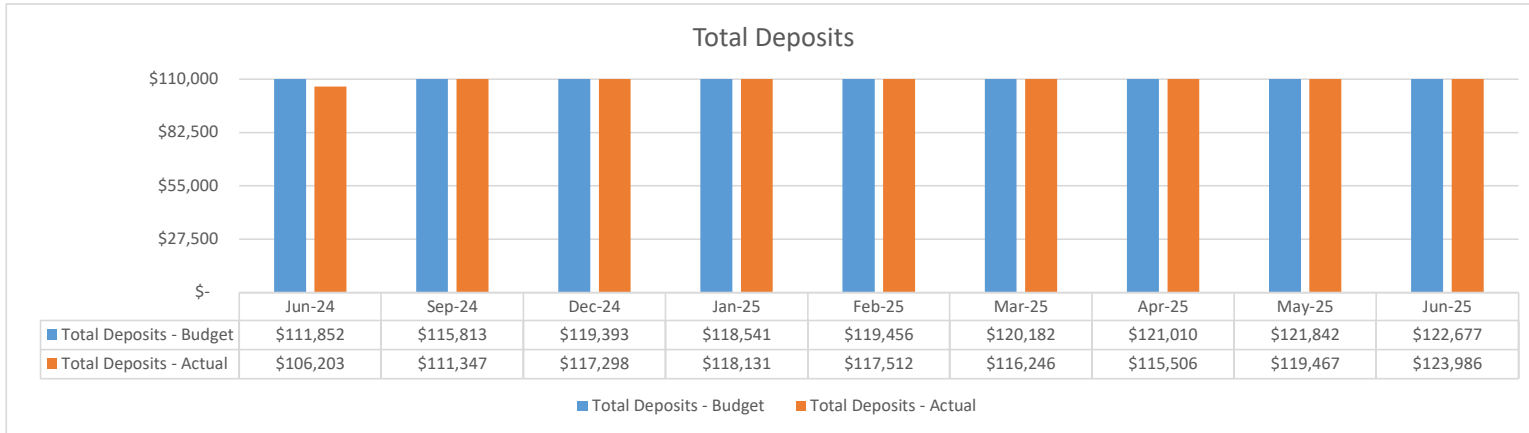
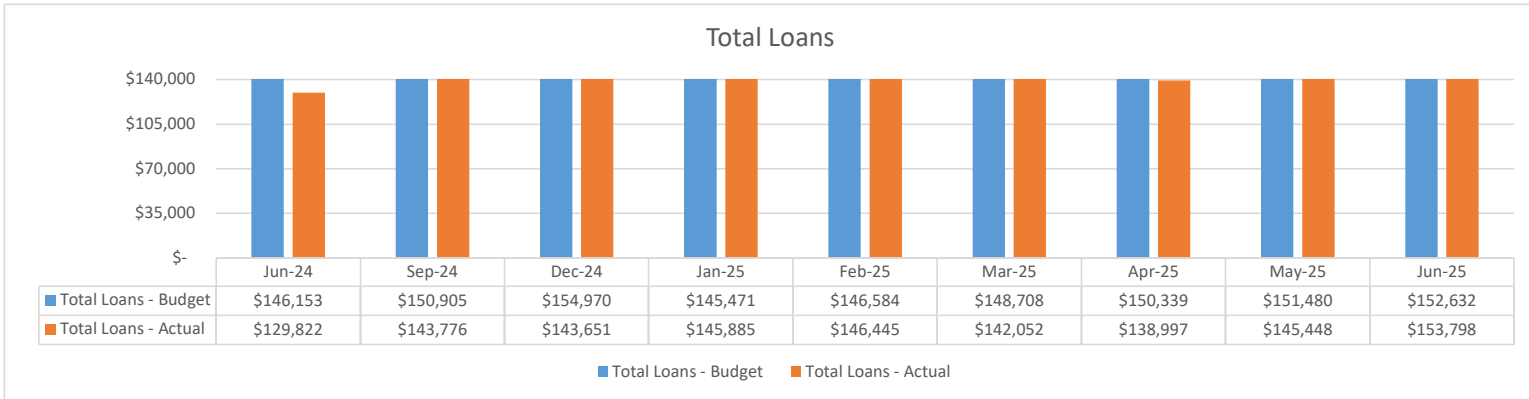
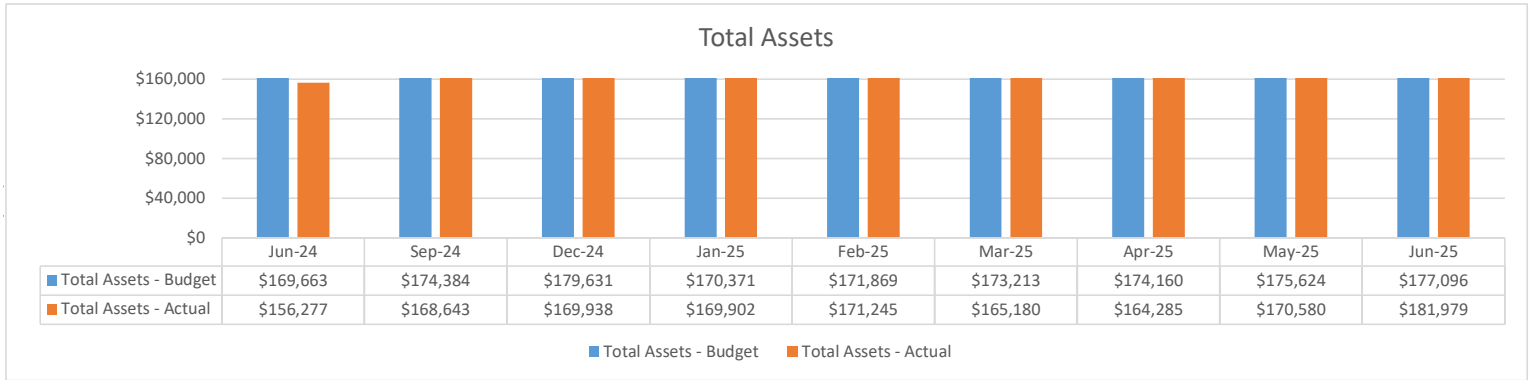
Additional support can also be found in the graphs and financial statements presented below. We look forward to continued opportunities for success for United Trust and our customers as 2025 progresses despite national financial concerns. We appreciate you as a customer, and we will continue to strive to meet all your banking needs. We have continued to increase the value to our shareholders, as our book value per share for United Bancorp, Inc. increased to \$1.36 per share on June 30, 2025, up from \$1.28 per share on December 31, 2024, up from \$1.17 per share on December 31, 2023.

If you have any questions, please contact me at 404-488-0178 or “cwagner@utbhome.com”.

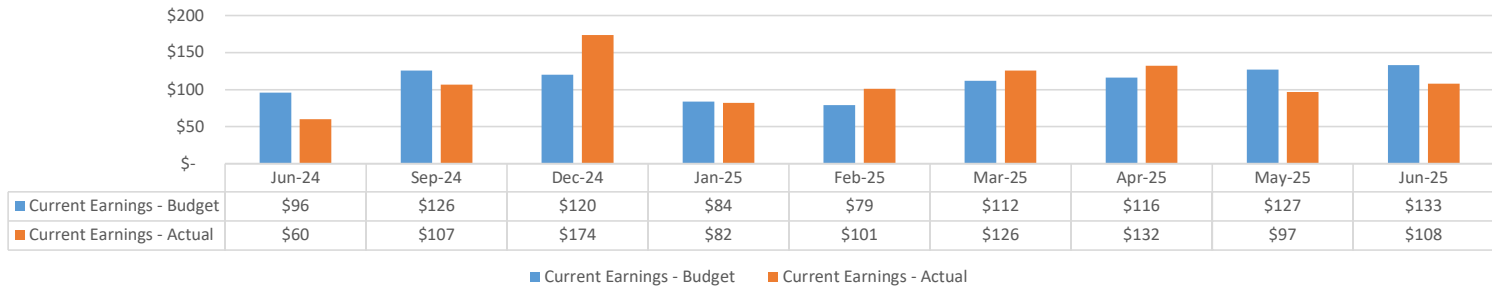
Best Regards,

Charles K. Wagner,  
President and CEO

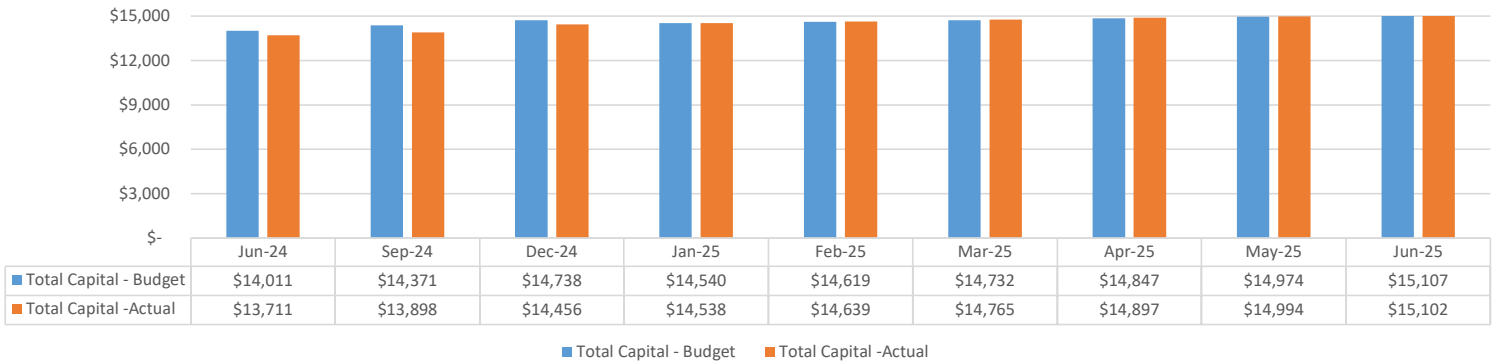




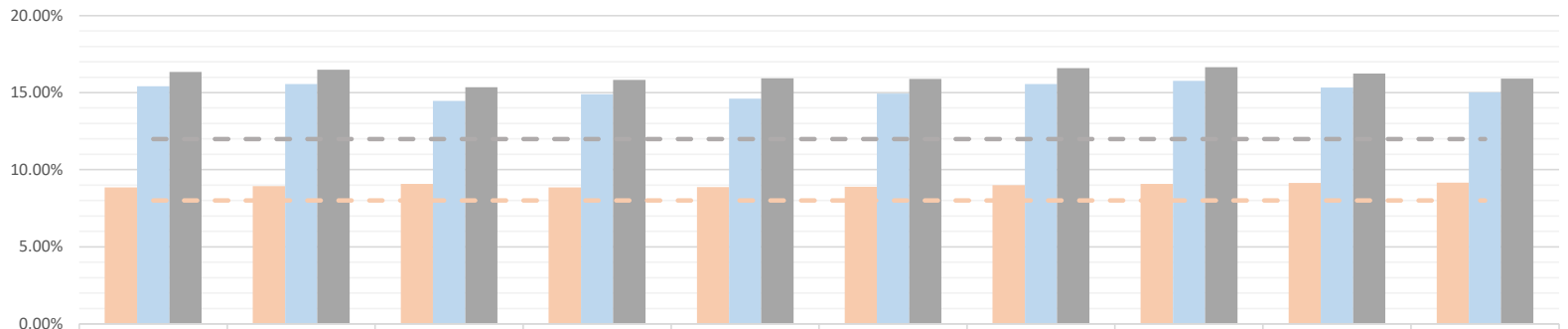
### Total Earnings



### Total Capital



### Capital Ratios



	May-24	Jun-24	Sep-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25
Actual Tier 1 Leverage Ratio	8.86%	8.94%	9.08%	8.86%	8.88%	8.89%	8.99%	9.07%	9.14%	9.16%
Actual Tier 1 Capital Ratio	15.42%	15.56%	14.48%	14.91%	14.61%	14.94%	15.56%	15.76%	15.34%	15.03%
Actual Total Risk Based	16.36%	16.49%	15.35%	15.83%	15.93%	15.89%	16.59%	16.66%	16.23%	15.91%
OCC Leverage Ratio	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
OCC Total Risk Based	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%

■ Actual Tier 1 Leverage Ratio   
 ■ Actual Tier 1 Capital Ratio   
 ■ Actual Total Risk Based   
 - - - OCC Leverage Ratio   
 - - - OCC Total Risk Based

United Trust Bank  
Balance Sheet

	June 30, 2025	June 30, 2024
<b><u>Assets</u></b>		
Cash & Due	\$ 21,183	\$ 20,082
Securities		
Mortgage-Backed Securities	26	29
Gross Unrealized AFS G/L	-	-
Total Securities	\$ 26	\$ 29
Loans		
Commercial	3,590	3,393
Real Estate		
Commercial	11,758	12,544
Residential	131,871	105,217
Mortgage Loans HFS	2,125	3,191
Total Real Estate	\$ 145,754	\$ 120,952
Consumer	3,667	4,622
Nonaccrual Loans	122	361
Other Loans	665	494
Total Loans	\$ 153,798	\$ 129,822
Loan Loss Reserve	(887)	(818)
Net Loans and Leases	\$ 152,911	\$ 129,004
Fixed Assets	2,651	2,720
OREO	-	-
Equity Securities	1,985	1,985
Mortgage Servicing Rights	528	616
Other Assets	2,695	1,841
<b>Total Assets</b>	<b>\$ 181,979</b>	<b>\$ 156,277</b>
<b><u>Liabilities</u></b>		
Demand Deposits	19,763	21,753
Interest Bearing Deposits		
NOW Accounts	1,813	1,493
Money Market Accounts	7,380	7,496
Savings	1,491	727
Time Deposits		
CD's > 250K	25,351	21,422
CD's 100K-250K	55,345	40,810
CDs < 100K	12,843	12,502
Total Time Deposits	\$ 93,539	\$ 74,734
Total Interest Bearing Deposits	\$ 104,223	\$ 84,450
Total Deposits	\$ 123,986	\$ 106,203
Borrowed Funds	40,426	34,800
Other Liabilities	2,465	1,563
<b>Total Liabilities</b>	<b>\$ 166,877</b>	<b>\$ 142,566</b>
<b><u>Capital</u></b>		
Common Stock	23,167	23,167
Undivided Profit	(8,711)	(9,810)
Current Earnings	646	354
Net Unrealized AFS G/L	-	-
<b>Total Capital</b>	<b>\$ 15,102</b>	<b>\$ 13,711</b>
<b>Total Liabilities &amp; Capital</b>	<b>\$ 181,979</b>	<b>\$ 156,277</b>

United Trust Bank  
Income Statement

	<u>2nd Quarter 2025</u>	<u>1st Quarter 2025</u>	<u>2nd Quarter 2024</u>	<u>Year To Date 2025</u>	<u>Year To Date 2024</u>
<b>Interest Income</b>					
Cash & Due	\$ 154,685	\$ 139,679	\$ 148,998	\$ 294,364	\$ 306,046
Securities					
Mortgage-Backed Securities	316	325	432	641	882
Loans					
Commercial	81,747	72,651	84,331	154,398	147,056
Real Estate	2,115,737	2,101,013	1,893,167	4,216,750	3,774,477
Consumer	82,906	87,381	104,632	170,287	213,099
Other Loans	-	-	-	-	-
Total Loans	<u>\$ 2,280,390</u>	<u>\$ 2,261,045</u>	<u>\$ 2,082,130</u>	<u>\$ 4,541,435</u>	<u>\$ 4,134,632</u>
<b>Total Interest Income</b>	<b><u>\$ 2,435,391</u></b>	<b><u>\$ 2,401,049</u></b>	<b><u>\$ 2,231,560</u></b>	<b><u>\$ 4,836,440</u></b>	<b><u>\$ 4,441,560</u></b>
<b>Interest Expense</b>					
NOW Accounts	583	453	530	1,036	1,029
Money Market Accounts	71,874	82,480	73,204	154,354	140,050
Savings	177	163	184	340	365
Time Deposits	1,026,252	1,007,998	893,063	2,034,250	1,717,506
Total Deposits	<u>\$ 1,098,886</u>	<u>\$ 1,091,094</u>	<u>\$ 966,981</u>	<u>\$ 2,189,980</u>	<u>\$ 1,858,950</u>
Borrowed Funds	356,187	358,393	425,103	714,580	946,597
<b>Total Interest Expense</b>	<b><u>\$ 1,455,073</u></b>	<b><u>\$ 1,449,487</u></b>	<b><u>\$ 1,392,084</u></b>	<b><u>\$ 2,904,560</u></b>	<b><u>\$ 2,805,547</u></b>
<b>Net Interest Income</b>	<b><u>\$ 980,318</u></b>	<b><u>\$ 951,562</u></b>	<b><u>\$ 839,476</u></b>	<b><u>\$ 1,931,880</u></b>	<b><u>\$ 1,636,013</u></b>
Loan Loss Provision	56,216	85,427	(20,686)	141,643	(15,580)
<b>Net Interest Income after Provision</b>	<b><u>\$ 924,102</u></b>	<b><u>\$ 866,135</u></b>	<b><u>\$ 860,162</u></b>	<b><u>\$ 1,790,237</u></b>	<b><u>\$ 1,651,593</u></b>
<b>Non-Interest Income</b>					
Service Charges	7,481	7,951	12,282	15,432	21,796
Fee Income					
Loan Fees (Not in NIM)	(8,249)	(23,568)	(22,933)	(31,817)	(51,735)
Brokered Fee Income	39,053	46,830	28,696	85,883	58,087
Gain on Sale Mortgage Loans	5,213,519	4,781,585	3,797,525	9,995,104	7,501,190
Gain on Sale Portfolio Loans	9,554	-	45,951	9,554	60,062
Hedging & Derivative Income	(16,227)	(51,704)	-	(67,931)	-
Other Fee Income	147,006	120,929	(23,925)	267,935	32,116
Total Fee Income	<u>\$ 5,384,656</u>	<u>\$ 4,874,072</u>	<u>\$ 3,825,314</u>	<u>\$ 10,258,728</u>	<u>\$ 7,599,720</u>
Mortgage Servicing Income	-	-	-	-	\$ -
Other Income	38,165	33,782	57,827	71,947	71,947
FHLB Stock Dividend	38,376	39,047	48,976	77,423	89,663
<b>Total Non-Interest Income</b>	<b><u>\$ 5,468,678</u></b>	<b><u>\$ 4,954,852</u></b>	<b><u>\$ 3,944,399</u></b>	<b><u>\$ 10,423,530</u></b>	<b><u>\$ 7,783,126</u></b>
<b>Non-Interest Expense</b>					
Employee	3,814,179	3,527,413	2,505,591	7,341,592	5,010,318
Occupancy	157,117	146,871	163,627	303,988	324,091
Equipment Expense	201,585	161,685	152,846	363,270	305,814
Data Processing	98,655	111,685	77,209	210,340	155,734
Professional Fees	92,809	93,817	67,336	186,626	130,713
Marketing	907,778	765,423	864,819	1,673,201	1,748,712
Other Employee Expense	30,843	19,100	55,750	49,943	106,311
Loan Expense	494,972	460,304	487,148	955,276	930,251
Other Expense	154,843	178,532	133,100	333,375	261,155
<b>Total Non-Interest Expense</b>	<b><u>\$ 5,952,781</u></b>	<b><u>\$ 5,464,830</u></b>	<b><u>\$ 4,507,426</u></b>	<b><u>\$ 11,417,611</u></b>	<b><u>\$ 8,973,099</u></b>
Operating Income	439,999	356,157	297,135	796,156	461,620
Federal Tax	79,842	42,386	12,843	122,228	51,192
State Tax	23,696	4,448	39,955	28,144	56,390
<b>Net Income</b>	<b><u>\$ 336,461</u></b>	<b><u>\$ 309,323</u></b>	<b><u>\$ 244,337</u></b>	<b><u>\$ 645,784</u></b>	<b><u>\$ 354,038</u></b>