Puerto Rico Farm Credit, ACA

SECOND QUARTER 2026

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CERTIFICATION

The undersigned certify that we have reviewed the June 30, 2026 quarterly report of Puerto Rico Farm Credit, ACA, that the report has been prepared under the oversight of the Audit Committee of the Board of Directors and in accordance with all applicable statutory or regulatory requirements, and that the information contained herein is true, accurate, and complete to the best of our knowledge and belief.

/s/ Rafael J. Borges
Chair of the Board of Directors

/s/ Hampton Jordan
Interim Chief Executive Officer

/s/ Michael Serrallés
Chair of the Audit Committee

August 7, 2026

Puerto Rico Farm Credit, ACA

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

(dollars in thousands)

The following commentary reviews the financial condition and results of operations of Puerto Rico Farm Credit, ACA (Association) for the period ended June 30, 2026, with comparisons to prior periods. These comments should be read in conjunction with the accompanying financial statements, notes to the financial statements and the 2025 Annual Report of the Association. The accompanying consolidated financial statements were prepared under the oversight of the Audit Committee of the Board of Directors.

LOAN PORTFOLIO

The Association provides funds to farmers, rural homeowners and farm-related businesses for financing of short and intermediate-term loans and long-term real estate mortgage loans. The Association's predominant chartered territory (CT) agricultural commodities were dairy and fruits & vegetables which totaled approximately $47,886 or 52.78% of the gross principal balance, net of sold loans, at June 30, 2026. Management monitors specific conditions in the dairy industry that could impact the credit quality of the Association's dairy portfolio. Currently, our member-borrowers are managing through these challenges, and Management does not expect a deterioration of the loan portfolio. The Association also maintains a portfolio of purchased loans (PL), originated by other Farm Credit System entities and non-system entities. The Participated loan portfolio is performing well; Management is pursuing opportunities to increase volume in this portfolio. Management will search for new transactions that diversify the risk of the entire loan portfolio and supplements growth in the CT loan portfolio. All other ag sectors continue to perform well as good weather has not caused major disruptions on farming operations.

The total loan volume of the Association as of June 30, 2026, was $163,180, a decrease of $2,382 as compared to $165,562 at December 31, 2025.

ASSET QUALITY AND LOAN LOSS RESERVES

There is an inherent risk in the extension of any type of credit. Portfolio credit quality continues to be maintained at an acceptable level and credit administration remains satisfactory. Nonaccrual loans increased to $3,347 at June 30, 2026 from $3,151 at December 31, 2025. As a percent of total loans, nonaccrual loans were 2.05% and 1.90% at June 30, 2026 and December 31, 2025, respectively.

Association management maintains an allowance for credit losses (ACL) in an amount considered sufficient to absorb estimated current and expected credit losses over the financial assets expected life. The most significant component of the Association's ACL is the allowance for credit losses on loans (ACLL). The ACLL at June 30, 2026, was $1,476 or 0.90% of total loans compared to $1,337 or 0.81% of total loans at December 31, 2025, and is considered by management to be adequate to cover estimated current and expected losses within the loan portfolio. See further detail on the Association's ACL within the Association's Annual Report and discussion of significant provision for credit loss within the *Results of Operations* below.

RESULTS OF OPERATIONS

For the three months ended June 30, 2026

Net income for the three months ended June 30, 2026, was $309, an increase of $377 as compared to a net loss of $68 for the same period ended in 2025. This increase is mainly attributed to a decrease in the provision for loan losses of $646 and a decrease of $169 and $91 in net interest income and noninterest income respectively.

For the three months ended June 30, 2026, net interest income was $1,613, a decrease of $169 as compared to the same period ended in 2025, and the net interest margin was 2.32%, slightly increasing 0.02% as compared to the same period ended in 2025. Decrease in net interest income is mostly attributed to a decrease in the balance of the portfolio as compared to the same period during the previous year.

The reversal of credit losses for the three months ended June 30, 2026, was $13, a decrease of $646 from the provision for credit losses of $633 for the same period ended during the prior year.

Noninterest income decreased $91 to $211 during the three months ended June 30, 2026 compared to the same period ended during the prior year primarily due to loan fees and patronage refunds from other farm credit institutions decreasing $54 and $36 respectively.

For the three months ended June 30, 2026, noninterest expense increased $9 to $1,528 compared to the same period ended in 2025. primarily due to increases in purchase services of $140 partially offset by decrease of $73, $38, and $19 in other operating expenses, salaries and personnel cost, and occupancy and equipment respectively.

For the six months ended June 30, 2026

Net income for the six months ended June 30, 2026, was $630, a decrease of $146 as compared to net income of $776 for the same period ended in 2025. This decrease is mainly attributed to a decrease in provision for loan losses, net interest income and noninterest income of $659, $464, and $49 respectively, partially offset by an increase in noninterest expense of $292.

For the six months ended June 30, 2026, net interest income was $3,255, a decrease of $464 as compared to the same period ended in 2025, and the net interest margin was 2.32%, slightly increasing 0.02% as compared to the same period ended in 2025. Decrease in net interest income is attributed to a decrease in the balance of the portfolio as compared to the same period during the previous year.

The provision for credit losses for the six months ended June 30, 2026, was $61, a decrease of $659 from the provision for credit losses of $720 for the same period ended during the prior year.

Noninterest income decreased $49 to $588 during the six months ended June 30, 2026 compared to the same period ended during the prior year primarily due to patronage refunds from other Farm Credit institutions and gain on other transactions decreasing $54 and $34 respectively, partially offset by an increase insurance fund refunds of $36.

For the six months ended June 30, 2026, noninterest expense increased $292 to $3,152 compared to the same period ended in 2025 primarily due to increases in purchased services and salaries and personnel cost of $220, and $80 respectively.

FUNDING SOURCES

The principal source of funds for the Association is the borrowing relationship established with AgFirst Farm Credit Bank (the Bank) through a General Financing Agreement. The General Financing Agreement utilizes the Association's credit and fiscal performance as criteria for establishing a line of credit on which the Association may draw funds. The Bank advances funds to the Association in the form of notes payable. The notes payable are segmented into variable rate and fixed rate sections. The variable rate note is utilized by the Association to fund variable rate loan advances and operating funds requirements. The fixed rate note is used specifically to fund fixed rate loan advances made by the Association. The total notes payable to the Bank at June 30, 2026, was $106,099 as compared to $107,432 at December 31, 2025.

CAPITAL RESOURCES

Total members' equity at June 30, 2026, was $60,860, an increase of $650 from a total of $60,210 at December 31, 2025. Total capital stock and participation certificates were $548 on June 30, 2026, compared to $528 on December 31, 2025.

The Farm Credit Administration (FCA) sets minimum regulatory capital requirements with a capital conservation buffer for System banks and associations. Capital adequacy is evaluated using a number of regulatory ratios.

The following sets forth the regulatory capital ratios:

	Regulatory Minimum Including Buffer*	June 30, 2026	December 31, 2025	June 30, 2025
Permanent Capital Ratio	7.00%	35.71%	36.02%	33.20%
Common Equity Tier 1 (CET1) Capital Ratio	7.00%	35.39%	35.74%	33.00%
Tier 1 Capital Ratio	8.50%	35.39%	35.74%	33.00%
Total Regulatory Capital Ratio	10.50%	36.34%	36.59%	33.66%
Tier 1 Leverage Ratio**	5.00%	35.02%	34.85%	32.44%
Unallocated Retained Earnings (URE) and URE Equivalents	1.50%	34.68%	34.53%	32.15%

**Include full capital conservation buffers.*
***The Tier 1 Leverage Ratio must include a minimum of 1.50% of URE and URE equivalents.*

For all periods presented, the Association exceeded minimum regulatory requirements for all of the ratios. Normally, if the capital ratios fall below the minimum regulatory requirements, including the buffer amounts, capital distributions (equity redemptions, dividends, and patronage) and discretionary senior executive bonuses are restricted or prohibited without prior FCA approval.

REGULATORY MATTERS

On July 24, 2026, the FCA published a final rule on loan performance categories and financial reporting in the Federal Register. The rule amends the high-risk loan performance categories by removing formally restructured loans (TDRs) to ensure the regulations remain consistent with U.S. generally accepted accounting principles (GAAP). The amendment reflects changes in GAAP that eliminated the measurement guidance for TDRs and replaced it with enhanced disclosure requirements for certain loan modifications to borrowers experiencing financial difficulty. The regulation will be effective 30 days after publication during which either or both Houses of Congress are in session.

On February 27, 2026, the FCA published a proposed rule on Permanent Capital Revisions in the Federal Register. The proposed rule would reduce the role of permanent capital as a measure of capital adequacy, simplify the permanent capital ratio calculation, eliminate permanent capital disclosure requirements from shareholder and investor reporting, and make other clarifications, corrections, and updates to capital-related regulations. The comment period ended on April 28, 2026.

On February 8, 2024, the FCA approved a final rule to amend its regulatory capital requirements to define and establish risk weightings for High Volatility Commercial Real Estate (HVCRE) exposures by assigning a 150% risk-weighting to such exposures, instead of the current 100%, to reflect increased risk characteristics. The rule further ensures comparability between the FCA's risk-weightings and the federal banking regulators, with deviations as appropriate to accommodate the different regulatory, operational, and credit considerations of the System. The final rule excludes certain acquisition, development and construction loans that do not present as much risk and therefore do not warrant the risk weight for HVCRE. In addition, the final rule adds an exclusion for loans originated with a balance for less than $500,000. The rule became effective on January 1, 2026 and did not have a material impact on the Association’s capital ratios.

OTHER MATTERS

On March 6, 2026, the Association entered into a Supervisory Agreement with the Farm Credit Administration (FCA). This agreement was initiated as a result of ongoing weaknesses identified by FCA in the board’s and management’s oversight of operations. The Association did not fully comply with requirements previously outlined in Special Supervision Letters issued during 2023, 2024, and 2025.

The Supervisory Agreement requires the Association to remediate identified weaknesses in several areas, including internal controls and operations, regulatory compliance, board governance and oversight, corrective action tracking, and earnings management. The Board of Directors and management are committed and are actively working on established corrective actions to achieve full compliance of all requirements of the Supervisory Agreement. The Association continues to make progress towards compliance with the Supervisory Agreement by meeting applicable deadlines since the board entered into the Supervisory Agreement.

SHAREHOLDER INVESTMENT

Shareholder investment in the Association may be materially affected by the financial condition and results of operations of the Bank. Copies of the Bank's annual and quarterly reports are available upon request free of charge by calling 1-800-845-1745, ext. 2764, or writing Matthew Miller, AgFirst Farm Credit Bank, P.O. Box 1499, Columbia, SC 29202. Information concerning the Bank can also be obtained at the Bank's website, *www.agfirst.com*. Copies of the Association's annual and quarterly reports are also available upon request free of charge by calling 1-800-981-3323, or writing Alice Rivera, Puerto Rico Farm Credit, ACA, PO Box 363649, San Juan, PR 00936-3649, or accessing the website, *www.prfarmcredit.com*. The Association prepares a quarterly report within 40 days after the end of each fiscal quarter, except that no report needs to be prepared for the fiscal quarter that coincides with the end of the fiscal year of the Association.

Puerto Rico Farm Credit, ACA

Consolidated Balance Sheets

(dollars in thousands)	June 30, 2026	December 31, 2025
	(unaudited)	*(audited)*
Assets		
Cash	**$ 320**	$ 51
Loans	**163,180**	165,562
Allowance for credit losses on loans	**(1,476)**	(1,337)
Net loans	**161,704**	164,225
Accrued interest receivable	**953**	1,043
Equity investments in other Farm Credit institutions	**2,673**	2,785
Premises and equipment, net	**1,923**	1,816
Other property owned	**204**	374
Accounts receivable	**572**	990
Other assets	**58**	17
Total assets	**$ 168,407**	$ 171,301
Liabilities		
Notes payable to AgFirst Farm Credit Bank	**$ 106,099**	$ 107,432
Accrued interest payable	**363**	378
Patronage refunds payable	**21**	2,102
Accounts payable	**477**	369
Other liabilities	**587**	810
Total liabilities	**107,547**	111,091
Commitments and contingencies (Note 5)		
Members' Equity		
Capital stock and participation certificates	**548**	528
Unallocated retained earnings	**60,312**	59,682
Total members' equity	**60,860**	60,210
Total liabilities and members' equity	**$ 168,407**	$ 171,301

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

Puerto Rico Farm Credit, ACA

Consolidated Statements of Comprehensive Income

(unaudited)

(dollars in thousands)	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Interest Income				
Loans	**$ 2,719**	$ 3,117	**$ 5,448**	$ 6,337
Interest Expense	**1,106**	1,335	**2,193**	2,618
Net interest income	**1,613**	1,782	**3,255**	3,719
Provision for (reversal of) allowance for credit losses	**(13)**	633	**61**	720
Net interest income after provision for (reversal of) allowance for credit losses	**1,626**	1,149	**3,194**	2,999
Noninterest Income				
Loan fees	**21**	75	**152**	149
Patronage refunds from other Farm Credit institutions	**190**	226	**379**	433
Gains (losses) on other transactions	**—**	—	**—**	34
Insurance Fund refunds	**—**	1	**57**	21
Total noninterest income	**211**	302	**588**	637
Noninterest Expense				
Salaries and employee benefits	**662**	700	**1,344**	1,264
Occupancy and equipment	**42**	61	**120**	105
Insurance Fund premiums	**23**	26	**46**	52
Purchased services	**544**	404	**1,079**	859
Data processing	**10**	8	**18**	14
Other operating expenses	**243**	316	**548**	554
(Gains) losses on other property owned, net	**4**	4	**(3)**	12
Total noninterest expense	**1,528**	1,519	**3,152**	2,860
Net income (loss)	**$ 309**	$ (68)	**$ 630**	$ 776
Other comprehensive income	**—**	—	**—**	—
Comprehensive income (loss)	**$ 309**	$ (68)	**$ 630**	$ 776

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

Puerto Rico Farm Credit, ACA

Consolidated Statements of Changes in Members' Equity

(unaudited)

(dollars in thousands)	Capital Stock and Participation Certificates	Unallocated Retained Earnings	Total Members' Equity
Balance at December 31, 2024	$ 521	$ 59,629	$ 60,150
Comprehensive income		776	776
Capital stock/participation certificates issued/(retired), net	(6)		(6)
Balance at June 30, 2025	$ 515	$ 60,405	$ 60,920
Balance at December 31, 2025	**$ 528**	**$ 59,682**	**$ 60,210**
Comprehensive income		**630**	**630**
Capital stock/participation certificates issued/(retired), net	**20**		**20**
Balance at June 30, 2026	**$ 548**	**$ 60,312**	**$ 60,860**

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

Puerto Rico Farm Credit, ACA

Notes to the Consolidated Financial Statements

(dollars in thousands, except as noted)

(unaudited)

Note 1 — Organization, Significant Accounting Policies, and Recently Issued Accounting Pronouncements

Organization

The accompanying financial statements include the accounts of Puerto Rico Farm Credit, ACA and its Production Credit Association (PCA) and Federal Land Credit Association (FLCA) subsidiaries (collectively, the Association). Descriptions of the organization and operations, the significant accounting policies followed, and the financial condition and results of operations for the Association as of and for the year ended December 31, 2025, are contained in the 2025 Annual Report to Shareholders. These unaudited interim consolidated financial statements should be read in conjunction with the latest Annual Report to Shareholders.

Basis of Presentation

In the opinion of management, the accompanying consolidated financial statements contain all adjustments necessary for a fair statement of results for the periods presented. These adjustments are of a normal recurring nature, unless otherwise disclosed.

Certain amounts in the prior period's consolidated financial statements have been reclassified to conform to the current period presentation. Such reclassifications had no effect on the prior period net income or total capital as previously reported.

The results of any interim period are not necessarily indicative of those to be expected for a full year.

Significant Accounting Policies

The Association's accounting and reporting policies conform with U.S. generally accepted accounting principles (GAAP) and practices in the financial services industry. To prepare the financial statements in conformity with GAAP, management must make estimates based on assumptions about future economic and market conditions (for example, unemployment, market liquidity, real estate prices, etc.) that affect the reported amounts of assets and liabilities at the date of the financial statements, income and expenses during the reporting period, and the related disclosures. Although these estimates contemplate current conditions and expectations of change in the future, it is reasonably possible that actual conditions may be different than anticipated, which could materially affect results of operations and financial condition.

Management has made significant estimates in several areas, including loans and allowance for credit losses (Note 2, *Loans and Allowance for Credit Losses*) and financial instruments (Note 4, *Fair Value Measurement*). Actual results could differ from those estimates.

For further details of significant accounting policies, see Note 2, *Summary of Significant Accounting Policies*, from the latest Annual Report.

Accounting Standards Updates (ASUs) Issued but Not Yet Adopted

The Financial Accounting Standards Board (FASB) has issued certain accounting standards that will become effective for the Association in future periods. There were no ASUs issued, nor were there material updates to previously disclosed accounting standards, during the six months ended June 30, 2026 that are expected to have a material impact on the Association's financial statements. For a detailed description of ASUs previously issued, see the latest Annual Report.

ASUs Effective During the Period

In July 2025, the FASB issued ASU 2025-05 Financial Instruments – Credit Losses – Measurement of Credit Losses for Accounts Receivable and Contract Assets. The amendments in this update provide all entities with a practical expedient which would allow all entities when developing reasonable and supportable forecasts as part of estimating expected credit losses to assume that current conditions as of the balance sheet date do not change for the remaining life of the asset. The amendments also provide entities other than public business entities with an accounting policy election when estimating expected credit losses for current accounts receivables and current contract assets arising from transactions accounted for under Topic 606. The amendments were effective for annual reporting periods beginning after December 15, 2025, and interim periods within those annual reporting periods under a prospective approach. The impact of adoption did not have a significant impact on the Association's financial condition, results of operations, and cash flows.

Note 2 — Loans and Allowance for Credit Losses

A summary of loans outstanding at period end follows:

	June 30, 2026	December 31, 2025
Real estate mortgage	$ 48,489	$ 49,454
Production and intermediate-term	49,291	48,282
Agribusiness:		
Loans to cooperatives	1,039	1,066
Processing and marketing	40,026	43,444
Farm-related business	731	612
Rural infrastructure:		
Communication	13,204	12,525
Power and water/waste disposal	4,699	4,352
Rural residential real estate	3,809	3,943
Other:		
International	1,892	1,884
Total loans	$ 163,180	$ 165,562

A substantial portion of the Association's lending activities is collateralized, and exposure to credit loss associated with lending activities is reduced accordingly. The Association may purchase or sell participation interests with other parties in order to diversify risk, manage loan volume, and comply with Farm Credit Administration (FCA) regulations.

The following table shows loans, classified under the FCA Uniform Loan Classification System, as a percentage of total loans by loan type as of:

	June 30, 2026	December 31, 2025
Real estate mortgage:		
Acceptable	95.91%	98.82%
OAEM	1.32	1.00
Substandard/doubtful/loss	2.77	0.18
	100.00%	100.00%
Production and intermediate-term:		
Acceptable	95.74%	95.84%
OAEM	0.30	0.51
Substandard/doubtful/loss	3.96	3.65
	100.00%	100.00%
Agribusiness:		
Acceptable	84.34%	85.33%
OAEM	5.09	4.80
Substandard/doubtful/loss	10.57	9.87
	100.00%	100.00%
Rural infrastructure:		
Acceptable	90.84%	100.00%
OAEM	9.16	–
Substandard/doubtful/loss	–	–
	100.00%	100.00%
Rural residential real estate:		
Acceptable	95.88%	95.67%
OAEM	–	0.01
Substandard/doubtful/loss	4.12	4.32
	100.00%	100.00%
Other:		
Acceptable	100.00%	100.00%
OAEM	–	–
Substandard/doubtful/loss	–	–
	100.00%	100.00%
Total loans:		
Acceptable	92.39%	94.34%
OAEM	2.79	1.75
Substandard/doubtful/loss	4.82	3.91
	100.00%	100.00%

Accrued interest receivable on loans of $953 and $1,043 at June 30, 2026 and December 31, 2025, respectively, has been excluded from the amortized cost of loans and reported separately in the Consolidated Balance Sheets.

The following tables provide an aging analysis of past due loans as of:

	June 30, 2026				
	30 Through 89 Days Past Due	90 Days or More Past Due	Total Past Due	Not Past Due or Less Than 30 Days Past Due	Total Loans
Real estate mortgage	$ 1,874	$ 1,902	$ 3,776	$ 44,713	$ 48,489
Production and intermediate-term	1,186	1,067	2,253	47,038	49,291
Agribusiness	–	–	–	41,796	41,796
Rural infrastructure	–	–	–	17,903	17,903
Rural residential real estate	14	–	14	3,795	3,809
Other	–	–	–	1,892	1,892
Total	$ 3,074	$ 2,969	$ 6,043	$ 157,137	$ 163,180

	December 31, 2025				
	30 Through 89 Days Past Due	90 Days or More Past Due	Total Past Due	Not Past Due or Less Than 30 Days Past Due	Total Loans
Real estate mortgage	$ 1,343	$ 1,854	$ 3,197	$ 46,257	$ 49,454
Production and intermediate-term	237	1,139	1,376	46,906	48,282
Agribusiness	–	–	–	45,122	45,122
Rural infrastructure	–	–	–	16,877	16,877
Rural residential real estate	98	–	98	3,845	3,943
Other	–	–	–	1,884	1,884
Total	$ 1,678	$ 2,993	$ 4,671	$ 160,891	$ 165,562

Accruing loans greater than 90 days past due were $272 and $113 as of June 30, 2026 and December 31, 2025, respectively.

The following tables provide the amortized cost for nonaccrual loans with and without a related allowance for credit losses on loans as of:

	June 30, 2026		
Nonaccrual loans:	Amortized Cost with Allowance	Amortized Cost without Allowance	Total
Real estate mortgage	$ 905	$ 946	$ 1,851
Production and intermediate-term	655	698	1,353
Rural residential real estate	–	143	143
Total	$ 1,560	$ 1,787	$ 3,347

	December 31, 2025		
Nonaccrual loans:	Amortized Cost with Allowance	Amortized Cost without Allowance	Total
Real estate mortgage	$ 915	$ 890	$ 1,805
Production and intermediate-term	659	535	1,194
Rural residential real estate	–	152	152
Total	$ 1,574	$ 1,577	$ 3,151

The Association recognized $124 and $269 of interest income on nonaccrual loans during the three and six months ended June 30, 2026, respectively. The Association recognized $126 and $323 of interest income on nonaccrual loans during the three and six months ended June 30, 2025, respectively.

Reversals of interest income on loans that moved to nonaccrual status were not material for the three and six months ended June 30, 2026 and 2025.

A summary of changes in the allowance for credit losses is as follows:

	Three Months Ended June 30, 2026	Three Months Ended June 30, 2025
Allowance for Credit Losses on Loans:		
Balance at beginning of period	$ 1,470	$ 1,046
Charge-offs	–	(4)
Recoveries	1	–
Provision for credit losses on loans	5	602
Balance at end of period	$ 1,476	$ 1,644
Allowance for Credit Losses on Unfunded Commitments:		
Balance at beginning of period	$ 94	$ 97
Provision for unfunded commitments	(18)	31
Balance at end of period	$ 76	$ 128
Total allowance for credit losses	$ 1,552	$ 1,772

	Six Months Ended June 30, 2026	Six Months Ended June 30, 2025
Allowance for Credit Losses on Loans:		
Balance at beginning of period	$ 1,337	$ 969
Charge-offs	–	(7)
Recoveries	1	–
Provision for credit losses on loans	138	682
Balance at end of period	$ 1,476	$ 1,644
Allowance for Credit Losses on Unfunded Commitments:		
Balance at beginning of period	$ 153	$ 90
Provision for unfunded commitments	(77)	38
Balance at end of period	$ 76	$ 128
Total allowance for credit losses	$ 1,552	$ 1,772

Decrease in allowance for credit losses as of June 30, 2026 is attributed to the release of previous allowance recognized for a $4,635 participated loan as well a decrease in loan volume.

Loan modifications may be granted to borrowers experiencing financial difficulty. Qualifying disclosable modifications are one, or a combination of, principal forgiveness, interest rate reduction, or an other-than-insignificant payment delay or term extension. Covenant waivers and modifications of contingent acceleration clauses are not considered term extensions.

The following tables show the amortized cost basis at the end of the reporting period for loan modifications granted to borrowers experiencing financial difficulty during the three and six months ended June 30, 2026, disaggregated by loan type and type of modification granted:

	For the Three Months Ended June 30, 2026	
	Maturity Extension	**Percentage of Total by Loan Type**
Production and intermediate-term	$ 1,330	2.70%
Total	$ 1,330	0.82%

	For the Six Months Ended June 30, 2026			
	Maturity Extension	**Payment Deferral**	**Total**	**Percentage of Total by Loan Type**
Production and intermediate-term	$ 1,330	$ 22	$ 1,352	2.74%
Total	$ 1,330	$ 22	$ 1,352	0.83%

The following tables show the amortized cost basis at the end of the reporting period for loan modifications granted to borrowers experiencing financial difficulty during the three and six months ended June 30, 2025, disaggregated by loan type and type of modification granted:

	For the Three Months Ended June 30, 2025			
	Maturity Extension	**Payment Deferral**	**Total**	**Percentage of Total by Loan Type**
Real estate mortgage	$ –	$ 315	$ 315	0.64%
Production and intermediate-term	–	131	131	0.26%
Total	$ –	$ 446	$ 446	0.25%

	For the Six Months Ended June 30, 2025			
	Maturity Extension	**Payment Deferral**	**Total**	**Percentage of Total by Loan Type**
Real estate mortgage	$ 556	$ 315	$ 871	1.76%
Production and intermediate-term	101	131	232	0.47%
Agribusiness	583	–	583	1.07%
Total	$ 1,240	$ 446	$ 1,686	0.93%

The following table describes the financial effects of the modifications made to borrowers experiencing financial difficulty during the three months ended June 30, 2026:

	Maturity Extension
	Financial Effect
Production and intermediate-term	Added a weighted average 2.8 years to the life of loans

The following tables describe the financial effects of the modifications made to borrowers experiencing financial difficulty during the six months ended June 30, 2026:

	Maturity Extension
	Financial Effect
Production and intermediate-term	Added a weighted average 2.8 years to the life of loans

	Payment Deferral
	Financial Effect
Production and intermediate-term	Provided a weighted average 3.4 years of payment deferrals

The following table describes the financial effects of the modifications made to borrowers experiencing financial difficulty during the three months ended June 30, 2025:

	Payment Deferral
	Financial Effect
Real estate mortgage	Provided a weighted average 6.0 months of payment deferrals
Production and intermediate-term	Provided a weighted average 6.0 months of payment deferrals

The following tables describe the financial effects of the modifications made to borrowers experiencing financial difficulty during the six months ended June 30, 2025:

	Maturity Extension
	Financial Effect
Real estate mortgage	Added a weighted average 2.1 years to the life of loans
Production and intermediate-term	Added a weighted average 6.2 years to the life of loans
Agribusiness	Added a weighted average 5.0 years to the life of loans

	Payment Deferral
	Financial Effect
Real estate mortgage	Provided a weighted average 6.0 months of payment deferrals
Production and intermediate-term	Provided a weighted average 6.0 months of payment deferrals

The following tables set forth the amortized cost of loans to borrowers experiencing financial difficulty that defaulted during the three and six months ended June 30, 2026 and received a modification in the twelve months before default:

	For the Three Months Ended June 30, 2026
	Maturity Extension
Production and intermediate-term	$ 546
Total	$ 546

	For the Six Months Ended June 30, 2026
	Maturity Extension
Production and intermediate-term	$ 546
Total	$ 546

There were no loans to borrowers experiencing financial difficulty that had a modification in the preceding twelve months and subsequently defaulted during the three months ended June 30, 2025.

The following table sets forth the amortized cost of loans to borrowers experiencing financial difficulty that defaulted during the six months ended June 30, 2025 and received a modification in the twelve months before default:

	For the Six Months Ended June 30, 2025
	Maturity Extension
Production and intermediate-term	$ 199
Total	$ 199

The following tables set forth an aging analysis of loans to borrowers experiencing financial difficulty that were modified during the twelve months prior to June 30, 2026 and 2025:

	June 30, 2026			
	Current	30-89 Days Past Due	90 Days or More Past Due	Total
Real estate mortgage	$ 155	$ –	$ –	$ 155
Production and intermediate-term	2,245	–	–	2,245
Total	$ 2,400	$ –	$ –	$ 2,400

	June 30, 2025			
	Current	30-89 Days Past Due	90 Days or More Past Due	Total
Real estate mortgage	$ 871	$ –	$ –	$ 871
Production and intermediate-term	887	598	34	1,519
Agribusiness	584	–	–	584
Total	$ 2,342	$ 598	$ 34	$ 2,974

Accrued interest receivable at the end of the reporting period related to loan modifications granted to borrowers experiencing financial difficulty during both the three and six months ended June 30, 2026 was $19. Accrued interest receivable at the end of the reporting period related to loan modifications granted to borrowers experiencing financial difficulty during the three and six months ended June 30, 2025 was $2 and $12, respectively. There were no additional commitments to lend to borrowers experiencing financial difficulties whose loans have been modified at June 30, 2026 and December 31, 2025.

The Association had no loans held for sale at June 30, 2026 and December 31, 2025.

Note 3 — Investments

Equity Investments in Other Farm Credit System Institutions
Equity investments in other Farm Credit System institutions are generally nonmarketable investments consisting of stock and participation certificates, allocated surplus, and reciprocal investments in other institutions regulated by the FCA. These investments are carried at cost and evaluated for impairment based on the ultimate recoverability of the par value rather than by recognizing temporary declines in value.

Associations are required to maintain ownership in AgFirst Farm Credit Bank (the Bank) in the form of Class B or Class C stock as determined by the Bank. The Bank may require additional capital contributions to maintain its capital requirements. The Association owned 0.35% of the issued stock and allocated retained earnings of the Bank as of June 30, 2026, net of any reciprocal investment. As of that date, the Bank's assets totaled $51.2 billion and shareholders' equity totaled $2.4 billion. The Bank's earnings were $218 million for the six months ended June 30, 2026. In addition, the Association held investments of $144 related to other Farm Credit institutions.

Note 4 — Fair Value Measurement

Fair value is defined 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. See Note 2, *Summary of Significant Accounting Policies* of the most recent Annual Report to Shareholders for additional information.

There were no changes to valuation methodologies or fair value hierarchy classifications during the periods presented. See Note 8, *Fair Value Measurement* of the most recent Annual Report to Shareholders for descriptions of the valuation methodologies used for assets and liabilities measured at fair value.

Fair values are estimated at each period end date for assets and liabilities measured at fair value on a recurring basis. The following tables summarize assets measured at fair value at period end.

	June 30, 2026			
	Fair Value Measurement Using			Total Fair Value
	Level 1	Level 2	Level 3	
Recurring assets				
Assets held in trust funds	$ –	$ –	$ –	$ –
Nonrecurring assets				
Nonaccrual loans	$ –	$ –	$ 1,496	$ 1,496
Other property owned	$ –	$ –	$ 215	$ 215

	December 31, 2025			
	Fair Value Measurement Using			Total Fair Value
	Level 1	Level 2	Level 3	
Recurring assets				
Assets held in trust funds	$ –	$ –	$ –	$ –
Nonrecurring assets				
Nonaccrual loans	$ –	$ –	$ 1,510	$ 1,510
Other property owned	$ –	$ –	$ 385	$ 385

Note 5 — Commitments and Contingent Liabilities

From time to time, legal actions may be pending against the Association in which claims for damages are asserted. At the date of these financial statements, the Association is not aware of any material actions. However, the Association cannot ensure that such actions or other contingencies will not arise in the future.

Note 6 — Subsequent Events

The Association evaluated subsequent events and determined there were none requiring disclosure through August 7, 2026, which was the date the financial statements were issued.