



November 22, 2024

Dear Fellow Shareholder,

I would like to take this opportunity to thank you for your investment in PB Financial Corporation (OTCQX: PBNC) (the "Company"), the holding company for Providence Bank. Included with this letter is your dividend check or your direct deposit notification for the 4th Quarter of 2024. Your dividend is \$0.56 for each share of common stock you own. This is an increase of approximately 9.80% over the \$0.51 per share paid in the 4th Quarter of 2023 and represents \$2.24 per share on an annualized basis. It also represents a dividend yield of approximately 5.33% based on the closing price of \$42.00/share on November 5, 2024.

I am proud to say this is the Company's 52<sup>nd</sup> consecutive quarterly cash dividend paid. Our consistent financial performance has allowed us to increase our cash dividend every quarter since we began paying dividends approximately 13 years ago. Our original shareholders have now received \$10.02 per share in cash dividends, which is 91.09% of their original purchase price of \$11.00 per share. Cash dividends remain a significant part of our long-term strategy to enhance your shareholder value.

The Company had record earnings in the 3<sup>rd</sup> Quarter and strong earnings in the nine-month period. As outlined below, we also had double digit growth in loans, deposits, and total assets.

(Dollars in Thousands, except per share data)	<u>3<sup>rd</sup> Quarter, 2024</u>	<u>3<sup>rd</sup> Quarter, 2023</u>	<u>Percent Change</u>
Assets	\$ 1,285,355	\$ 929,942	38.22%
Loans	\$ 1,086,387	\$ 775,026	40.17%
Deposits	\$ 1,083,850	\$ 729,304	48.61%
Equity	\$ 134,066	\$ 82,410	62.68%
Net Income available to common shareholder (3 <sup>rd</sup> Quarter)	\$ 4,597	\$ 3,096	48.45%
Net Income available to common shareholder (YTD)	\$ 11,878	\$ 10,551	12.57%
Basic Earnings Per Share (YTD)	\$ 4.37	\$ 4.61	(5.21%)
Book Value of Stock	\$ 39.70	\$ 33.04	20.16%

Thank you for your continued support of Providence Bank.

Sincerely,

A handwritten signature in black ink that reads "Ted E. Whitehurst".

Ted Whitehurst  
President and Chief Executive Officer

*This letter may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 regarding PB Financial Corporation. Those statements may include but are not limited to statements regarding the Bank's plans, objectives, expectations and intentions and other statements identified by words such as "believes," "considers," "expects," "anticipates," "estimates," "intends," "plans," "targets," "projects," "would be," and similar expressions. These statements are based upon current beliefs and expectations of management of PB Financial Corporation and are subject to significant risks and uncertainties. Actual or future results or events may differ from those set forth in the forward-looking statements. PB Financial Corporation does not undertake to update any forward-looking statements in this press release. The information as of and for the quarters ended September 30, 2024 and September 30, 2023 as presented are unaudited.*

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