



FOR IMMEDIATE RELEASE

The Victory Bancorp, Inc.
2025 Second Quarter Earnings

Limerick, Pennsylvania – November 3, 2025 – The Victory Bancorp, Inc. (OTCQX: VTYB), the holding company for The Victory Bank, today announced financial results for the quarter ended September 30, 2025.

Financial Highlights for Third Quarter 2025

• **Net Consolidated Earnings:**

Net income for the quarter ended September 30, 2025, was \$358 thousand. This result was significantly impacted by higher Other expenses, which rose from \$2.90 million in Q3 2024 to \$3.47 million in Q3 2025, primarily due to costs associated with the anticipated merger with QNB related to the definitive agreement that was signed in September 2025. The merger expenses for the quarter were \$374 thousand.

In contrast, net interest income—the bank's primary source of earnings—increased from \$3.46 million in Q3 2024 to \$3.70 million in Q3 2025.

Return on average assets decreased to 0.29%, down from 0.50% in Q3 2024. Return on average equity declined to 4.57%, compared to 9.07% in the previous quarter and 8.14% a year earlier. However, excluding merger-related expenses, ROE would have been 8.07%.

• **Deposit Growth:**

The bank opened a new branch in spring 2025 in the Horsham market. This new location contributed to the growth in deposits in Q3. Total deposits grew to \$436.74 million as of September 30, 2025, an increase of \$38.57 million from September 30, 2024.

• **Book Value:**

Book value per common share rose to \$15.85 as of September 30, 2025, compared to \$14.84 at year-end 2024 and \$14.89 as of September 30, 2024.

• **Stockholders' Equity:**

Stockholders' equity increased to \$31.65 million, up from \$29.34 million at December 31, 2024, and \$29.44 million a year ago. This growth continues to reinforce the company's strong capital position.

• **Credit Quality and Loan Metrics:**

Credit quality remained strong, with no nonperforming assets reported for the quarter and net charge-offs at – (0.01)%, indicating net recoveries. The allowance for credit losses to total loans stood at 0.88%, reflecting continued sound risk management practices.

• **Earnings per Share:**

Basic and diluted earnings per common share were \$0.18 and \$0.17, respectively, for Q3 2025, compared to \$0.30 and \$0.29 in Q3 2024. Merger-related costs had a significant impact on these results; excluding those costs, basic and diluted earnings per common share would have been \$0.33 and \$0.31, respectively.

Chairman and Bank Leader Joseph W. Major commented,

“Victory Bancorp delivered another solid quarter in 2025, continuing its record of disciplined growth and strong financial performance. The company achieved net income of \$358,000 for the third quarter, supported by continued deposit expansion, prudent expense management, and healthy credit quality. Total deposits rose to \$436.74 million as of September 30, 2025 — an impressive \$38.57 million increase from the same period last year — reflecting the strength of our relationship-driven banking approach. Book value per share advanced to \$15.85, marking another all-time high and demonstrating our ongoing commitment to building shareholder value.”

“Victory’s focused strategy and community-centered culture continue to fuel steady progress and long-term resilience. The opening of our new Horsham branch this spring expanded our presence in a dynamic and growing market, creating new opportunities to serve businesses and individuals with excellence. As we look ahead, we remain dedicated to supporting our clients’ success, deepening community connections, and driving sustainable growth for our shareholders.”

Victory Bancorp, Inc. is traded on the OTCQX market under the symbol [VTYB](#) and is the parent company of The Victory Bank. The Bank, founded in 2008, is a Pennsylvania state-chartered commercial bank headquartered in Limerick Township, Montgomery County. It offers a full range of banking services, including checking and savings accounts, home equity lines of credit, and personal loans. In addition to traditional banking, the Bank specializes in high-quality business lending, serving small and mid-sized businesses and professionals. With four offices across Montgomery and Berks Counties, it is dedicated to meeting the financial needs of the local community. For more information, visit its website at [VictoryBank.com](#). *FDIC-Insured.*

This presentation may contain forward-looking statements (within the meaning of Private Securities Litigation Reform Act of 1995). Actual results may differ materially from the results discussed in these forward-looking statements. Factors that might cause such a difference include, but are not limited to, general economic conditions, changes in interest rates, deposit flows, loan demand, real estate values, and competition; changes in accounting principles, policies, or guidelines; changes in legislation or regulation; and other economic, competitive, governmental, regulatory, and technological factors affecting the Company’s operations, pricing, products, and services.

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CONSOLIDATED FINANCIAL HIGHLIGHTS (unaudited)

(dollars in thousands, except per share data)

Selected Financial Data	Sept 30, 2025	Dec 31, 2024	Sept 30, 2024
Investment securities	\$ 40,850	\$ 44,642	\$ 46,110
Loans, net of allowance for credit losses	392,111	390,954	395,213
Total assets	488,219	461,024	467,939
Deposits	436,743	397,080	398,169
Borrowings	0	15,440	24,692
Subordinated debt	17,359	17,309	12,851
Stockholders' equity	\$ 31,650	\$ 29,337	\$ 29,437
Book value per common share	\$ 15.85	\$ 14.84	\$ 14.89
Allowance/loans	0.88%	0.92%	0.91%
Nonperforming assets/total assets	0.00%	0.05%	0.04%
3 Months Ended			
Selected Operations Data	Sept 30, 2025	Dec 31, 2024	Sept 30, 2024
Interest income	\$ 7,475	\$ 7,281	\$ 7,526
Interest expense	3,786	3,886	4,064
Net interest income	3,689	3,395	3,462
Provision for loan losses	(15)	(32)	71
Other income	223	299	239
Other expense	3,472	3,000	2,895
Income before income taxes	455	726	735
Income taxes	(97)	(168)	(149)
Net income	\$ 358	\$ 558	\$ 586
Earnings per common share (basic)	\$ 0.18	\$ 0.28	\$ 0.30
Earnings per common share (diluted)	\$ 0.17	\$ 0.28	\$ 0.29
Return on average assets (annualized)	0.29%	0.48%	0.50%
Return on average equity (annualized)	4.57%	7.58%	8.14%
Net charge-offs(recoveries)/average loans	(0.01)%	0.00%	0.00%