AgCredit Agricultural Credit Association

SECOND QUARTER 2026

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CERTIFICATION

The undersigned certify that we have reviewed the June 30, 2026 quarterly report of AgCredit Agricultural Credit Association, 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/ Brian J. Ricker
Chief Executive Officer

/s/ Daniel J. Lucke
Chief Financial Officer

/s/ Dustin J. Sonnenberg
Chairman of the Board

August 7, 2026

AgCredit Agricultural Credit Association

Report on Internal Control Over Financial Reporting

The Association's principal executives and principal financial officers, or persons performing similar functions, are responsible for establishing and maintaining adequate internal control over financial reporting for the Association's Consolidated Financial Statements. For purposes of this report, "internal control over financial reporting" is defined as a process designed by, or under the supervision of the Association's principal executives and principal financial officers, or persons performing similar functions, and effected by its Board of Directors, management and other personnel, to provide reasonable assurance regarding the reliability of financial reporting information and the preparation of the Consolidated Financial Statements for external purposes in accordance with accounting principles generally accepted in the United States of America and includes those policies and procedures that:

1) Pertain to the maintenance of records that in reasonable detail accurately and fairly reflect the transactions and dispositions of the assets of the Association,

2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial information in accordance with accounting principles generally accepted in the United States of America, and that receipts and expenditures are being made only in accordance with authorizations of management and directors of the Association, and

3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Association's assets that could have a material effect on its Consolidated Financial Statements.

The Association's management has completed an assessment of the effectiveness of internal control over financial reporting as of June 30, 2026. In making the assessment, management used the framework in *Internal Control — Integrated Framework (2013)*, promulgated by the Committee of Sponsoring Organizations of the Treadway Commission, commonly referred to as the "COSO" criteria.

Based on the assessment performed, the Association's management concluded that as of June 30, 2026, the internal control over financial reporting was effective based upon the COSO criteria. Additionally, based on this assessment, the Association's management determined that there were no material changes to or weaknesses in the internal control over financial reporting as of June 30, 2026.

/s/ Brian J. Ricker
Chief Executive Officer

/s/ Daniel J. Lucke
Chief Financial Officer

August 7, 2026

AgCredit Agricultural Credit Association

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 AgCredit, 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 loan portfolio consists predominantly of grains (primarily soybeans, corn, and wheat), livestock, and landlords, which constitute 66 percent of the entire portfolio as of June 30, 2026. The Association recognizes the commodity concentration risk exceeds normally accepted industry standards. This risk, along with the risk associated with large loans, is reduced by members' off-farm income, utilization of crop insurance, and the use of FSA, USDA, Business and Industry, SBA, and Farmer Mac loan guarantees. As of June 30, 2026, the Association had $966,554 of guaranteed loan volume, which is 25.96 percent of loans as compared to $1,009,801 of guaranteed volume or 28.77 percent of the portfolio at June 30, 2025. Loan guarantees reduce the potential loss in the Association's loan portfolio and help to leverage the Association's capital.

The total loan volume of the Association as of June 30, 2026, was $3,723,671, a decrease of $17,185 as compared to $3,740,856 at December 31, 2025. The decrease in loan volume primarily relates to decreases in production and intermediate (PRIT) and other partially offset by increases in real estate mortgage (REMG), communication (COMM), and processing & marketing (PMK).

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 $19,908 at June 30, 2026, from $18,829 at December 31, 2025. As a percent of total loans, nonaccrual loans were 0.53 percent and 0.50 percent 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 $12,615 or 0.34 percent of total loans compared to $10,992 or 0.29 percent 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

The Association's primary source of funding is provided by AgFirst Farm Credit Bank (the Bank) in the form of notes payable. See *Funding Sources* section below for additional details on this relationship.

For the three months ended June 30, 2026

Net income for the three months ended June 30, 2026, was $16,552, a decrease of $385 as compared to net income of $16,937 for the same period ended in 2025. Major changes in the components of net income when comparing Q2 2026 to Q2 2025 are identified below in the commentary for net interest income, provision for credit losses, noninterest income, and noninterest expense.

For the three months ended June 30, 2026, net interest income was $23,668, an increase of $1,118, and the net interest margin was 2.68 percent, an increase of three basis points as compared to the same period ended in 2025. The increase in net interest income was primarily the result of improved spreads as well as overall loan growth.

The provision for credit losses for the three months ended June 30, 2026, was $1,424, an increase of $114 from the provision for credit losses of $1,310 for the same period ended during the prior year primarily related to an increase in loan volume as well as the decline of overall PD and LGD ratings across the association and an increase in specific reserves.

Noninterest income increased $185 to $6,532 during the three months ended June 30, 2026 compared to the same period ended during the prior year primarily due to an increase in loan fees, gains on the non-qualified 401k as well as no losses on investments in the current year compared to the prior year, partially offset by lower patronage refunds from other farm credit institutions.

For the three months ended June 30, 2026, noninterest expense increased $1,577 to $12,216 compared to the same period ended in 2025 primarily due to an increase in the cost of services provided by the Bank as well as an increase in personnel costs.

For the six months ended June 30, 2026

Net income for the six months ended June 30, 2026, was $36,319, an increase of $2,082 as compared to net income of $34,237 for the same period ended in 2025. Major changes in the components of net income when comparing the six months ended June 30, 2026 to the six months ended June 30, 2025 are identified below in the commentary for net interest income, provision for credit losses, noninterest income, and noninterest expense.

For the six months ended June 30, 2026, net interest income was $48,030, an increase of $2,745, and the net interest margin was 2.68 percent, an increase of three basis points as compared to the same period ended in 2025. The increase in net interest income was primarily the result of improved spreads as well as overall loan growth.

The provision for credit losses for the six months ended June 30, 2026, was $1,861, a decrease of $399 from the provision for credit losses of $2,260 for the same period ended during the prior year primarily related to a slower increase to the general allowance in the current year compared to the prior year partially offset by an increase in the specific reserves.

Noninterest income increased $1,598 to $14,773 during the six months ended June 30, 2026 compared to the same period ended during the prior year primarily due to an increase to the general patronage accrual from AgFirst for 2026, an increase in the amount of patronage received from other FC associations as well as strong patronage returns from the Agri-Access program. We also saw a larger FCSIC refund as well as no losses on investments in the current year compared to a loss in the prior year.

For the six months ended June 30, 2026, noninterest expense increased $2,667 to $24,607 compared to the same period ended in 2025 primarily due to an increase in the cost of services provided by the Bank as well as an increase in personnel costs and guarantee fees.

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 $3,306,844 as compared to $3,340,030 at December 31, 2025.

CAPITAL RESOURCES

Total members' equity at June 30, 2026, was $631,202, an increase of $34,722 from a total of $596,480 at December 31, 2025. The increase is due primarily to 2026 year-to-date earnings. Total capital stock and participation certificates were $12,627 on June 30, 2026, compared to $13,673 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%	18.28%	18.48%	19.18%
Common Equity Tier 1 (CET1) Capital Ratio	7.00%	18.07%	18.23%	18.92%
Tier 1 Capital Ratio	8.50%	18.07%	18.23%	18.92%
Total Regulatory Capital Ratio	10.50%	18.47%	18.63%	19.31%
Tier 1 Leverage Ratio**	5.00%	13.86%	13.67%	14.03%
Unallocated Retained Earnings (URE) and URE Equivalents	1.50%	13.64%	13.44%	13.80%

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

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. For all periods presented, the Association exceeded minimum regulatory requirements for all of the ratios.

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.

SHAREHOLDER INVESTMENT

The Association obtains funding from the Bank. The Association may be materially affected, and shareholder investment could be materially affected by the financial condition and results of operations of the Bank. Copies of the Bank’s Annual and Quarterly Reports are on the the Bank’s website, *www.agfirst.com* or may be obtained at no charge by calling 1-800-845-1745, extension 2764, or writing Matthew Miller, AgFirst Farm Credit Bank, P.O. Box 1499, Columbia, SC 29202.

Copies of the Association’s Quarterly and Annual Reports are available on the Association’s website, *www.agcredit.net*, or may be obtained upon request free of charge by calling 1-800-837-3678, extension 2206, or writing Daniel J. Lucke, Chief Financial Officer, AgCredit, ACA, 610 W Lytle Street, Fostoria, OH 44830. The Association prepares an electronic version of the Quarterly Report within 40 days after the end of each fiscal quarter, except that no report need be prepared for the fiscal quarter that coincides with the end of the fiscal year of the Association.

AgCredit Agricultural Credit Association

Consolidated Balance Sheets

(dollars in thousands)	June 30, 2026 *(unaudited)*	December 31, 2025 *(audited)*
Assets		
Cash	**$ 53**	$ 41
Investments in debt securities:		
Held to maturity	**84,192**	81,639
Loans	**3,723,671**	3,740,856
Allowance for credit losses on loans	**(12,615)**	(10,992)
Net loans	**3,711,056**	3,729,864
Other equity investments	**11,429**	11,068
Accrued interest receivable	**57,944**	56,766
Equity investments in other Farm Credit institutions	**78,177**	74,648
Premises and equipment, net	**7,608**	7,367
Other property owned	**—**	169
Accounts receivable	**13,453**	25,727
Other assets - fair value	**3,859**	3,764
Other assets	**713**	765
Total assets	**$ 3,968,484**	$ 3,991,818
Liabilities		
Notes payable to AgFirst Farm Credit Bank	**$ 3,306,844**	$ 3,340,030
Accrued interest payable	**10,612**	10,798
Patronage refunds payable	**45**	26,846
Accounts payable	**2,699**	2,496
Advanced conditional payments	**2,081**	1,531
Other liabilities	**15,001**	13,637
Total liabilities	**3,337,282**	3,395,338
Commitments and contingencies (Note 5)		
Members' Equity		
Capital stock and participation certificates	**12,627**	13,673
Retained earnings		
Allocated	**424,551**	424,871
Unallocated	**194,024**	157,936
Total members' equity	**631,202**	596,480
Total liabilities and members' equity	**$ 3,968,484**	$ 3,991,818

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

AgCredit Agricultural Credit Association

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	**$ 54,881**	$ 52,260	**$ 109,496**	$ 103,495
Investments	**915**	778	**1,863**	1,485
Total interest income	**55,796**	53,038	**111,359**	104,980
Interest Expense	**32,128**	30,488	**63,329**	59,695
Net interest income	**23,668**	22,550	**48,030**	45,285
Provision for credit losses	**1,424**	1,310	**1,861**	2,260
Net interest income after provision for credit losses	**22,244**	21,240	**46,169**	43,025
Noninterest Income				
Loan fees	**390**	321	**848**	972
Fees for financially related services	**13**	34	**55**	73
Patronage refunds from other Farm Credit institutions	**5,885**	6,140	**12,513**	11,827
Gains (losses) on other transactions	**161**	(224)	**(46)**	(246)
Insurance Fund refunds	**—**	—	**1,239**	399
Other noninterest income	**83**	76	**164**	150
Total noninterest income	**6,532**	6,347	**14,773**	13,175
Noninterest Expense				
Salaries and employee benefits	**5,072**	4,575	**9,819**	9,663
Occupancy and equipment	**287**	373	**651**	712
Insurance Fund premiums	**599**	546	**1,188**	1,091
Guarantee fees	**363**	200	**863**	525
Purchased services	**4,615**	3,541	**9,193**	6,972
Data processing	**242**	345	**367**	491
Other operating expenses	**979**	1,059	**2,467**	2,477
(Gains) losses on other property owned, net	**59**	—	**59**	9
Total noninterest expense	**12,216**	10,639	**24,607**	21,940
Income before income taxes	**16,560**	16,948	**36,335**	34,260
Provision for income taxes	**8**	11	**16**	23
Net income	**$ 16,552**	$ 16,937	**$ 36,319**	$ 34,237
Other comprehensive income	**—**	—	**—**	—
Comprehensive income	**$ 16,552**	$ 16,937	**$ 36,319**	$ 34,237

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

AgCredit Agricultural Credit Association

Consolidated Statements of Changes in Members' Equity

(unaudited)

(dollars in thousands)	Capital Stock and Participation Certificates	Retained Earnings: Allocated	Retained Earnings: Unallocated	Total Members' Equity
Balance at December 31, 2024	$ 13,945	$ 396,760	$ 141,313	$ 552,018
Comprehensive income			34,237	34,237
Capital stock/participation certificates issued/(retired), net	(157)			(157)
Dividends declared/paid			(68)	(68)
Patronage distribution adjustment		383	(359)	24
Balance at June 30, 2025	$ 13,788	$ 397,143	$ 175,123	$ 586,054
Balance at December 31, 2025	**$ 13,673**	**$ 424,871**	**$ 157,936**	**$ 596,480**
Comprehensive income			**36,319**	**36,319**
Capital stock/participation certificates issued/(retired), net	**(1,046)**			**(1,046)**
Dividends declared/paid			**(51)**	**(51)**
Patronage distribution adjustment		**(320)**	**(180)**	**(500)**
Balance at June 30, 2026	**$ 12,627**	**$ 424,551**	**$ 194,024**	**$ 631,202**

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

AgCredit Agricultural Credit Association

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 AgCredit Agricultural Credit Association 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	$ 2,035,467	$ 2,017,236
Production and intermediate-term	730,358	815,097
Agribusiness:		
Loans to cooperatives	10,024	12,004
Processing and marketing	404,011	380,581
Farm-related business	45,112	36,942
Rural infrastructure:		
Communication	102,455	73,663
Power and water/waste disposal	44,591	25,980
Rural residential real estate	153,937	153,178
Other:		
Lease receivables	1,830	2,171
Other (including Mission Related)	195,886	224,004
Total loans	$ 3,723,671	$ 3,740,856

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	94.95%	96.19%
OAEM	2.74	1.88
Substandard/doubtful/loss	2.31	1.93
	100.00%	100.00%
Production and intermediate-term:		
Acceptable	87.21%	89.85%
OAEM	6.64	5.85
Substandard/doubtful/loss	6.15	4.30
	100.00%	100.00%
Agribusiness:		
Acceptable	91.51%	92.25%
OAEM	2.64	3.03
Substandard/doubtful/loss	5.85	4.72
	100.00%	100.00%
Rural infrastructure:		
Acceptable	95.16%	100.00%
OAEM	4.84	–
Substandard/doubtful/loss	–	–
	100.00%	100.00%
Rural residential real estate:		
Acceptable	98.13%	97.98%
OAEM	1.45	1.45
Substandard/doubtful/loss	0.42	0.57
	100.00%	100.00%
Other:		
Acceptable	100.00%	100.00%
OAEM	–	–
Substandard/doubtful/loss	–	–
	100.00%	100.00%
Total loans:		
Acceptable	93.41%	94.76%
OAEM	3.38	2.70
Substandard/doubtful/loss	3.21	2.54
	100.00%	100.00%

Accrued interest receivable on loans of $57,041 and $55,845 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	$ 8,654	$ 6,663	$ 15,317	$ 2,020,150	$ 2,035,467
Production and intermediate-term	4,180	5,375	9,555	720,803	730,358
Agribusiness	7,714	93	7,807	451,340	459,147
Rural infrastructure	–	–	–	147,046	147,046
Rural residential real estate	362	18	380	153,557	153,937
Other	12,361	6,283	18,644	179,072	197,716
Total	$ 33,271	$ 18,432	$ 51,703	$ 3,671,968	$ 3,723,671

	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	$ 8,623	$ 5,845	$ 14,468	$ 2,002,768	$ 2,017,236
Production and intermediate-term	6,304	1,428	7,732	807,365	815,097
Agribusiness	8,165	–	8,165	421,362	429,527
Rural infrastructure	–	–	–	99,643	99,643
Rural residential real estate	609	167	776	152,402	153,178
Other	18,633	13,125	31,758	194,417	226,175
Total	$ 42,334	$ 20,565	$ 62,899	$ 3,677,957	$ 3,740,856

Accruing loans greater than 90 days past due as of June 30, 2026, and December 31, 2025, were $9,908 and $15,411, 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	$ 570	$ 8,826	$ 9,396
Production and intermediate-term	3,527	6,320	9,847
Agribusiness	315	227	542
Rural residential real estate	–	123	123
Total	$ 4,412	$ 15,496	$ 19,908

	December 31, 2025		
Nonaccrual loans:	Amortized Cost with Allowance	Amortized Cost without Allowance	Total
Real estate mortgage	$ 570	$ 9,862	$ 10,432
Production and intermediate-term	2,552	5,423	7,975
Agribusiness	–	93	93
Rural residential real estate	–	329	329
Total	$ 3,122	$ 15,707	$ 18,829

The Association recognized $27 and $210 of interest income on nonaccrual loans during the three and six months ended June 30, 2026, respectively. The Association recognized $70 and $131 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	2025
Allowance for Credit Losses on Loans:		
Balance at beginning of period	$ 11,233	$ 9,891
Charge-offs	–	–
Recoveries	–	1
Provision for credit losses on loans	1,382	1,120
Balance at end of period	$ 12,615	$ 11,012
Allowance for Credit Losses on Unfunded Commitments:		
Balance at beginning of period	$ 809	$ 568
Provision for unfunded commitments	41	190
Balance at end of period	$ 850	$ 758
Total allowance for credit losses	$ 13,465	$ 11,770

	Six Months Ended June 30, 2026	2025
Allowance for Credit Losses on Loans:		
Balance at beginning of period	$ 10,992	$ 8,942
Charge-offs	(95)	(4)
Recoveries	–	1
Provision for credit losses on loans	1,718	2,073
Balance at end of period	$ 12,615	$ 11,012
Allowance for Credit Losses on Unfunded Commitments:		
Balance at beginning of period	$ 707	$ 571
Provision for unfunded commitments	143	187
Balance at end of period	$ 850	$ 758
Total allowance for credit losses	$ 13,465	$ 11,770

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				
	Interest Rate Reduction	**Maturity Extension**	**Combination - Interest Rate Reduction and Maturity Extension**	**Total**	**Percentage of Total by Loan Type**
Real estate mortgage	$ 321	$ –	$ –	$ 321	0.02%
Production and intermediate-term	350	4,087	511	4,948	0.68%
Agribusiness	3,945	–	–	3,945	0.86%
Total	$ 4,616	$ 4,087	$ 511	$ 9,214	0.25%

	For the Six Months Ended June 30, 2026				
	Interest Rate Reduction	**Maturity Extension**	**Combination - Interest Rate Reduction and Maturity Extension**	**Total**	**Percentage of Total by Loan Type**
Real estate mortgage	$ 447	$ –	$ –	$ 447	0.02%
Production and intermediate-term	570	4,087	939	5,596	0.77%
Agribusiness	3,945	–	–	3,945	0.86%
Total	$ 4,962	$ 4,087	$ 939	$ 9,988	0.27%

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

	Interest Rate Reduction
	Financial Effect
Real estate mortgage	Reduced weighted average contractual interest rate from 7.54% to 5.54%
Production and intermediate-term	Reduced weighted average contractual interest rate from 8.03% to 8.00%
Agribusiness	Reduced weighted average contractual interest rate from 8.27% to 8.00%

	Maturity Extension
	Financial Effect
Production and intermediate-term	Added a weighted average 1.0 years to the life of the loans

	Combination – Interest Rate Reduction and Maturity Extension
	Financial Effect
Production and intermediate-term	Reduced weighted average contractual interest rate from 9.65% to 9.42% and added a weighted average 1.1 years to the life of the 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:

	Interest Rate Reduction
	Financial Effect
Real estate mortgage	Reduced weighted average contractual interest rate from 7.13% to 5.64%
Production and intermediate-term	Reduced weighted average contractual interest rate from 8.60% to 8.40%
Agribusiness	Reduced weighted average contractual interest rate from 8.27% to 8.00%

	Maturity Extension
	Financial Effect
Production and intermediate-term	Added a weighted average 1.0 years to the life of the loans

	Combination – Interest Rate Reduction and Maturity Extension
	Financial Effect
Production and intermediate-term	Reduced weighted average contractual interest rate from 8.96% to 8.57% and added a weighted average 1.0 years to the life of the loans

There were no loans to borrowers experiencing financial difficulty that had a modification in the preceding twelve months and subsequently defaulted during the three and six months ended June 30, 2026.

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

	June 30, 2026			
	Current	30-89 Days Past Due	90 Days or More Past Due	Total
Real estate mortgage	$ 1,981	$ –	$ –	$ 1,981
Production and intermediate-term	6,013	175	–	6,188
Agribusiness	4,796	–	–	4,796
Total	$ 12,790	$ 175	$ –	$ 12,965

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, 2026 was $71 and $92, respectively. Additional commitments to lend to borrowers experiencing financial difficulties whose loans have been modified were $1,622 at June 30, 2026.

Modified loans to borrowers experiencing financial difficulty and activity on these loans were not material during the three and six months ended June 30, 2025. There were no material commitments to lend to borrowers experiencing financial difficulty whose loans have been modified at June 30, 2025. There were no material modifications to borrowers experiencing financial difficulty that occurred during the previous twelve months and for which there was a subsequent payment default during the period.

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

Note 3 — Investments

Investments in Debt Securities

The Association's investments consist of asset-backed securities (ABSs). These ABSs are issued through the Small Business Administration and are guaranteed by the full faith and credit of the United States government. They are held for managing overall risk including concentration through diversification. These securities meet the applicable FCA regulatory guidelines related to government agency guaranteed investments.

The Association's investments also consist of Rural America Bonds (RABs), which are private placement securities purchased under the Mission Related Investment (MRI) program approved by the FCA. In its Conditions of Approval for the program, the FCA generally considers a RAB ineligible if its investment rating, based on the internal 14-point probability of default scale used to also grade loans, falls below 9. The FCA requires System institutions to provide notification to FCA when a security becomes ineligible. Any other bonds purchased under the MRI program, approved on a case-by-case basis by FCA, may have different eligibility requirements. At June 30, 2026, the Association held no RABs whose credit quality had deteriorated beyond the program limits.

A summary of the amortized cost of investment securities held-to-maturity follows:

	Amortized Cost	
	June 30, 2026	**December 31, 2025**
RABs	$ 2,521	$ 2,565
ABSs	81,671	79,074
Total	$ 84,192	$ 81,639

A summary of the contractual maturity and amortized cost of investment securities follows:

	Amortized Cost
	June 30, 2026
In one year or less	$ –
After one year through five years	8,788
After five years through ten years	33,206
After ten years	42,198
Total	$ 84,192

For the securities listed above, expected maturities can differ from contractual maturities because borrowers may have the right to prepay obligations with or without prepayment penalties.

The Association evaluates investment securities with unrealized losses for impairment on a quarterly basis. As part of this assessment, it was concluded that the Association does not intend to sell the security and it is not likely that the Association would be required to sell the security prior to recovery of the amortized cost basis. The Association also evaluates whether credit impairment exists by comparing the present value of expected cash flows to the amortized cost basis of the security. Credit impairment, if any, is recorded as an ACL for debt securities. At June 30, 2026, and December 31, 2025, the Association does not consider any credit-related unrealized losses to be material and an allowance for credit losses on investments is not necessary.

Equity Investments in Other Farm Credit 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 10.02% 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 $6,434 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
	Level 1	Level 2	Level 3	Value
Recurring assets				
Assets held in trust funds	$ 3,859	$ –	$ –	$ 3,859
Nonrecurring assets				
Nonaccrual loans	$ –	$ –	$ 1,687	$ 1,687
Other property owned	$ –	$ –	$ –	$ –
Other equity investments	$ –	$ –	$ 11,429	$ 11,429

	December 31, 2025			
	Fair Value Measurement Using			Total Fair
	Level 1	Level 2	Level 3	Value
Recurring assets				
Assets held in trust funds	$ 3,764	$ –	$ –	$ 3,764
Nonrecurring assets				
Nonaccrual loans	$ –	$ –	$ 1,143	$ 1,143
Other property owned	$ –	$ –	$ 169	$ 169
Other equity investments	$ –	$ –	$ 11,068	$ 11,068

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 through August 7, 2026, which was the date the financial statements were issued and noted there were none requiring disclosure.