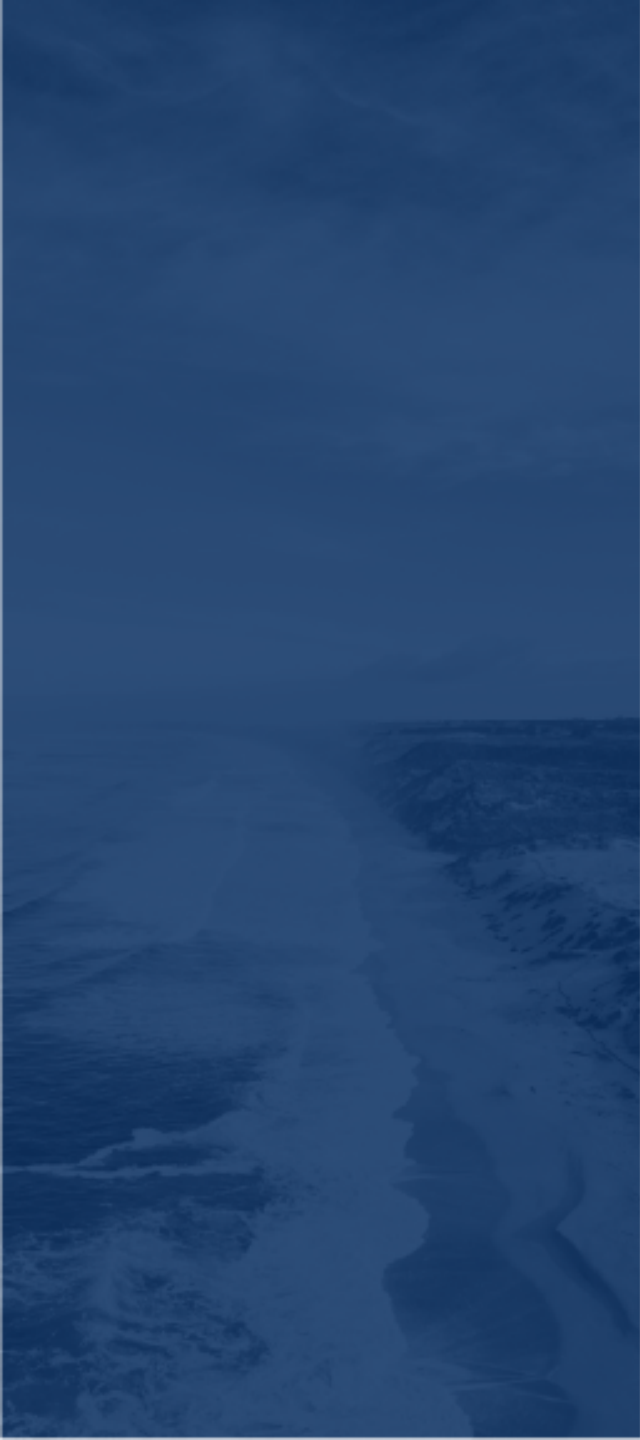




WEST COAST
COMMUNITY BANCORP

Investor Presentation

October 2026



Disclaimer

This investor presentation has been prepared by West Coast Community Bancorp (traded as “WCCB” on the Nasdaq Stock Market LLC, the “Company”), and its wholly owned subsidiary, West Coast Community Bank (formerly known as Santa Cruz County Bank) (the “Bank”), solely for informational purposes based on its own information as well as information from public sources. Certain information contained herein may be derived from information provided by industry sources. The Company believes such information is accurate and that the sources from which it has been obtained are reliable. However, the Company has not independently verified such information and cannot guarantee the accuracy of such information.

Statement Regarding Forward-Looking Information

This presentation contains statements that we believe are, or may be considered to be, “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are neither historical facts nor assurances of future performance. Instead, they are based on our current beliefs, expectations or assumptions regarding the future of the business, future plans and strategies, operational results and other future conditions of the Company. All statements other than statements of historical fact included in this presentation may constitute forward-looking statements, including statements regarding the prospects of our industry or our prospects, plans, expected operating results, financial position or business strategy. In addition, forward-looking statements generally can be identified by the use of forward-looking words such as “plan,” “expect,” “look forward to,” “budget,” “scheduled,” “estimate,” “forecast,” “continue,” “intend,” “potential,” “anticipate,” “believe,” “should,” “may,” “could,” “would,” “might,” “seek,” “will,” “be taken,” “occur,” “be achieved,” or the negative of these terms or variations of them or similar terms. Although we believe that the expectations reflected in these forward-looking statements are reasonable, we cannot assure you that these expectations will prove to be correct. These forward-looking statements are subject to certain known and unknown risks and uncertainties that could cause actual results to differ materially from those reflected in these forward-looking statements.

Non-GAAP Financial Measures

This presentation includes references to non-GAAP financial measures, including: tangible common equity, tangible common equity ratio, tangible book value per share, gross loans excluding PPP loans and/or purchase discounts, adjusted non-GAAP net income, adjusted non-GAAP ROAA, adjusted non-GAAP ROATCE, adjusted diluted earnings per share, net interest income (taxable equivalent), adjusted non-GAAP efficiency ratio, adjusted non-GAAP cost of funds. We believe that these non-GAAP measures provide information that is important to investors and that is useful in understanding our capital position and ratios. However, these non-GAAP financial measures are supplemental and are not a substitute for an analysis based on U.S. GAAP measures. As other companies may use different calculations for these measures, this presentation may not be comparable to other similarly titled measures reported by other companies. See the Appendices to this presentation for a reconciliation of non-GAAP measures to the most directly comparable GAAP financial measures.

Unaudited Financial Data

Numbers contained in this presentation for the quarter ended September 30, 2026, and for other quarterly periods are unaudited. As a result, subsequent information may cause a change in certain accounting estimates and other financial information.

About West Coast Community Bank



Community bank headquartered in California's Central Coast region; founded in Santa Cruz in 2004



220 full-time equivalent employees as of September 30, 2026



\$2.98 billion in assets as of September 30, 2026



Eleven branches across five counties: Monterey, San Luis Obispo, San Mateo, Santa Clara and Santa Cruz



Attractive Markets

County	# of Branches*	Deposit Market Share**	Population***	Median Household Income****
 Santa Cruz County	5	16.33%	271K	\$108K
 Monterey County	3	7.89%	439K	\$93K
 San Luis Obispo County	1	0.63%	282K	\$101K
 Santa Clara County	1	0.13%	1.9MM	\$168K
*Our 11th branch, located in San Mateo County, opened in October 2026.		**Per FDIC data as of June 30, 2026	***Per 2020 U.S. Census	****Per 2024 U.S. Census Bureau Data

Leadership Team



Krista Snelling
Chairman & Chief Executive Officer



Cecilia Situ
EVP Chief Financial Officer



Jon P. Sisk
EVP Chief Banking Officer



Angelo DeBernardo, Jr.
EVP Chief Lending Officer



Mark Gouvion
EVP Chief Operations Officer



Shawn Lipman
EVP Chief Credit Officer



Matthew March
EVP Chief Information Officer



Maxwell Sinclair
EVP Chief Risk Officer

Financial Highlights

WEST COAST
COMMUNITY BANCORP

Q3 2026 Consolidated Financial Results

Balance Sheet Strength

\$2.984 Billion

Total Assets

\$2.337 Billion

Total Loans

\$2.555 Billion

Total Deposits

\$341.6 Million⁽¹⁾

Tangible Common Equity, a Non-GAAP measure

Consistent Profitability

\$37.1 Million

Q3 Net Interest Income

\$16.7 Million

Q3 Net Income

\$15.8 Million⁽¹⁾

Q3 Non-GAAP Adjusted Net Income

\$1.59 / \$1.50⁽¹⁾

Q3 Diluted Earnings Per Share / Q3 Non-GAAP Adjusted Diluted Earnings Per Share

Strong Earnings Metrics

2.21% / 2.08%⁽¹⁾

Q3 ROAA / Q3 Non-GAAP Adjusted ROAA

20.20% / 19.13%⁽¹⁾

Q3 Non-GAAP ROATCE / Q3 Non-GAAP Adjusted ROATCE

5.20%⁽¹⁾

Q3 Net Interest Margin, Taxable Equivalent (Non-GAAP)

42.31%⁽¹⁾

Q3 Non-GAAP Efficiency Ratio

Healthy Credit Quality

0.63%⁽²⁾

Nonperforming Assets/Assets

0.51%

Nonaccrual Loans/Total Loans

1.57%

ACL/Total Loans

0.18%

Annualized Year-to-Date Net Charge-offs (Recoveries)/Avg. Loans

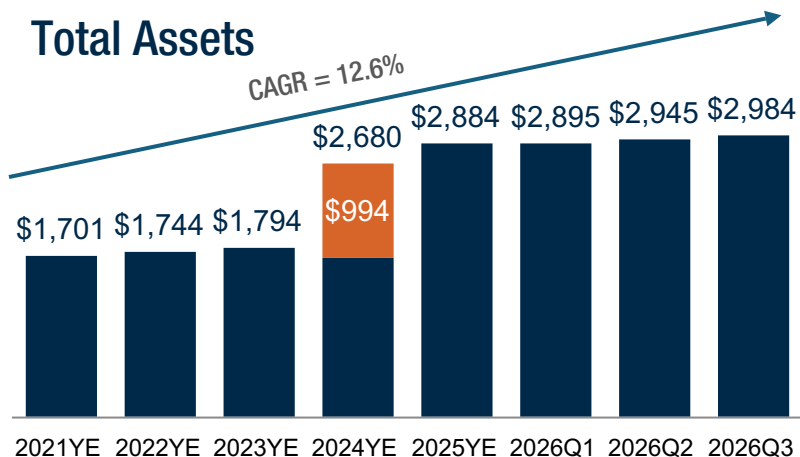
⁽¹⁾ See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

⁽²⁾ Nonperforming assets includes nonaccrual loans and other real estate owned.

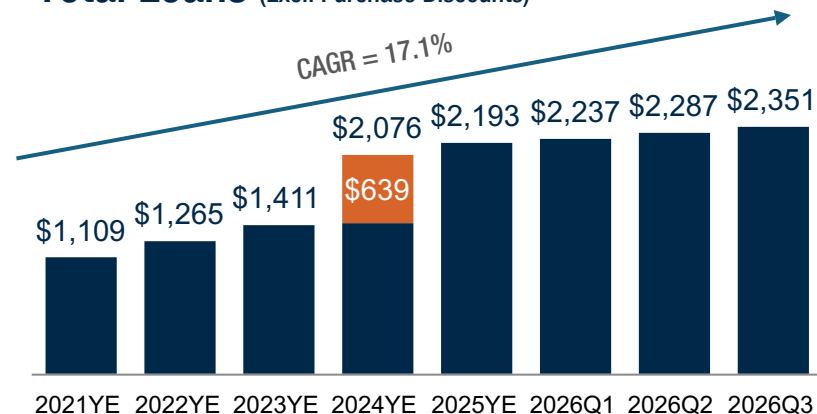
Consistent Balance Sheet Growth

(\$ in millions)

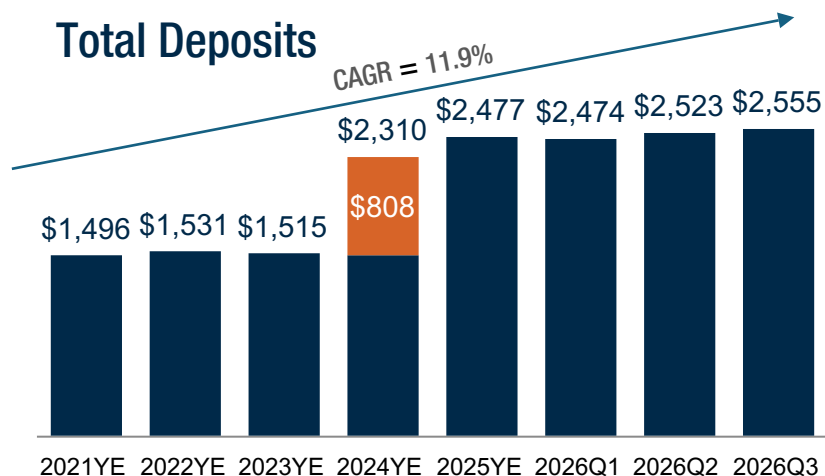
Total Assets



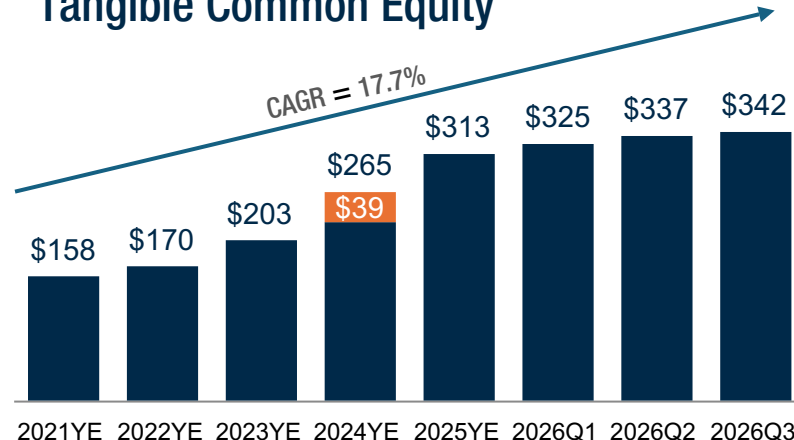
Total Loans (Excl. Purchase Discounts)*



Total Deposits



Tangible Common Equity*

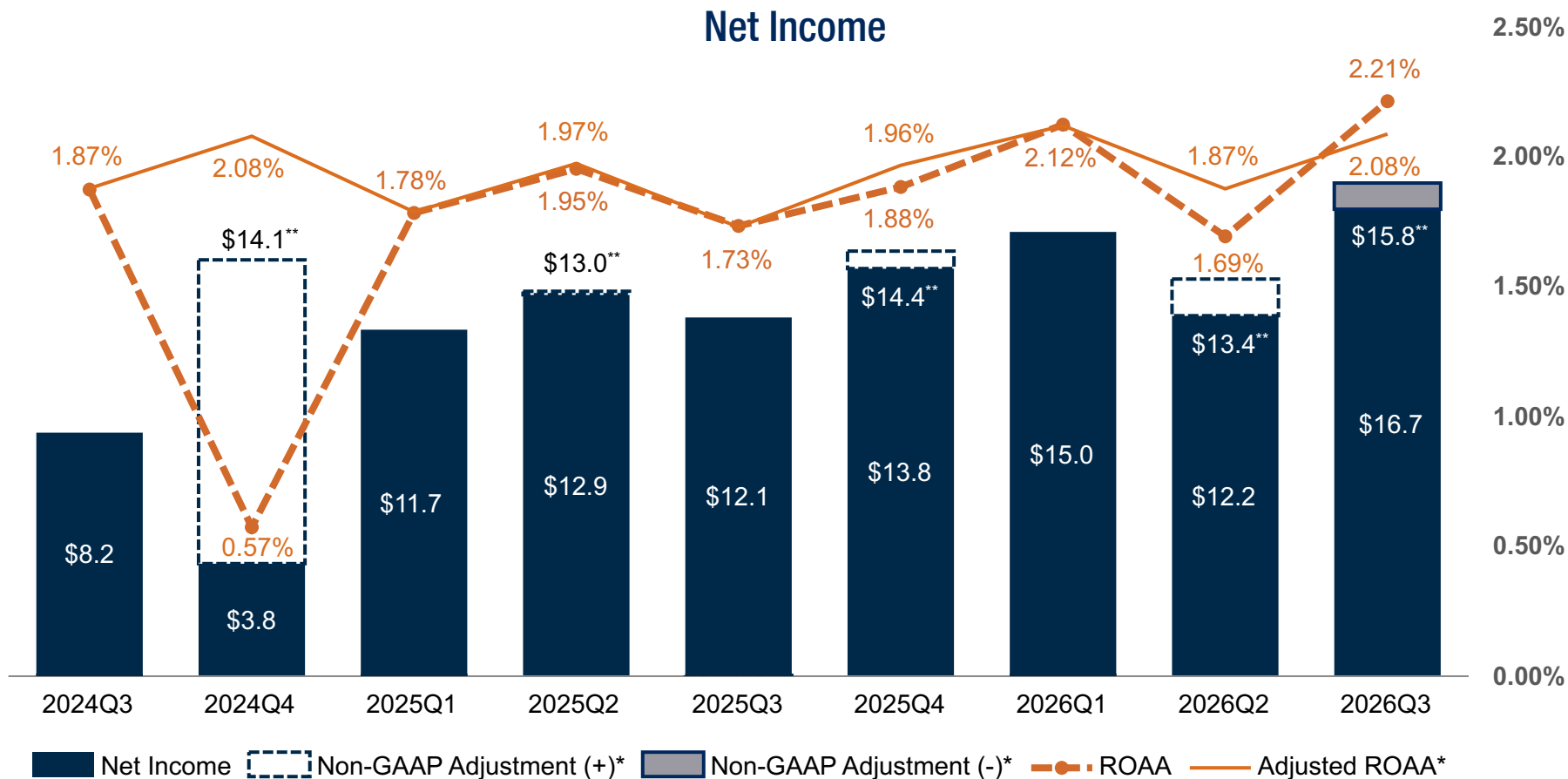


*Also excludes Paycheck Protection Program (PPP) loan balances.
See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

Denotes acquisition through bank merger

Strong Profitability

(\$ in millions)

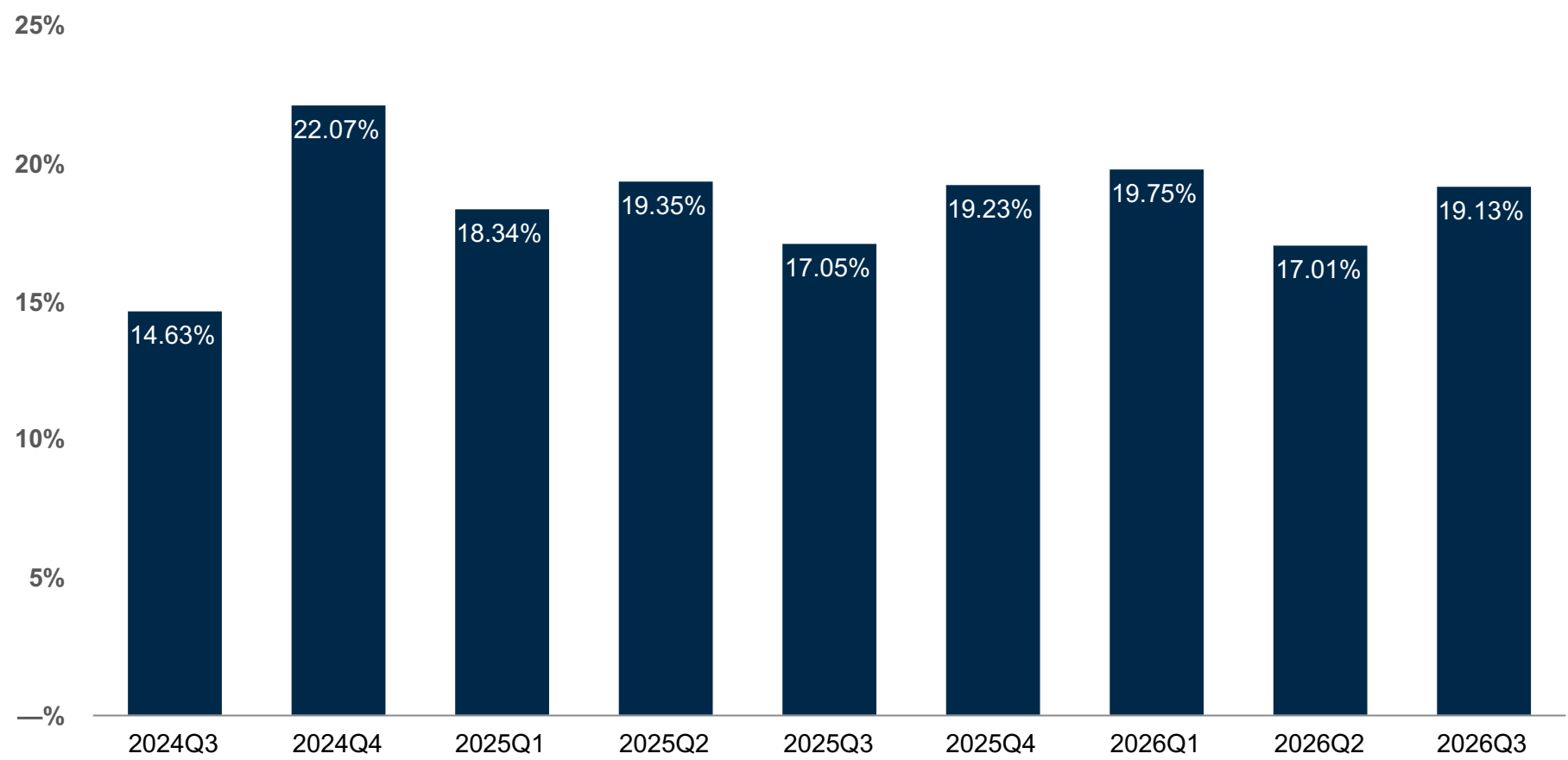


*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

**Reflects adjusted net income for the periods presented.

Attractive Adjusted Return On Average Tangible Common Equity

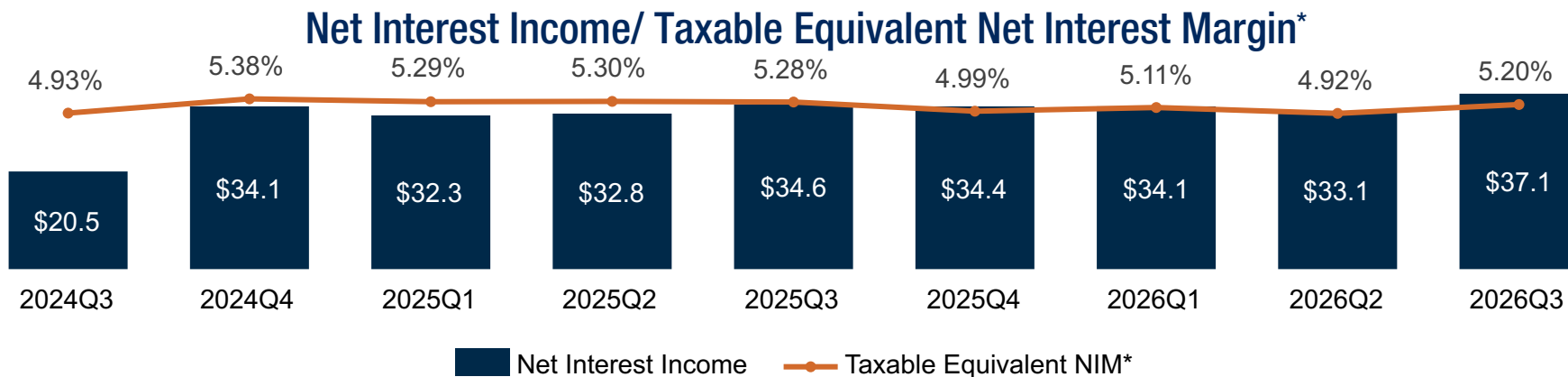
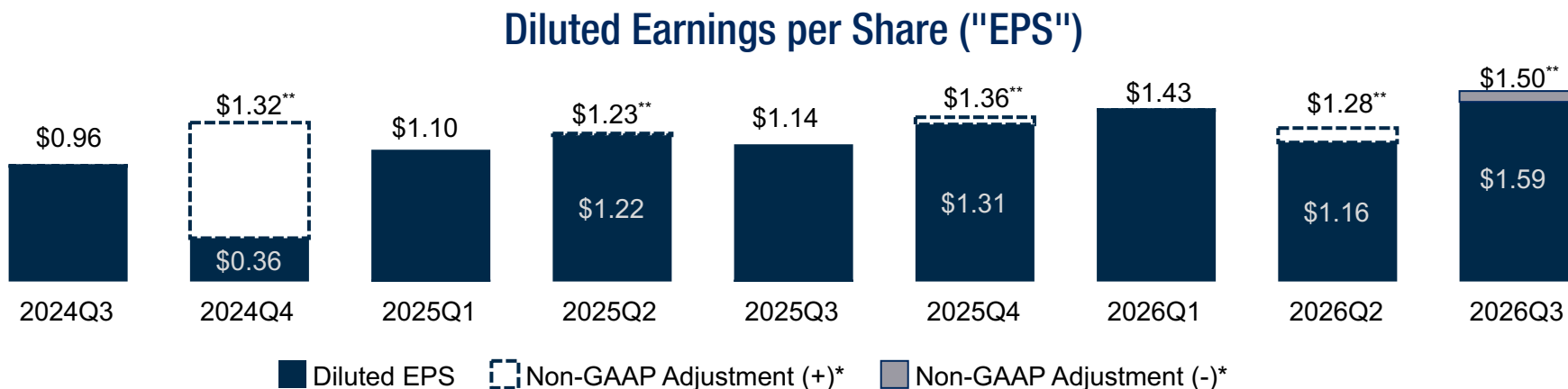
Adjusted Return on Average Tangible Common Equity*



*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

High Margin Drives Profitability

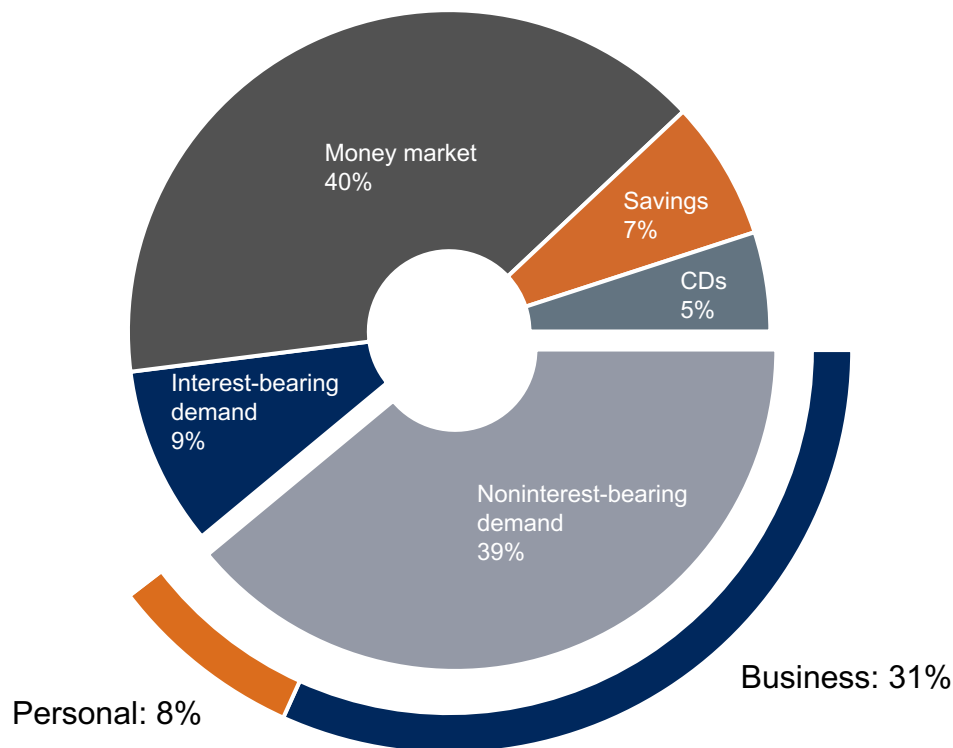
(\$ in millions, except per share data)



*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

**Reflects adjusted diluted EPS for the periods presented

Attractive Deposit Mix



As of September 30, 2026

The 10 largest deposit relationships, excluding fully collateralized government agency deposits, represent approximately 15.0% of total deposits.

Growth opportunities include:

- Expanded Central Coast presence
- Silicon Valley/Bay Area
- Local municipalities

Q3 2026 Average Cost of Deposits

Money market	2.60%
Interest-bearing demand	0.99%
Savings	0.85%
CDs	2.37%
Total deposits	1.31%

Disciplined Credit Culture

(\$ in thousands)

Nonperforming Loans (net of Deferred Loan Fees and Costs)

	2021YE	2022YE	2023YE	2024YE	2025YE	2026Q1	2026Q2	2026Q3
Nonaccrual Loans *								
Commercial & Industrial	\$ 163	\$ 1,243	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Land & Construction	—	990	—	—	10,000	—	—	—
Commercial Real Estate	—	—	6,526	504	—	1,112	1,096	2,320
SBA, B&I, and FSA	157	120	—	114	4,101	9,824	10,346	9,561
Consumer	61	808	—	—	—	—	—	—
Total Nonaccrual	\$ 381	\$ 3,161	\$ 6,526	\$ 618	\$ 14,101	\$ 10,936	\$ 11,442	\$ 11,881
Allowance for Credit Losses	\$ 19,978	\$ 21,444	\$ 23,943	\$ 31,622	\$ 38,173	\$ 34,677	\$ 35,119	\$ 36,608
ACL as a % of Gross Loans excluding PPP*	1.80 %	1.70 %	1.70 %	1.55 %	1.76 %	1.56 %	1.55 %	1.57 %

As of September 30, 2026

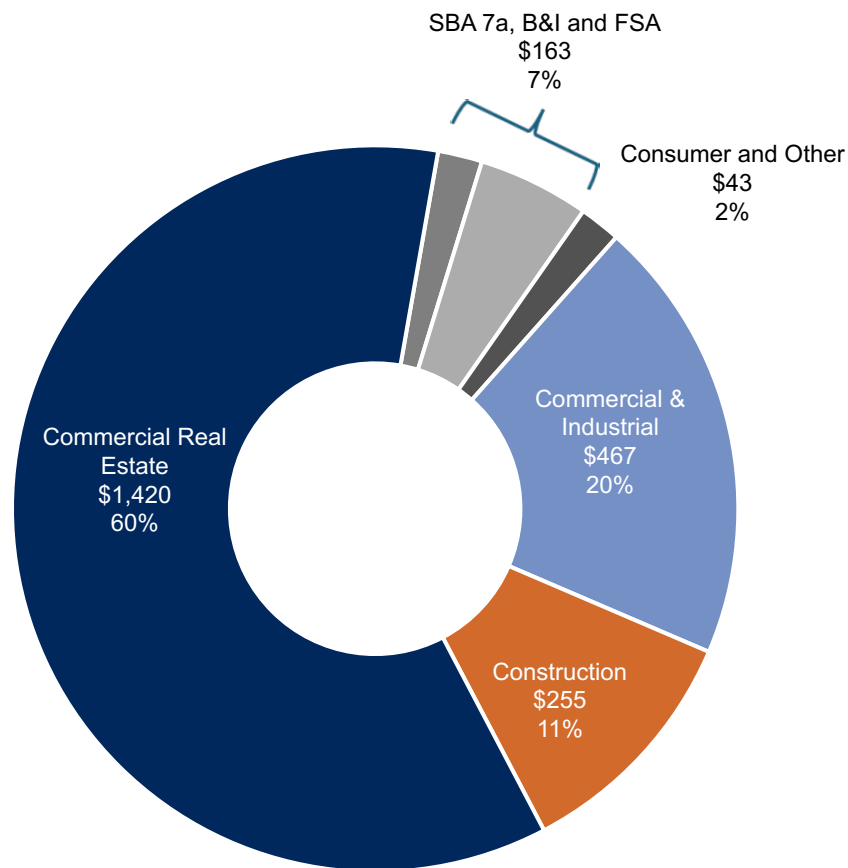
Nonperforming loans to total loans of 0.51%. The balance reflects:

- A \$5.8 million hotel relationship, consisting of a \$878 thousand conventional CRE loan and a \$4.9 million SBA CRE loan. Other non-accrual loans include 2 CRE loans totaling \$1.4 million, as well as \$4.7 million of other SBA-related credits.

*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

Loans By Type

(\$ in millions, except as noted)



■ Guaranteed Portion of SBA, B&I and FSA; \$116.4 million, or 71%, of this segment

Chart presented gross of deferred expenses, fees and purchase discounts as of September 30, 2026.

*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

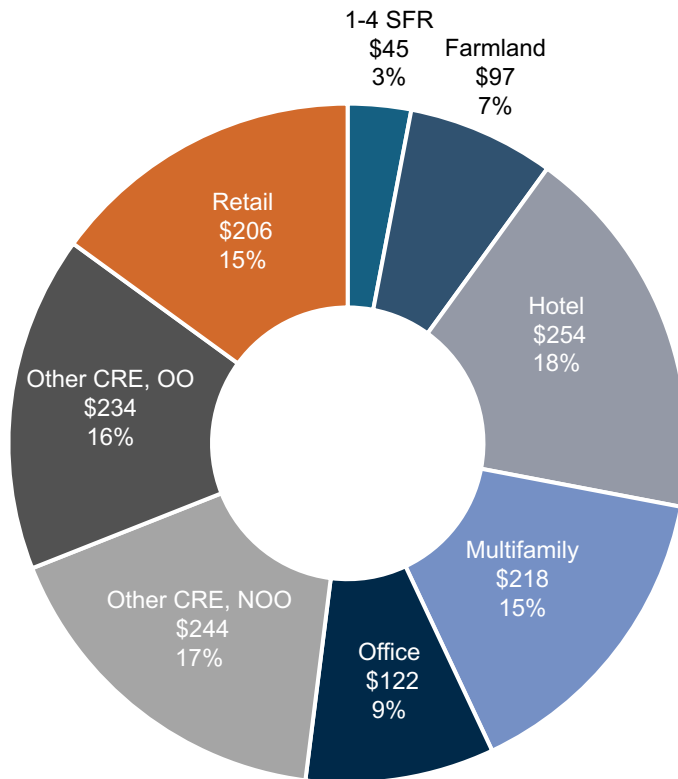
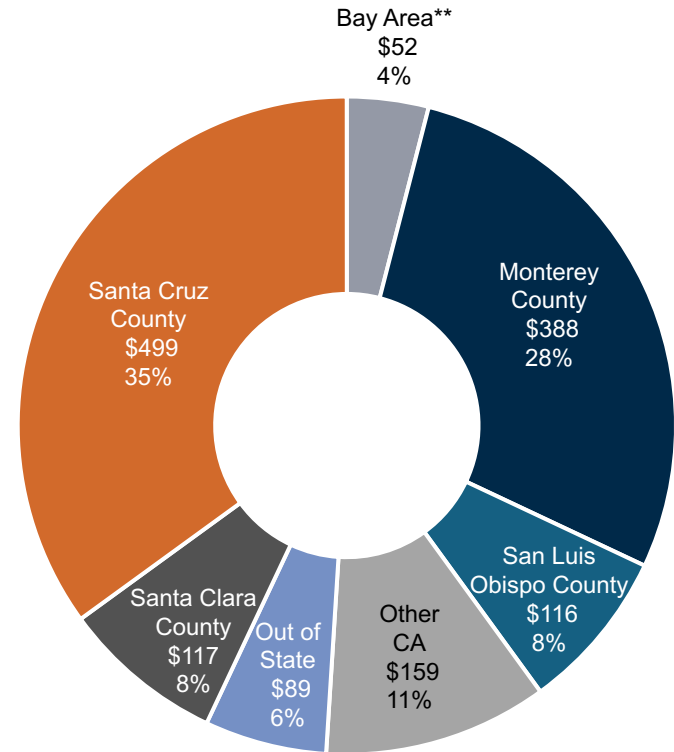
\$2.337 Billion in Total Outstanding Loans as of September 30, 2026*

Q3 2026 tax equivalent loan yield of 7.01%, up 7 bps from 6.94% in Q2 2026. The increase in the loan yield over prior quarter was primarily attributed to the recovery of interest on the collection of a formerly charged-off loan in addition to upward repricing in response to increases in market interest rates.

Real Estate Loan Detail

(\$ in millions, except as noted)

\$1.420 Billion in Total Commercial Real Estate Loans as of September 30, 2026*

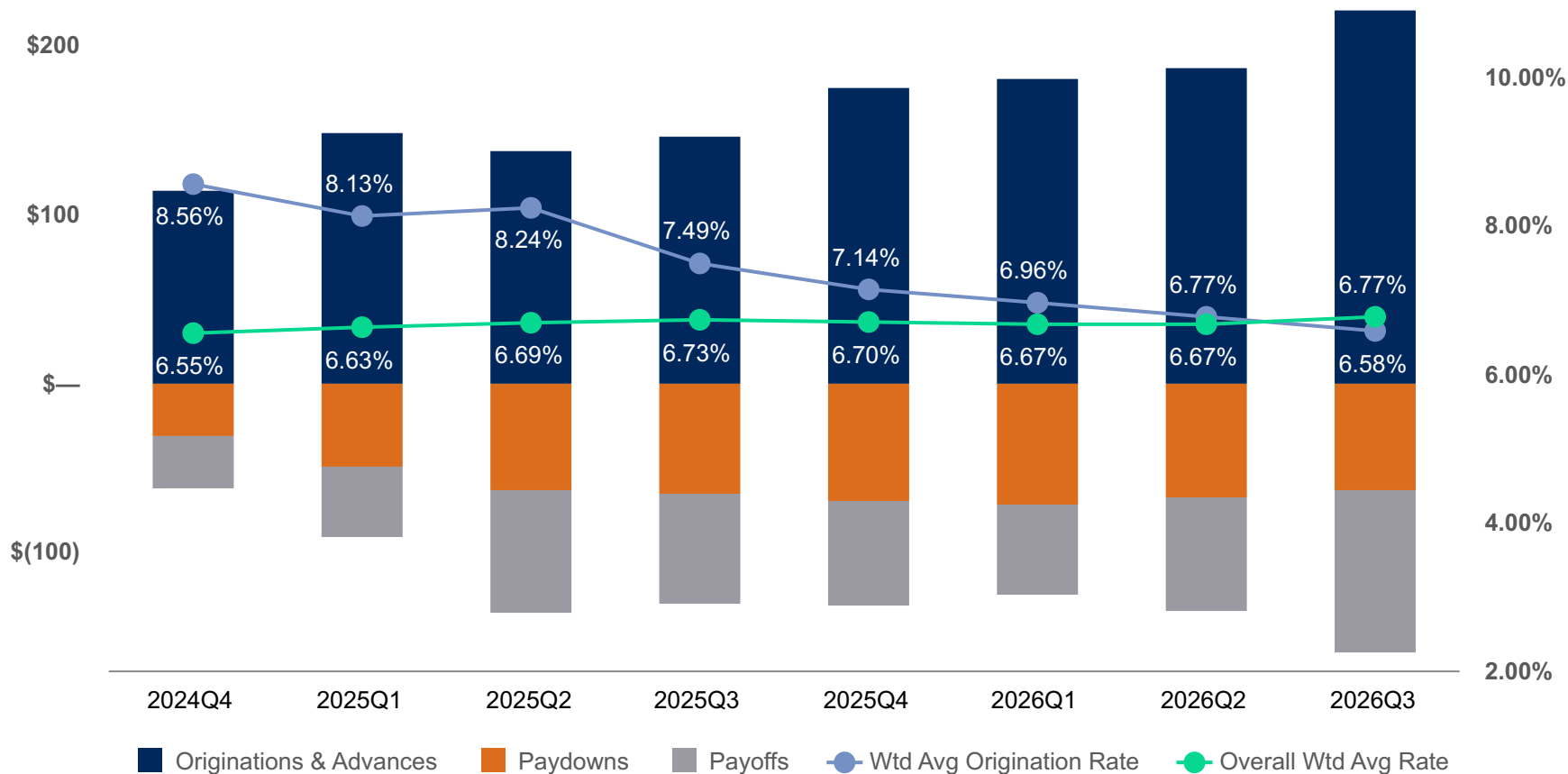


**Alameda, San Francisco, San Mateo, Contra Costa, Sonoma, Solano, Napa and Marin counties

*Figures gross of deferred expenses, fees and purchase discounts.

Organic Loan Growth and Pricing

(\$ in millions)



Originations & advances, paydowns and payoffs gross of deferred expenses, fees and purchase discounts.

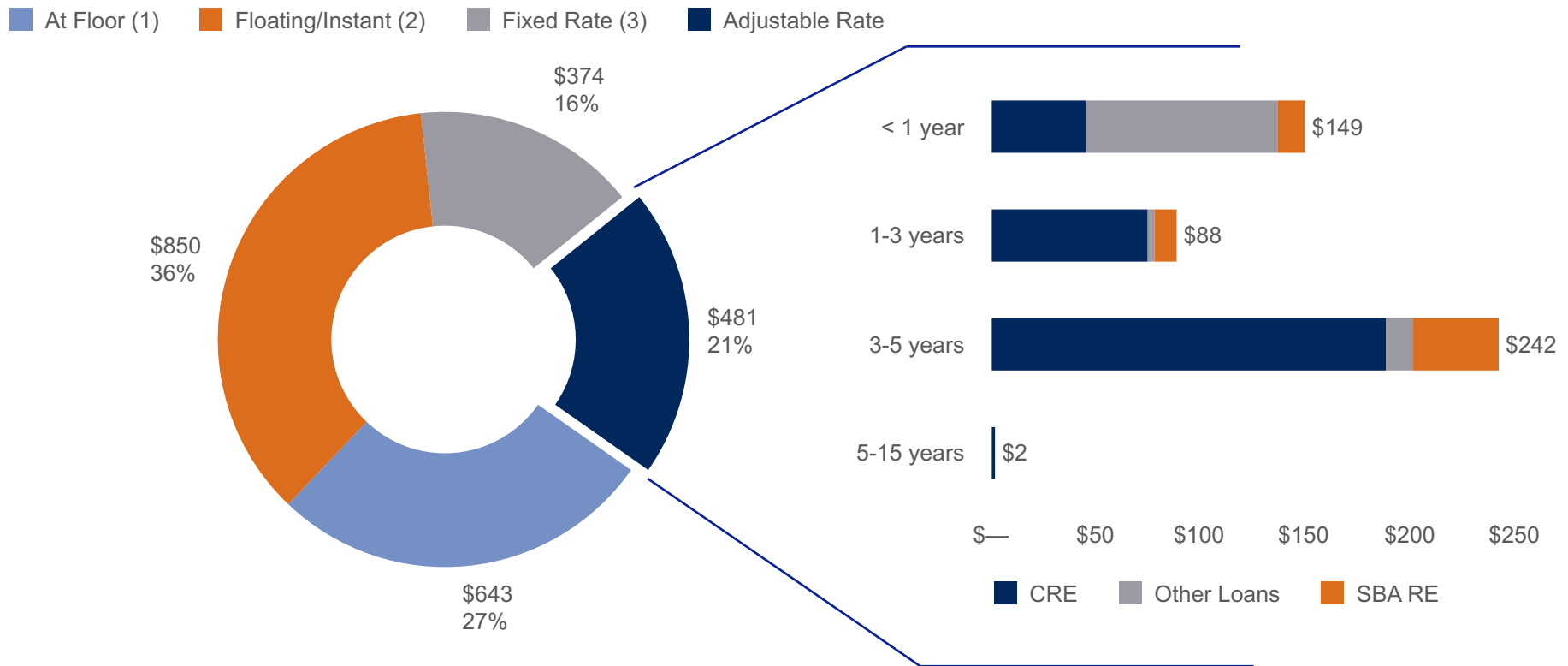
Loan rates are weighted by loan balances adjusted for deferred expenses, fees and purchase discounts.

Q4-2024 loan growth data excludes \$603 million in loans acquired via the merger with 1st Capital Bancorp; the overall portfolio interest rate calculation includes the acquired loans.

Fixed vs. Variable Rate Loans and Repricing Timeline

(\$ in millions)

Interest Rate Structure as of September 30, 2026



Figures gross of deferred expenses, fees and purchase discounts.

(1) Of the loans at their floor rate, 75% will remain at the floor for more than 12 months.

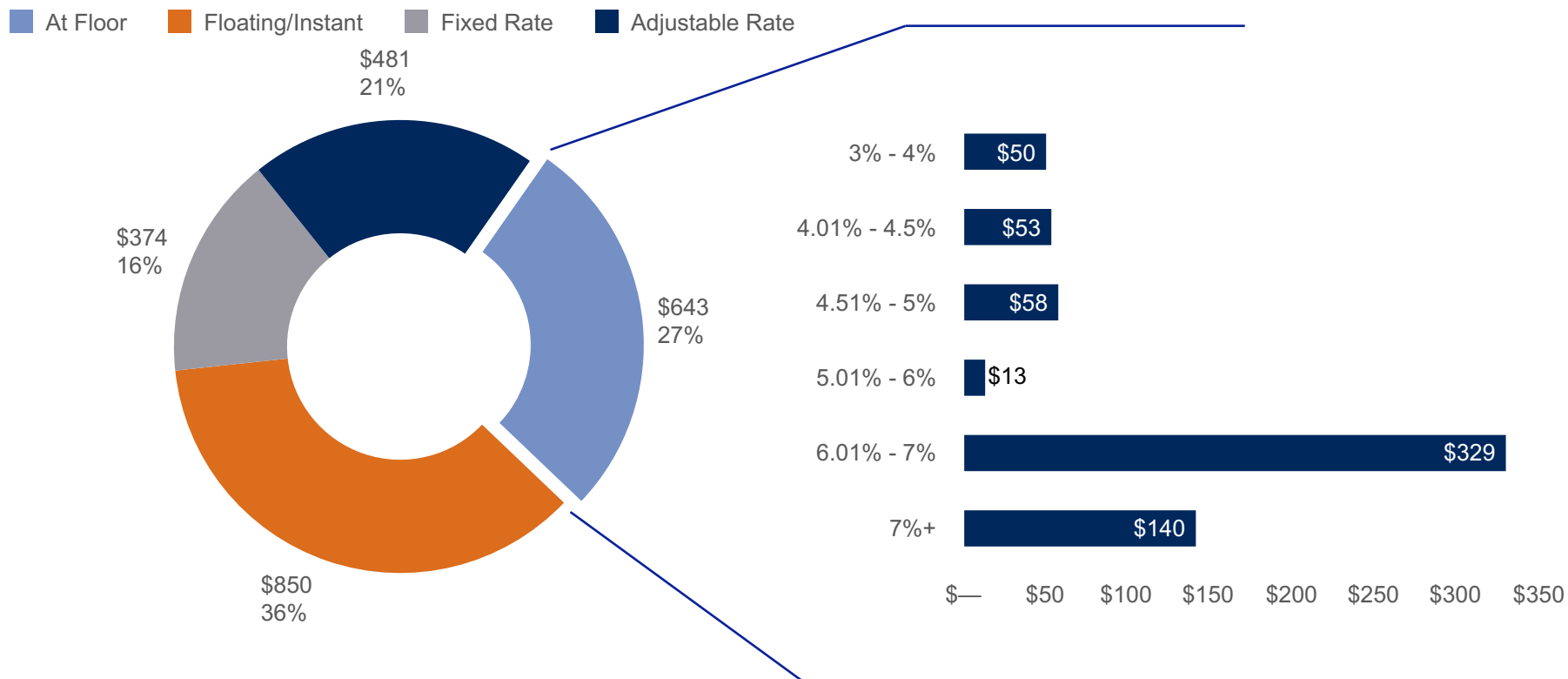
(2) Floating/Instant: WSJ Prime and SOFR based loans that reprice instantly or monthly based on their respective index.

(3) 93% of fixed rate loans have maturities beyond 12 months.

Fixed vs. Variable Rate Loans and Loan Floor Rates

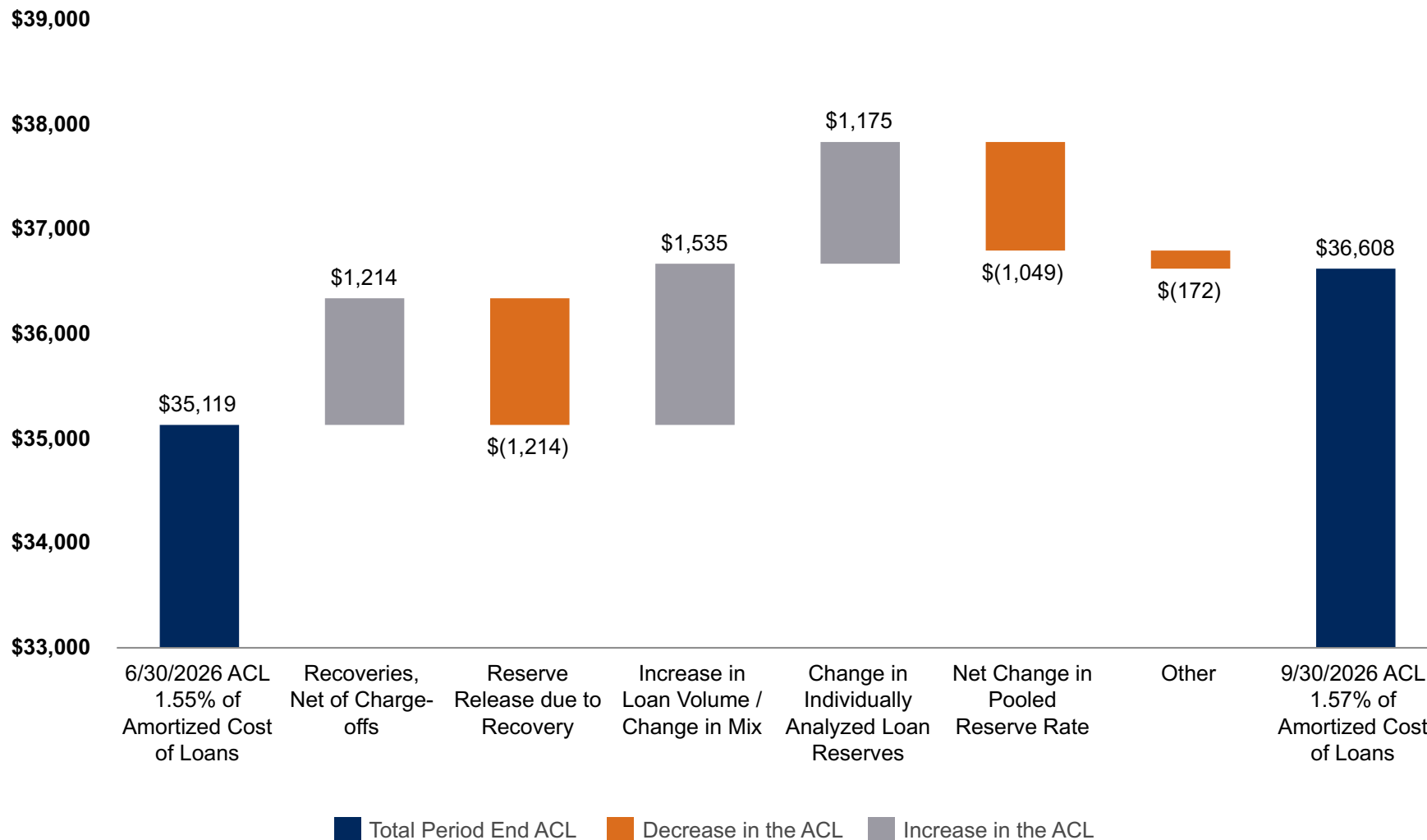
(\$ in millions)

Interest Rate Structure as of September 30, 2026



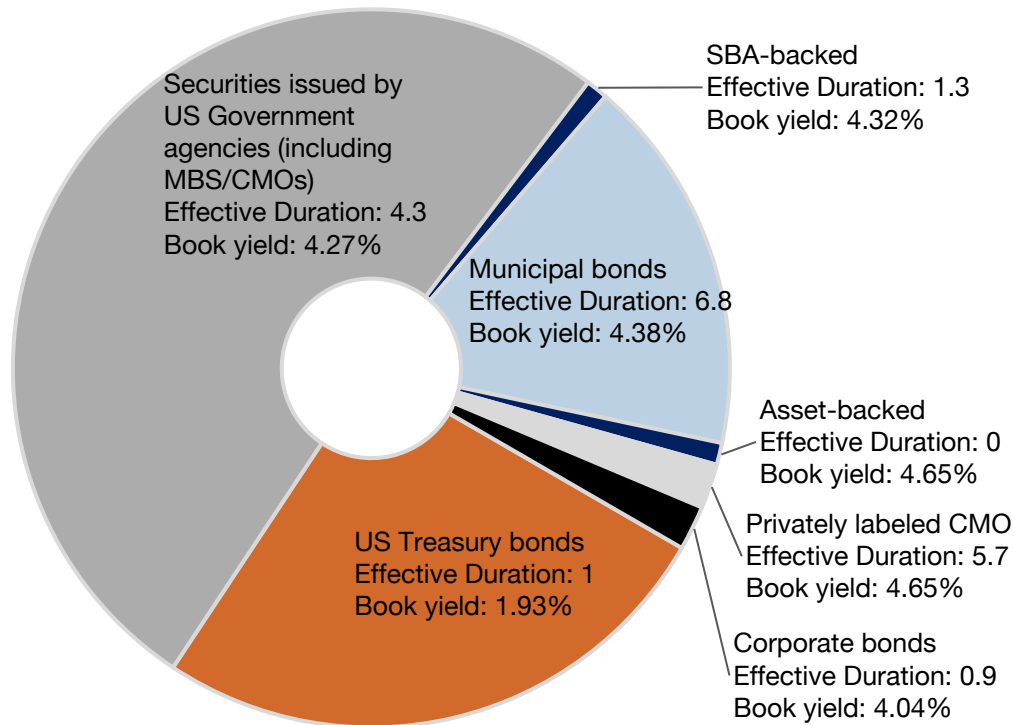
Figures gross of deferred expenses, fees and purchase discounts.

Changes in Allowance for Credit Losses on Loans ("ACL") in Q3 2026 (\$ in thousands)



Investment Portfolio Composition

Municipal Bond Ratings



As of September 30, 2026

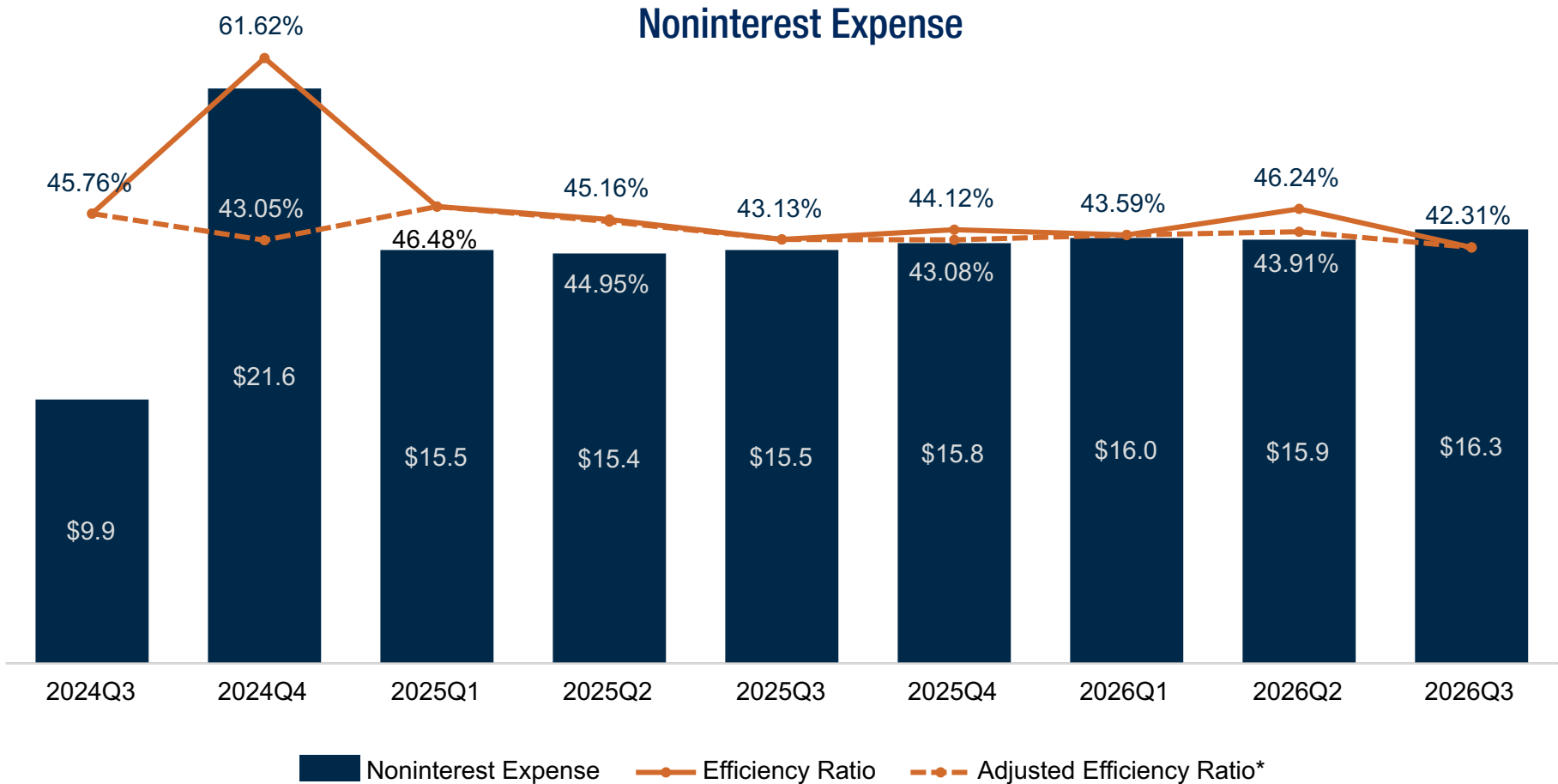
- Chart includes available-for-sale ("AFS") securities at market value and held-to-maturity ("HTM") securities at amortized cost.
- Effective duration of the investment portfolio is 3.8 years.
- 98% of the carrying value of investment securities classified as AFS.
- Total portfolio book yield of 3.71%.
- HTM securities totaled \$6.4 million.

**The municipal bond that is not rated was underwritten by the Bank and is fully secured by a 1st lien position on a real estate property.*

Book yields presented are the weighted average yields as of September 30, 2026.

Disciplined Expense Management

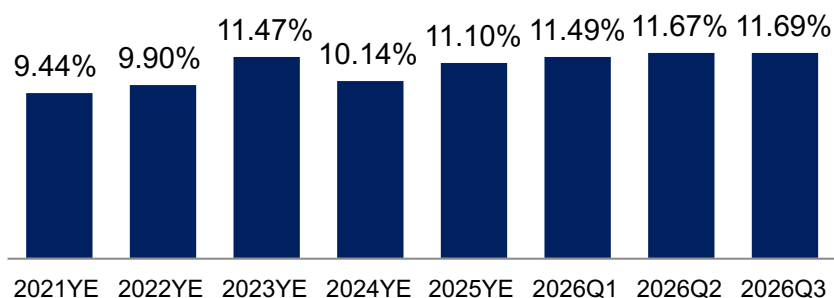
(\$ in millions)



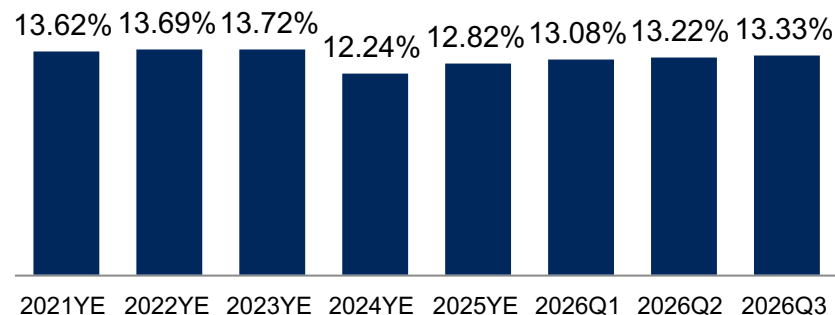
*See Non-GAAP Reconciliation for reconciliation to GAAP financial measures in the Appendices.

Robust Capital Position Post 2024 Merger & Post Stock Repurchase in 2025

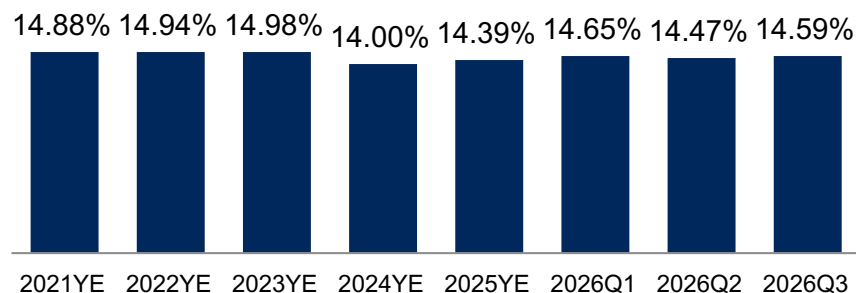
TCE Ratio*



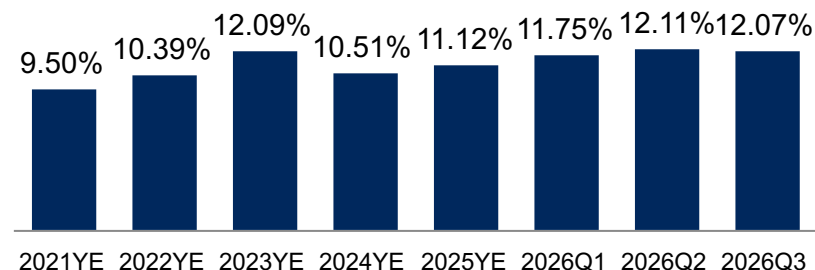
Tier 1 Ratio



Total Capital Ratio

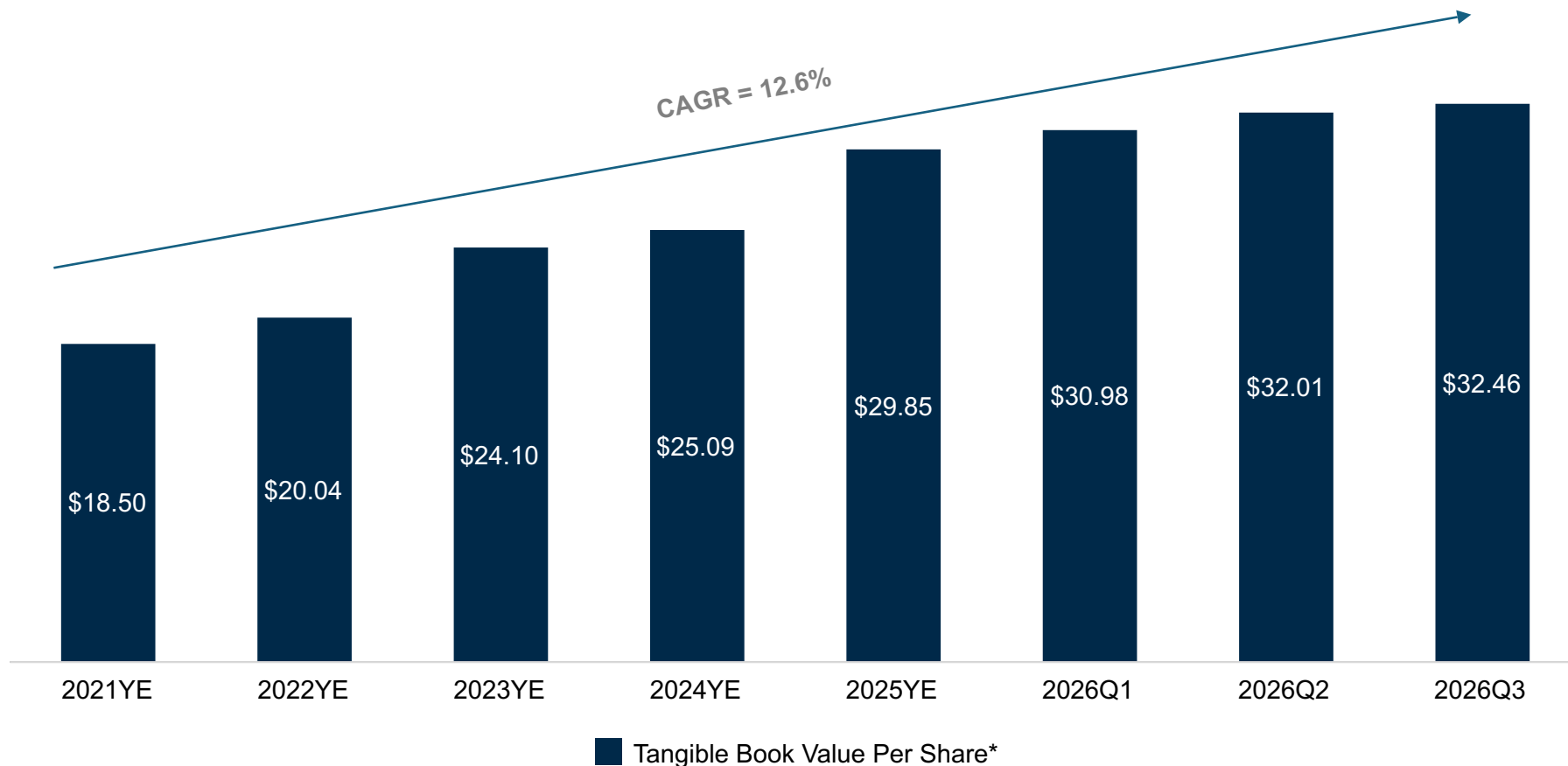


Leverage Ratio



*Non-GAAP measure. See the Appendices for reconciliations to the most comparable GAAP measures.

Tangible Book Value Per Share Continues Upward Trend

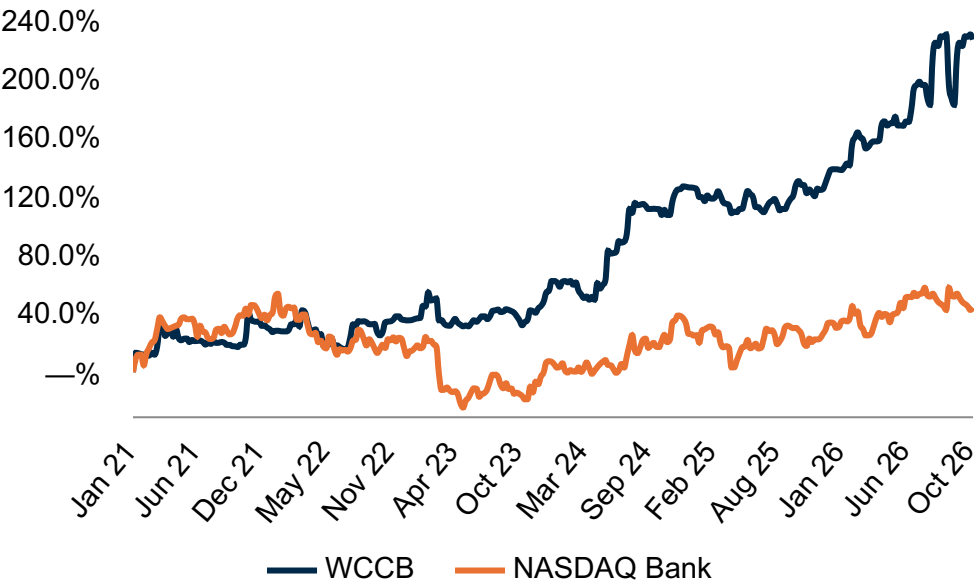


Tangible Book Value per Share* = (Shareholders' Equity - Goodwill & Intangibles) / Outstanding Shares

Adjusted for stock dividends and splits

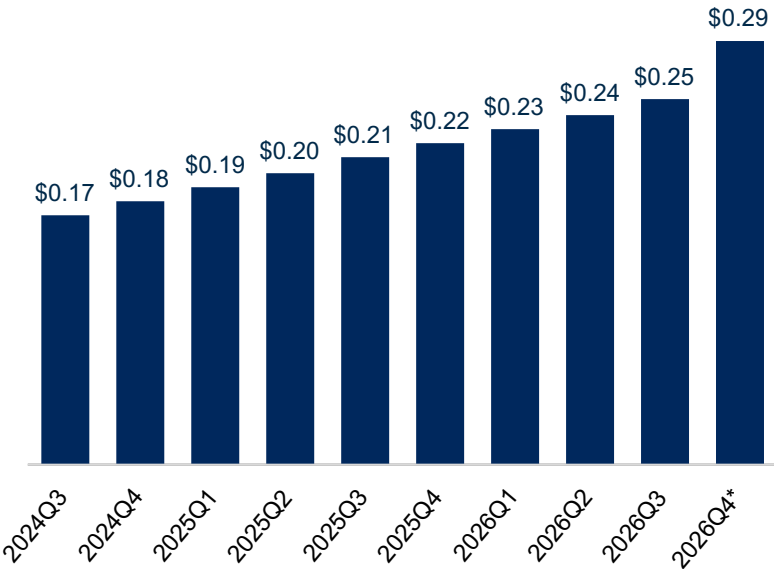
**Non-GAAP measure. See the Appendices for reconciliations to the most comparable GAAP measures.*

Superior Price Performance



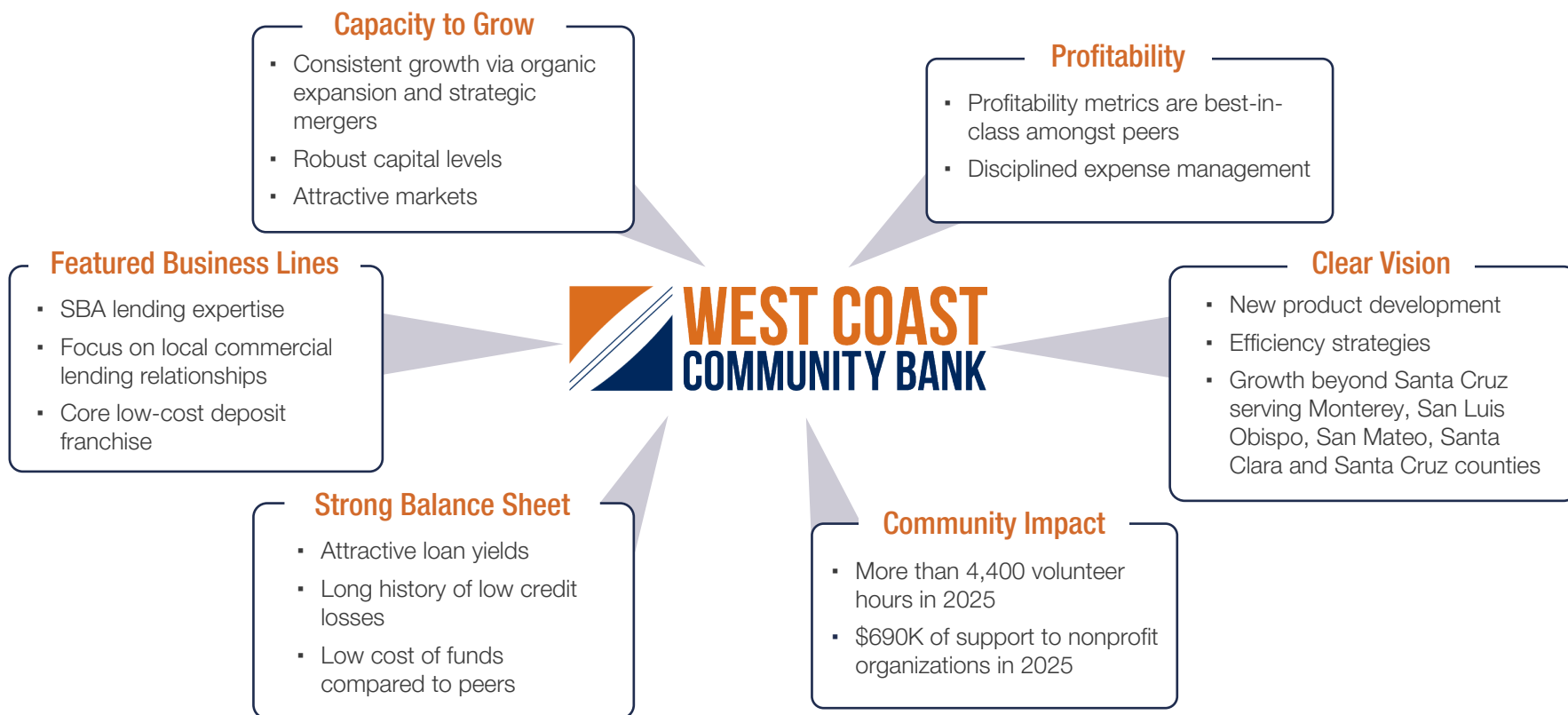
Relative Price Performance % through October 16, 2026.

Quarterly Cash Dividend Paid



*Indicates declared

Highlights



Community Reinvestment

More than 900 Hours of Community Service in Q3 2026

Through volunteerism and service on boards and committees, we reinvest our time and financials into the communities we serve by supporting local nonprofits, service clubs, chambers and charitable organizations. Our directors, management team and employees are involved in hundreds of activities and generously give their time, energy and talent.

We offer our employees participation in a Community Service Program that supports activities to enhance the communities in which we live and work. This program allows full-time employees up to 40 paid hours per calendar year to volunteer with 501(c)(3) charitable organization(s) of their choice.



**Santa Cruz County
Fairgrounds Foundation**

*Junior Livestock Auction Buyer's
Dinner support*



Rancho Cielo

Food box packing



Hunger at Home

Food preparation



United Way San Luis Obispo

*Stuff the Bus school supply
collection*

Rankings and Recognition | National

NEWSWEEK MAGAZINE

Named one of the 2026 Top 500 Regional Banks & Credit Unions in the U.S.

TIME MAGAZINE AMERICA'S GROWTH LEADERS FOR 2026

Ranked #330 of 501 in inaugural list of top performing publicly listed companies in the U.S.

BANK DIRECTOR MAGAZINE 2026 RANKINGBANKING REPORT

Ranked #12 among Top 25 U.S. publicly traded banks and #7 for banks with assets less than \$5B for full-year 2025 performance.

S&P GLOBAL MARKET INTELLIGENCE

Best-performing Banks of 2025 Rankings:

- #8 among top U.S. community banks under \$3B;
- #2 among community banks in the West under \$10B;
- and #1 among California community banks under \$10B for full-year 2025 financial performance.

BAUERFINANCIAL, INC

Rated 5-Star "Superior" for 42 consecutive quarters as of June 30, 2026.

AMERICAN BANKER MAGAZINE

Ranked #68 among top U.S. community banks with assets of \$2B to \$10B for full-year 2025 financial performance.

BANK PERFORMANCE REPORT

The Bank ranked #18 for overall performance among California Banks for the second quarter of 2026.



S&P Global

AMERICAN BANKER.



Rankings and Recognition | Regional

SILICON VALLEY BUSINESS JOURNAL

Ranked #43 in the Top Corporate Philanthropist in the Bay Area for 2025 giving.
Ranked #34 in Silicon Valley's Fastest Growing Banks for Commercial & Industrial Lending as of March 31, 2026.
Ranked #14 among Silicon Valley's 25 largest SBA Lenders by 2025 loan value.
Ranked #14 for Silicon Valley Banks with Fastest-growing Deposits as of December 31, 2025.
Ranked #11 among Top 20 largest Silicon Valley banks by deposits as of June 30, 2025.
Ranked #17 among fastest-growing banks by real estate lending as of September 30, 2025.

SANTA CRUZ AREA CHAMBER OF COMMERCE

Named Business of the Year: 2025, 2022 and 2018.

MONTEREY PENINSULA CHAMBER OF COMMERCE

Business Excellence Award Winner for Financial & Insurance Services.

GOOD TIMES 2026 READERS' POLL "BEST OF SANTA CRUZ COUNTY"

Voted Best Local Bank for the 14th consecutive year.

SANTA CRUZ SENTINEL 2025 READERS' CHOICE AWARD

Voted #1 Bank in Santa Cruz County for 11 years.

THE PRESS BANNER "2026 THE BEST OF SCOTTS VALLEY" READERS' POLL

Silver Award for Best Local Bank.

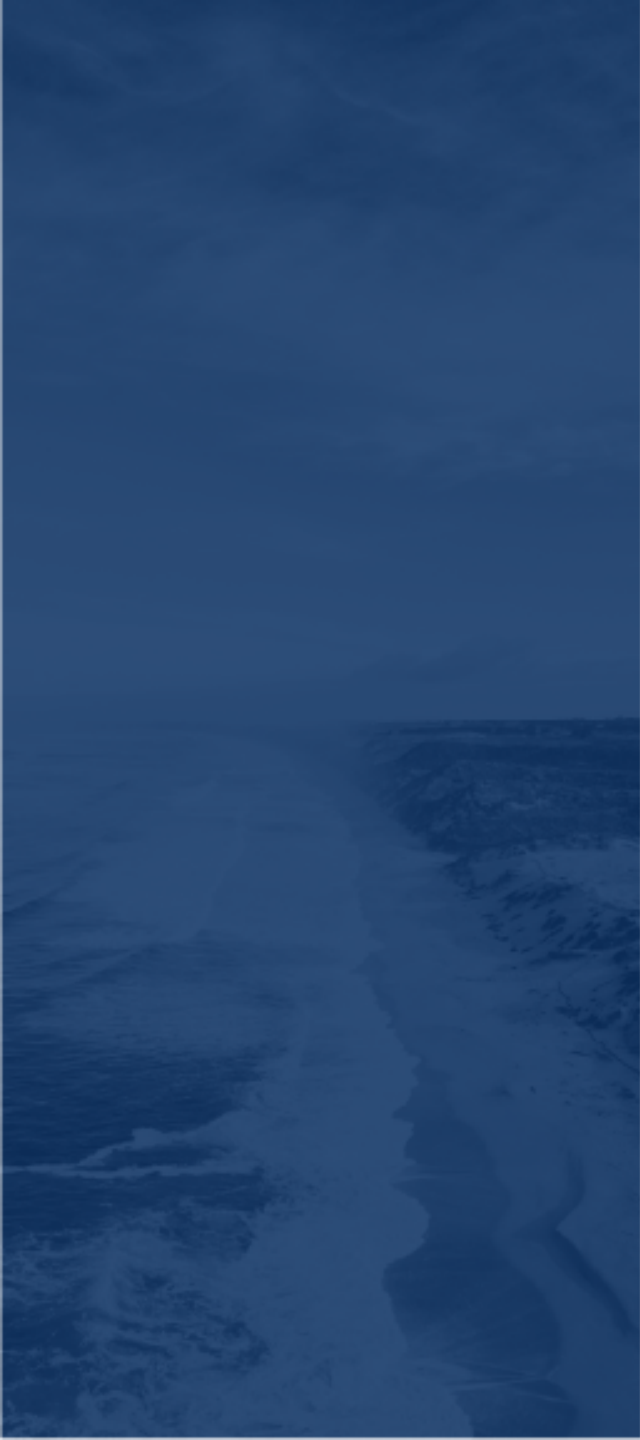
THE PAJARONIAN "2026 BEST OF THE PAJARO VALLEY" READERS' POLL

Silver Award for Best Bank.

THE LOOKOUT LIST

2025 Santa Cruz County Favorites, Inaugural Lookout List.





Appendices



Non-GAAP Reconciliation

<i>Dollars in thousands, except per share amounts</i>	December 31, 2021	December 31, 2022	December 31, 2023	December 31, 2024	December 31, 2025	March 31, 2026	June 30, 2026	September 30, 2026
Total shareholders' equity	\$186,090	\$197,676	\$230,036	\$332,981	\$376,827	\$388,234	\$398,488	\$402,590
Less: Intangible assets	(28,202)	(27,796)	(27,433)	(68,105)	(63,912)	(62,925)	(61,939)	(60,953)
Tangible common equity	<u>\$157,888</u>	<u>\$169,880</u>	<u>\$202,603</u>	<u>\$264,876</u>	<u>\$312,915</u>	<u>\$325,309</u>	<u>\$336,549</u>	<u>\$341,637</u>
Total assets	\$1,701,249	\$1,744,487	\$1,794,362	\$2,680,428	\$2,883,684	\$2,895,078	\$2,945,205	\$2,983,584
Less: Intangible assets	(28,202)	(27,796)	(27,433)	(68,105)	(63,912)	(62,925)	(61,939)	(60,953)
Tangible assets	<u>\$1,673,047</u>	<u>\$1,716,691</u>	<u>\$1,766,929</u>	<u>\$2,612,323</u>	<u>\$2,819,772</u>	<u>\$2,832,153</u>	<u>\$2,883,266</u>	<u>\$2,922,631</u>
Tangible common equity ratio	<u>9.44 %</u>	<u>9.90 %</u>	<u>11.47 %</u>	<u>10.14 %</u>	<u>11.10 %</u>	<u>11.49 %</u>	<u>11.67 %</u>	<u>11.69 %</u>
Shares outstanding	8,536,000	8,477,272	8,406,680	10,556,467	10,482,767	10,499,854	10,513,743	10,524,552
Book value per share	\$21.80	\$23.32	\$27.36	\$31.54	\$35.95	\$36.98	\$37.90	\$38.25
Less: Intangible book value per share	(3.30)	(3.28)	(3.26)	(6.45)	(6.10)	(5.99)	(5.89)	(5.79)
Tangible book value per share	<u>\$18.50</u>	<u>\$20.04</u>	<u>\$24.10</u>	<u>\$25.09</u>	<u>\$29.85</u>	<u>\$30.98</u>	<u>\$32.01</u>	<u>\$32.46</u>

Non-GAAP Reconciliation

(continued)

<i>Dollars in thousands, except per share amounts</i>	December 31, 2021	December 31, 2022	December 31, 2023	December 31, 2024	December 31, 2025	March 31, 2026	June 30, 2026	September 30, 2026
Gross loans (net of deferred fees and costs and purchase discounts)	\$1,201,805	\$1,267,739	\$1,411,293	\$2,045,215	\$2,172,464	\$2,219,275	\$2,271,406	\$2,336,998
Less: Purchase discounts	—	—	—	(30,622)	(20,841)	(17,528)	(15,722)	(14,059)
Less: PPP loans	93,278	3,202	314	158	8	—	—	—
Gross loans excluding purchase discounts and PPP loans	<u>\$1,108,527</u>	<u>\$1,264,537</u>	<u>\$1,410,979</u>	<u>\$2,075,679</u>	<u>\$2,193,297</u>	<u>\$2,236,803</u>	<u>\$2,287,128</u>	<u>\$2,351,057</u>
Allowance for credit losses	<u>\$19,978</u>	<u>\$21,444</u>	<u>\$23,943</u>	<u>\$31,622</u>	<u>\$38,173</u>	<u>\$34,677</u>	<u>\$35,119</u>	<u>\$36,608</u>
Gross loans (net of deferred fees and costs and purchase discounts)	\$1,201,805	\$1,267,739	\$1,411,293	\$2,045,215	\$2,172,464	\$2,219,275	\$2,271,406	\$2,336,998
Less: PPP loans	93,278	3,202	314	158	8	—	—	—
Gross loans excluding PPP loans	<u>\$1,108,527</u>	<u>\$1,264,537</u>	<u>\$1,410,979</u>	<u>\$2,045,057</u>	<u>\$2,172,456</u>	<u>\$2,219,275</u>	<u>\$2,271,406</u>	<u>\$2,336,998</u>
Allowance for credit losses as a percentage of gross loans excluding PPP loans	<u>1.80 %</u>	<u>1.70 %</u>	<u>1.70 %</u>	<u>1.55 %</u>	<u>1.76 %</u>	<u>1.56 %</u>	<u>1.55 %</u>	<u>1.57 %</u>
Gross loans (net of deferred fees and costs and purchase discounts)	\$1,201,805	\$1,267,739	\$1,411,293	\$2,045,215	\$2,172,464	\$2,219,275	\$2,271,406	\$2,336,998
Less: Purchase discounts	—	—	—	(30,622)	(20,841)	(17,528)	(15,722)	(14,059)
Gross loans excluding purchase discounts	<u>\$1,201,805</u>	<u>\$1,267,739</u>	<u>\$1,411,293</u>	<u>\$2,075,837</u>	<u>\$2,193,305</u>	<u>\$2,236,803</u>	<u>\$2,287,128</u>	<u>\$2,351,057</u>
Less: Deferred fees and expenses	1,276	2,971	2,159	2,133	1,904	2,080	2,281	2,609
Gross loans excluding purchase discounts, deferred fees and expenses	<u>\$1,200,529</u>	<u>\$1,264,768</u>	<u>\$1,409,134</u>	<u>\$2,073,704</u>	<u>\$2,191,401</u>	<u>\$2,234,723</u>	<u>\$2,284,847</u>	<u>\$2,348,448</u>

Non-GAAP Reconciliation

(continued)

<i>Dollars in thousands, except per share amounts</i>	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026	Q2 2026	Q3 2026
Net income	\$ 8,199	\$ 3,840	\$ 11,678	\$ 12,918	\$ 12,061	\$ 13,772	\$ 14,987	\$ 12,161	\$ 16,740
Add: Accelerated accretion on redemption of subordinated debentures	—	—	—	160	—	864	—	1,824	—
Add: Day 1 provision for credit losses on acquired non-PCD loans	—	7,667	—	—	—	—	—	—	—
Add: Net loss on sale of branch building	—	509	—	—	—	—	—	—	—
Add: Merger expense	—	6,278	—	—	—	—	—	—	—
Less: Renewable energy tax credit									(920)
Adjusted non-core items	—	14,454	—	160	—	864	—	1,824	(920)
Tax effected non-core items	—	10,210	—	113	—	609	—	1,285	(920)
Adjusted non-GAAP net income	<u>\$ 8,199</u>	<u>\$ 14,050</u>	<u>\$ 11,678</u>	<u>\$ 13,031</u>	<u>\$ 12,061</u>	<u>\$ 14,381</u>	<u>\$ 14,987</u>	<u>\$ 13,446</u>	<u>\$ 15,820</u>
Add: Core deposit intangibles (CDI) amort.	\$ 83	\$ 1,071	\$ 1,067	\$ 1,067	\$ 1,068	\$ 991	\$ 986	\$ 987	\$ 986
Tax effected CDI amort.	58	754	752	752	752	698	695	695	695
Adjusted non-GAAP income excl. CDI amort.	<u>\$ 8,257</u>	<u>\$ 14,804</u>	<u>\$ 12,430</u>	<u>\$ 13,783</u>	<u>\$ 12,813</u>	<u>\$ 15,079</u>	<u>\$ 15,682</u>	<u>\$ 14,141</u>	<u>\$ 16,515</u>
Average assets	\$1,739,924	\$2,693,214	\$2,654,772	\$2,652,882	\$2,772,657	\$2,906,010	\$2,872,259	\$2,879,579	\$3,011,804
Average equity	\$ 251,848	\$ 335,707	\$ 342,549	\$ 352,301	\$ 363,685	\$ 375,569	\$ 385,612	\$ 395,954	\$ 404,098
Less: Average goodwill and other intangibles	(27,239)	(68,804)	(67,737)	(66,647)	(65,592)	(64,548)	(63,561)	(62,579)	(61,585)
Average tangible common equity	<u>\$ 224,609</u>	<u>\$ 266,903</u>	<u>\$ 274,812</u>	<u>\$ 285,654</u>	<u>\$ 298,093</u>	<u>\$ 311,021</u>	<u>\$ 322,051</u>	<u>\$ 333,375</u>	<u>\$ 342,513</u>
Average diluted shares outstanding	8,524,252	10,614,204	10,625,489	10,626,352	10,601,694	10,546,203	10,487,876	10,507,662	10,542,098
Adjusted non-GAAP ROAA	1.87 %	2.08 %	1.78 %	1.97 %	1.73 %	1.96 %	2.12 %	1.87 %	2.08 %
Adjusted non-GAAP ROATCE	14.63 %	22.07 %	18.34 %	19.35 %	17.05 %	19.23 %	19.75 %	17.01 %	19.13 %
Adjusted diluted EPS (non-GAAP)	\$ 0.96	\$ 1.32	\$ 1.10	\$ 1.23	\$ 1.14	\$ 1.36	\$ 1.43	\$ 1.28	\$ 1.50
Net income	\$ 8,199	\$ 3,840	\$ 11,678	\$ 12,918	\$ 12,061	\$ 13,772	\$ 14,987	\$ 12,161	\$ 16,740
Add: Tax effected CDI amort.	58	754	752	752	752	698	695	695	695
Net income excl. CDI amort.	<u>\$ 8,257</u>	<u>\$ 4,594</u>	<u>\$ 12,430</u>	<u>\$ 13,670</u>	<u>\$ 12,813</u>	<u>\$ 14,470</u>	<u>\$ 15,682</u>	<u>\$ 12,856</u>	<u>\$ 17,435</u>
Non-GAAP ROATCE	14.62 %	6.85 %	18.34 %	19.19 %	17.05 %	18.46 %	19.75 %	15.47 %	20.20 %

Non-GAAP Reconciliation

(continued)

<i>Dollars in thousands</i>	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026	Q2 2026	Q3 2026
Net interest income	\$ 20,517	\$ 34,076	\$ 32,345	\$ 32,807	\$ 34,634	\$ 34,444	\$ 34,082	\$ 33,138	\$ 37,110
Add: Accelerated accretion of discount on redeemed subordinated debentures	—	—	—	160	—	864	—	1,824	—
Adjusted net interest income (non-GAAP)	<u>\$ 20,517</u>	<u>\$ 34,076</u>	<u>\$ 32,345</u>	<u>\$ 32,967</u>	<u>\$ 34,634</u>	<u>\$ 35,308</u>	<u>\$ 34,082</u>	<u>\$ 34,962</u>	<u>\$ 37,110</u>
Noninterest income	\$ 1,065	\$ 911	\$ 999	\$ 1,399	\$ 1,285	\$ 1,339	\$ 2,710	\$ 1,176	\$ 1,303
Add: Net loss on sale of branch building	—	509	—	—	—	—	—	—	—
Adjusted noninterest income (non-GAAP)	<u>\$ 1,065</u>	<u>\$ 1,420</u>	<u>\$ 999</u>	<u>\$ 1,399</u>	<u>\$ 1,285</u>	<u>\$ 1,339</u>	<u>\$ 2,710</u>	<u>\$ 1,176</u>	<u>\$ 1,303</u>
Noninterest expense	\$ 9,876	\$ 21,559	\$ 15,497	\$ 15,448	\$ 15,491	\$ 15,789	\$ 16,036	\$ 15,868	\$ 16,254
Less: Merger expense	—	6,278	—	—	—	—	—	—	—
Adjusted noninterest expense (non-GAAP)	<u>\$ 9,876</u>	<u>\$ 15,281</u>	<u>\$ 15,497</u>	<u>\$ 15,448</u>	<u>\$ 15,491</u>	<u>\$ 15,789</u>	<u>\$ 16,036</u>	<u>\$ 15,868</u>	<u>\$ 16,254</u>
Adjusted non-GAAP efficiency ratio	45.76 %	43.05 %	46.48 %	44.95 %	43.13 %	43.08 %	43.59 %	43.91 %	42.31 %
Net interest income	\$ 20,517	\$ 34,076	\$ 32,345	\$ 32,807	\$ 34,634	\$ 34,444	\$ 34,082	\$ 33,138	\$ 37,110
Add: Taxable equivalent adjustment	41	153	145	134	133	133	128	161	180
Net interest income (taxable equivalent)	<u>\$ 20,558</u>	<u>\$ 34,229</u>	<u>\$ 32,490</u>	<u>\$ 32,941</u>	<u>\$ 34,767</u>	<u>\$ 34,577</u>	<u>\$ 34,210</u>	<u>\$ 33,299</u>	<u>\$ 37,290</u>
Total interest expense	\$ 5,547	\$ 8,063	\$ 7,467	\$ 7,995	\$ 8,247	\$ 9,202	\$ 7,754	\$ 9,755	\$ 8,552
Less: Accelerated accretion on discount of partially redeemed subordinated debentures	—	—	—	160	—	864	—	1,824	—
Adjusted interest expense (non-GAAP)	<u>\$ 5,547</u>	<u>\$ 8,063</u>	<u>\$ 7,467</u>	<u>\$ 7,835</u>	<u>\$ 8,247</u>	<u>\$ 8,338</u>	<u>\$ 7,754</u>	<u>\$ 7,931</u>	<u>\$ 8,552</u>
Average balance of total interest-bearing liabilities and noninterest-bearing deposits	\$1,471,497	\$2,334,680	\$2,287,981	\$2,277,373	\$2,388,059	\$2,508,055	\$2,463,942	\$2,459,749	\$2,580,596
Adjusted non-GAAP cost of funds	1.50 %	1.37 %	1.32 %	1.38 %	1.37 %	1.32 %	1.28 %	1.29 %	1.31 %