SECOND QUARTER FINANCIAL RESULTS | 2026

KEY FINANCIAL DATA

($ in millions)	Three Months Ended June 30,		Six Months Ended June 30,	
INCOME STATEMENT	**2026**	**2025**	**2026**	**2025**
Net interest income	$ 561	$ 513	$ 1,117	$ 1,035
Provision for credit losses	23	22	42	99
Noninterest income	116	123	265	254
Operating expenses	164	157	321	304
Provision for income taxes	43	36	89	75
Net income	447	421	930	811

BALANCE SHEET (period-end)	**June 30, 2026**	**December 31, 2025**
Total loans	$ 164,435	$ 166,880
Total assets	218,217	223,477
Shareholders' equity	14,824	14,038

	Three Months Ended June 30,		Six Months Ended June 30,	
PROFITABILITY METRICS	**2026**	**2025**	**2026**	**2025**
Net interest margin	1.03 %	0.98 %	1.03 %	1.00 %
Return on average common equity	13.47 %	14.05 %	14.22 %	13.75 %
Return on average assets	0.81 %	0.80 %	0.85 %	0.78 %
Operating expense ratio (excluding insurance fund premiums)	22.26 %	23.59 %	22.14 %	22.59 %

MANAGEMENT COMMENTARY

"CoBank experienced continued solid growth in average loans, operating revenue and earnings on both a quarterly and year-to-date basis, despite elevated levels of stress across much of the U.S. agricultural sector. We continue to benefit from the diversification of our portfolio and revenue streams and remain well-positioned to meet the needs of customers and fulfill our mission in rural America."

*– **Thomas Halverson**, CEO, CoBank*

"Credit quality during the quarter remained manageable, with nonaccrual loans to total loans improving modestly from year-end. Capital levels also increased, supported by quarterly earnings and the successful issuance of $500 million of preferred stock. At June 30, 2026, capital and liquidity levels remained well above regulatory minimums."

*– **Sean Burke**, CFO, CoBank*

HIGHLIGHTS

- Average loans increased 4% year-over-year in Q2 and YTD. Loans outstanding totaled $164.4 billion at June 30, 2026
    - Growth in year-over-year Q2 and YTD average loans primarily in our Farm Credit Banking and Rural Infrastructure operating segments
- Net income for Q2 increased 6% to $447 million compared to $421 million in Q2 2025 and increased 15% YTD to $930 million compared to $811 million in the prior year period
    - Q2 increase resulted from higher net interest income, partially offset by decreased noninterest income and higher operating expenses and income taxes
    - YTD increase due to higher net interest income and noninterest income and a lower provision for credit losses, partially offset by higher operating expenses and income taxes
- Net interest income in Q2 increased 9% to $561 million from $513 million in Q2 2025 and YTD increased 8% to $1.117 billion from $1.035 billion in the prior year period primarily driven by higher average loans and an improvement in net interest margin
- Net interest margin YTD was 1.03%, compared to 1.00% in the same period in 2025
- Provision for credit losses in Q2 was $23 million compared to $22 million in Q2 2025 and YTD was $42 million compared to $99 million in the prior year period
    - Prior year YTD provision was higher in part due to elevated net charge-offs, macroeconomic forecasts and modeled credit losses required under CECL
- Noninterest income decreased $7 million in Q2 2026 and increased $11 million YTD compared to the same periods in 2025
    - Q2 decrease was primarily due to a loss on sale of loans and decreased patronage income, partially offset by increases in loan-related fee income and customer interest rate swaps and other derivatives income
    - YTD increase driven by higher return of excess insurance funds from the Farm Credit System Insurance Corporation and higher loan-related fee income, partially offset by decreased patronage income and a loss on sale of loans
- Operating expenses increased 4% or $7 million in Q2 2026 and increased 6% or $17 million YTD compared to the same periods in 2025
    - Q2 and YTD increase was primarily due to higher employee compensation, purchased services, and general and administrative expenses
- Capital and liquidity levels remain strong and were in excess of regulatory minimums as of June 30, 2026
    - Total shareholders' equity was $14.8 billion at June 30, 2026 and increased from year end, primarily due to current period earnings and the issuance of preferred stock, partially offset by accrued patronage and an increase in accumulated other comprehensive loss
    - Total capital ratio was 14.20%, compared with the 8.0% minimum
    - 189 days of liquidity, compared with the 90-day minimum

OPERATING SEGMENTS

($ in millions)	Agribusiness		Rural Infrastructure		Farm Credit Banking		Total	
Three Months Ended June 30,	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Average loans	$ 42,376	$ 42,023	$ 36,732	$ 34,981	$ 88,178	$ 83,595	$ 167,286	$ 160,599
Net income	212	179	150	164	85	78	447	421
Six Months Ended June 30,	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Average loans	$ 43,435	$ 43,426	$ 36,360	$ 34,762	$ 88,050	$ 83,344	$ 167,845	$ 161,532
Net income	424	349	337	309	169	153	930	811
	2026	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Period-end loans June 30, 2026 and December 31, 2025	$ 39,484	$ 42,144	$ 36,814	$ 35,893	$ 88,137	$ 88,843	$ 164,435	$ 166,880

NET INTEREST INCOME AND NET INTEREST MARGIN

Net interest income increased $82 million, or 8 percent, to $1.117 billion for the six months ended June 30, 2026 as compared to $1.035 billion for the same period in 2025. The increase was primarily driven by higher average interest earning assets. Yields on interest-earning assets declined, reflecting lower loan yields and a higher proportion of investment securities, however, this was more than offset by a decrease in funding costs, resulting in an increase in interest rate spread. The impact of noninterest-bearing funding sources, principally equity, declined slightly and net interest margin increased to 1.03 percent for the six months ended June 30, 2026 compared to 1.00 percent the same period in 2025.

Net Interest Margin and Net Interest Income

Six Months Ended	June 30, 2026			June 30, 2025		
($ in millions)	Average Balance	Average Rate	Interest Income/Expense	Average Balance	Average Rate	Interest Income/Expense
Interest earning assets						
Loans	$ 167,845	4.59 %	$ 3,850	$ 161,532	5.01 %	$ 4,012
Investments	49,665	3.77 %	935	45,125	3.85 %	863
Federal funds sold and other overnight funds	1,948	3.63 %	35	1,872	4.37 %	40
Total	219,458	4.40 %	4,820	208,529	4.75 %	4,915
Interest bearing liabilities	203,970	3.63 %	3,703	194,240	4.03 %	3,880
Interest rate spread		0.77 %			0.72 %	
Impact of equity financing	14,334	0.26 %		12,961	0.28 %	
Net interest margin & net interest income		1.03 %	$ 1,117		1.00 %	$ 1,035

CREDIT QUALITY

Notwithstanding some credit quality deterioration, our overall loan quality measures remain manageable at June 30, 2026. Special Mention loans increased to 1.38 percent of total loans at June 30, 2026 compared to 1.26 percent of total loans at December 31, 2025 primarily due to communication customers that were transferred to Special Mention status. The level of adversely classified loans (“Substandard”, “Doubtful” and “Loss”) as a percent of total loans increased to 1.23 percent at June 30, 2026 compared to 1.19 percent at December 31, 2025 primarily due to agribusiness customers that were transferred to Substandard status. Nonaccrual loans, which are classified as Substandard and Doubtful loans, were 0.28 percent of total loans at June 30, 2026, compared to 0.37 percent at December 31, 2025. We believe credit quality deterioration in the future is possible due to market factors impacting our customers. Such factors include the macroeconomic environment, geopolitical and other disruptions related to the war in Ukraine and conflict involving Iran, higher oil, gas and fertilizer prices, transportation availability and costs, trade, tariff and economic uncertainty, an ongoing volatile agricultural commodity price environment, labor shortages, inflation, elevated level of interest rates, weather related events, and a significant level of industry, borrower and attributed concentration risk resulting from our defined mission of service to rural communities and agriculture. In addition, concentrations within our loan portfolio can cause the level of our loan quality, nonaccrual loans, charge-offs and provisions for credit losses or credit loss reversals to vary significantly from period to period.

Loan Quality Ratios

	June 30, 2026			December 31, 2025		
	Wholesale Loans	Commercial Loans	Total	Wholesale Loans	Commercial Loans	Total
Acceptable	100.00 %	94.40 %	97.39 %	100.00 %	94.78 %	97.55 %
Special Mention	—	2.97 %	1.38 %	—	2.68 %	1.26 %
Substandard	—	2.57 %	1.20 %	—	2.46 %	1.15 %
Doubtful	—	0.06 %	0.03 %	—	0.08 %	0.04 %
Loss	—	—	—	—	—	—
Total	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %

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BALANCE SHEET INFORMATION

(period-end)	June 30, 2026	December 31, 2025
($ in millions)	(Unaudited)	
Loans	$ 164,435	$ 166,880
Less: Allowance for loan losses	769	725
Net loans	163,666	166,155
Cash and cash equivalents	326	972
Federal funds sold and other overnight funds	2,317	3,955
Investment securities	49,229	49,489
Interest rate swaps and other derivatives	420	456
Accrued interest receivable and other assets	2,259	2,450
Total assets	$ 218,217	$ 223,477
Bonds and notes	$ 200,111	$ 205,454
Interest rate swaps and other derivatives	552	576
Reserve for unfunded commitments	51	62
Patronage payable	441	935
Accrued interest payable and other liabilities	2,238	2,412
Total liabilities	203,393	209,439
Shareholders' equity	14,824	14,038
Total liabilities and shareholders' equity	$ 218,217	$ 223,477

STATEMENT OF INCOME INFORMATION

	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	2025	2026	2025
($ in millions)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Interest income	$ 2,405	$ 2,464	$ 4,820	$ 4,915
Interest expense	1,844	1,951	3,703	3,880
Net interest income	561	513	1,117	1,035
Provision for credit losses	23	22	42	99
Net interest income after provision for credit losses	538	491	1,075	936
Noninterest income	116	123	265	254
Operating expenses	164	157	321	304
Provision for income taxes	43	36	89	75
Net income	$ 447	$ 421	$ 930	$ 811

FORWARD-LOOKING STATEMENTS

Certain of the statements contained in this news release that are not historical facts are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Our actual results may differ materially and adversely from our expectations expressed in any forward-looking statements. Forward-looking statements are typically identified by words such as “believe,” “expect,” “anticipate,” “intend,” “estimate,” “plan,” “project,” “target,” “may,” “will,” “should,” “would,” “could,” or similar expressions. Although we believe that the information expressed or implied in such forward-looking statements is reasonable, we can give no assurance that such projections and expectations will be realized or the extent to which a particular plan, projection or expectation may be realized.

These forward-looking statements are based on current knowledge and subject to risks and uncertainties. We encourage you to read our Annual Report and Quarterly Reports located on the bank’s website at www.cobank.com. We undertake no obligation to revise or publicly update our forward-looking statements for any reason.

ABOUT COBANK

CoBank is a cooperative bank serving vital industries across rural America. The bank provides loans, leases, export financing and other financial services to agribusinesses and rural power, water and communications providers in all 50 states. The bank also provides wholesale loans and other financial services to affiliated Farm Credit associations serving almost 80,000 farmers, ranchers and other rural borrowers in 23 states around the country. CoBank is a member of the Farm Credit System, a nationwide network of banks and retail lending associations chartered to support the borrowing needs of U.S. agriculture, rural infrastructure and rural communities. Headquartered outside Denver, Colorado, CoBank serves customers from regional banking centers across the U.S. and also maintains an international representative office in Singapore.

For more information about CoBank, visit www.cobank.com.

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