Second Quarter 2026 | Report to Shareholders

The second quarter was one of the most significant in Hyperion Bank's history. We **successfully completed an oversubscribed $14.7 million capital raise** with participation from 66 investors, providing additional capital to support our continued organic growth in the Philly Region and Metro Atlanta.

Strong growth from last year and the first quarter continued through the second quarter, with deposits increasing **26.7%** and loans growing **18.1%** from June 30, 2025 to June 30, 2026. These results reflect continued execution of our long-term growth strategy. Net income for the first six months of the year increased **37.8%** over the first six months of 2025, and book value per share is up **10.5%** over the last 12 months.

We also completed the successful launch (led by Team Hyperion's Bridget Jungblut) of our **new digital banking platform**, delivering a simpler, more secure experience for our customers while positioning the bank for future growth. We are grateful to our customers and business partners for patience during the upgrade.

Our momentum continues to be recognized as Hyperion was the #**1 fastest-growing bank for deposits** in the region by the *Philadelphia Business Journal*. We also welcomed Nathan Trott as Credit Analyst, further strengthening our talented team. **Hyperion's experienced, accessible & enthusiastic people** continue to be our secret sauce.

Actively support Hyperion's momentum:

- Bank with us (business, personal, mortgage);
- Continue to recommend Hyperion to business owners, entrepreneurs & other leaders who appreciate local decision-making & exceptional service;
- Introduce Hyperion to nonprofits & community organizations of which you are a part – so we can be a financial solution for them; and
- *Follow, share & comment on Hyperion's content on LinkedIn + Facebook* to help broaden our reach.

THANK YOU for being an ambassador for Hyperion's continued smart-growth journey,

Charles B. Crawford, Jr.
Chair & CEO

Louis J. DeCesare, Jr.
President & COO

HYPERION BancShares

Consolidated Balance Sheet

(unaudited)

	June 30, 2026	June 30, 2025
Assets:		
Cash and due from banks	43,044,688	38,075,242
Securities available for sale	18,498,066	17,413,363
Other investments	2,276,500	3,437,000
Loans: Less allowance for loan loss	488,589,616	413,606,766
Premises and equipment, net	1,547,374	1,748,544
Accrued interest receivable	2,208,581	1,928,056
Bank Owned Life Insurance	8,141,572	7,868,732
Other Assets	5,556,152	4,254,965
Total Assets	**569,862,549**	**488,332,668**
Liabilities:		
Non interest bearing demand deposits	40,950,546	44,825,638
Interest bearing demand deposits	413,195,645	313,751,969
Total deposits	**454,146,191**	**358,577,607**
Federal Home Loan Bank advances	49,000,000	79,037,210
Subordinated Debt	16,000,000	15,913,933
Accrued interest payable	210,409	382,554
Other liabilities	3,129,681	3,099,977
Total liabilities	**522,486,281**	**457,011,281**
Mezzanine equity:		
Series A fixed rate preferred stock	**6,131,000**	**-**
Stockholders' equity:		
Preferred stock	-	-
Common stock	3,012,765	2,373,476
Additional paid-in-capital	37,086,266	29,002,313
Treasury stock	(1,848,720)	-
Retained earnings	4,395,028	1,616,782
Unrealized securities gain/loss	(1,400,071)	(1,671,184)
Total stockholders' equity	**41,245,268**	**31,321,387**
Total Liabilities, Mezzanine Equity and Stockholders' Equity	**569,862,549**	**488,332,668**

Consolidated Statement of Operations

(unaudited)

	Six Months Ended:	
	June 30, 2026	**June 30, 2025**
Interest Income:		
Loans, including fees	16,631,419	14,414,296
Securities	175,861	148,932
Other investments	665,826	443,187
Total interest income	**17,473,106**	**15,006,415**
Interest Expense:		
Deposits	7,876,616	5,885,857
Subordinated Debt	467,046	476,631
Other borrowings	691,144	915,829
Total interest expense	**9,034,806**	**7,278,317**
Net interest income	**8,438,300**	**7,728,098**
Provision for loan losses and unfunded commitments	200,435	565,092
Net interest income after provision	**8,237,865**	**7,163,006**
Noninterest income:		
Service charges on deposit accounts	54,137	62,965
Gain on sale of loans	178,559	135,964
Loan fees	112,822	160,466
Income (loss) from mortgage joint venture	18,617	(2,049)
Income from bank owned life insurance	136,569	134,629
Total noninterest income	**500,704**	**491,975**
Noninterest expense:		
Salaries and employee benefits	3,752,807	3,368,611
Occupancy and equipment	408,195	405,143
Data processing	799,920	741,376
Professional fees	407,571	477,707
Other operating expenses	1,826,024	1,538,243
Total noninterest expense	**7,194,517**	**6,531,080**
Income before income taxes	**1,544,052**	**1,123,901**
Income taxes	295,199	217,343
Net income:	**1,248,853**	**906,558**
Book Value Per Share	$14.59	$13.20
Earnings Per Share	$0.55	$0.39

Hyperion Bank Team

Kimberly Bauer
Karen Chavarria
Julie Clarke
Alexandra Cole
Charles Crawford
Lou DeCesare
Michael DiPietro
Ryan Elliott
Amy Ellis
Megan Fantini
Lauren Flowers
Jennifer Gardella
Eric Golden
Rob Hamilton

Oliver Hanley
Samitrius Hart
Andres Herrera
Lauren Hibner
Joel Higdon
Nancy Hollingsworth
Toni Hughes
Michael Iannarelli
April Jones
Bridget Jungblut
James Kang
Eric Kellum
Christopher Kober
Brian McNulty

Asif Mujtaba
Christopher Mumma
George Perkins
Cara Rossi
Danielle Selway
Ka'Rin Smith
Vonda Smith
Andy Stein
Frank Sullivan
Ryan Sullivan
Nathan Trott
Elisa Varella
Lexus Whyte
Bill Young

Board of Directors

Charles Crawford
Lou DeCesare
Jill Jinks
James J. McAlpin, Jr.

Robert N.C. Nix, III
Michael Purcell
Lara Rhame
Gretchen Santamour

199 W. Girard Avenue
Philadelphia, PA 19123
215.789.4200

3525 Piedmont Rd., Suite 5-215
Atlanta, GA 30305
404.381.2110

HyperionBank.com