



FOR IMMEDIATE RELEASE CONTACT:

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Peak Bancorp, Inc. Announces YTD 2022 Results

McCall, ID – January 30, 2023 – Peak Bancorp, Inc., (the Company) (OTC: IDFB), the holding company for Idaho First Bank (the Bank), today announced unaudited financial results for the fourth quarter and full year ended December 31, 2022.

The Company recognized after-tax net income of \$1.66 million in the fourth quarter of 2022, which brought net income for the full year to \$4.27 million. Net interest income for the fourth quarter reached an all-time high of \$6.14 million, which was driven by an improved net interest margin. Mortgage banking income for the fourth quarter continued to reflect decreased consumer mortgage demand, as total 2022 mortgage banking income decreased by \$1.21 million from the prior year. Also notable for 2022 was the recognition of \$579 thousands of merger costs in noninterest expense. Chairman Mark Miller noted, “The Board of Directors is very happy with the overall performance of the bank in 2022. The team worked to grow both customers and revenue while credit quality remained strong.”

The Company’s loan portfolio ended 2022 at \$480 million, which represented growth in the loan portfolio of \$81 million from year-end 2021, while deposits increased from year-end 2021 by \$27 million to end 2022 at \$497 million. Loan interest income excluding Paycheck Protection Program (PPP) loans increased by \$7.75 million year-over-year, reflecting growth and improved yield in the loan portfolio. “The financial results in 2022 come from a well-balanced approach to business development, a commitment to growing profitable customer relationships, and a talented team of people working together,” stated Todd Cooper, CEO.

Credit quality and portfolio performance both remain historically strong. A continued focus on credit discipline combined with proactive credit monitoring led to improved credit portfolio metrics. The Bank continues to fund the allowance for loan loss to support the growing loan balances. At year-end the allowance was \$5.7 million or 1.2% of loans (excluding PPP). Chief Credit Officer Shannon Stoeger commented, “The performance of our portfolio is the result of our relationship and credit underwriting teams working together within our proven credit culture to assess and proactively monitor our borrowers.”

On January 31, 2022, the Company announced the signing of an agreement to sell 100% of the shares of Peak Bancorp, Inc. to BAWAG Group, a publicly listed holding company headquartered in Vienna, Austria. The announcement indicated the



transaction required both IDFB shareholder and regulatory approval. IDFB shareholders completed their approval of the transaction in April 2022. The required regulatory approval is still pending.

About Peak Bancorp, Inc.

Peak Bancorp, Inc., is the holding company for Idaho First Bank, a state chartered community bank headquartered in McCall, Idaho. Known for its People First motto, Idaho First Bank serves greater southwest Idaho with branches located in McCall, New Meadows, Eagle, Ketchum, Nampa and Boise, as well as a branch located in Bend, Oregon. Idaho First Bank is a member of the FDIC and an Equal Housing Lender. For more information, visit us at www.idahofirstbank.com

This release contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 (“PSLRA”). Such forward-looking statements are subject to risks and uncertainties that may cause actual results to differ materially from those projected. These risks and uncertainties include, but are not limited to, economic conditions, the regulatory environment, loan concentrations, vendors, employees, technology, competition, and interest rates. Readers are cautioned not to place undue reliance on the forward-looking statements. Idaho First Bank has no obligation to publicly update forward-looking statements after the date of this release. This statement is included for the express purpose of invoking PSLRA’s safe harbor provisions.



Peak Bancorp, Inc.
Consolidated Financial Highlights (unaudited)
(Dollars in thousands, except per share)

For the year ended December 31:	2022	2021	Change	
Net interest income	\$20,712	\$21,057	\$(345)	-2%
Provision for loan losses	1,100	1,500	(400)	-27%
Mortgage banking income	313	1,518	(1,206)	-79%
Other noninterest income	1,051	832	220	26%
Noninterest expenses	15,215	14,212	1,004	7%
Net income before taxes	5,761	7,695	(1,935)	-25%
Tax provision	1,495	2,019	(524)	-26%
Net income	\$4,266	\$5,676	\$(1,411)	-25%
At December 31:	2022	2021	Change	
Loans	\$479,571	\$398,999	\$80,572	20%
Allowance for loan losses	5,711	4,588	1,123	24%
Assets	573,552	554,746	18,806	3%
Deposits	497,406	470,455	26,951	6%
Stockholders' equity	45,127	42,632	2,495	6%
Nonaccrual loans	-	663	(663)	-100%
Accruing loans more than 90 days past due	-	-	-	
Other real estate owned	-	-	-	
Total nonperforming assets	-	663	(663)	-100%
Book value per share	8.43	7.98	0.45	6%
Shares outstanding	5,350,651	5,344,686	5,965	0%
Allowance to loans	1.19%	1.15%		
Allowance to nonperforming loans	-	692%		
Nonperforming loans to total loans	0.00%	0.17%		
Averages for the year ended December 31:	2022	2021	Change	
Loans	\$434,711	\$585,877	\$(151,166)	-26%
Earning assets	531,410	683,689	(152,279)	-22%
Assets	547,850	699,726	(151,875)	-22%
Deposits	476,805	406,378	70,426	17%
Stockholders' equity	44,432	38,441	5,991	16%
Loans to deposits	91%	144%		
Net interest margin	3.90%	3.08%		



Peak Bancorp, Inc.
Quarterly Consolidated Financial Highlights (unaudited)
(Dollars in thousands)

Income Statement	Q4 2022	Q3 2022	Q2 2022	Q1 2022	Q4 2021
Net interest income	\$ 6,139	\$ 5,701	\$ 4,773	\$ 4,098	\$ 4,346
Provision for loan losses	250	350	350	150	100
Mortgage banking income	34	45	95	138	347
Other noninterest income	298	292	237	224	229
Noninterest expenses	3,996	3,800	3,950	3,470	3,402
Net income before taxes	2,226	1,888	806	840	1,419
Tax provision	568	493	211	223	331
Net income	<u>\$ 1,658</u>	<u>\$ 1,395</u>	<u>\$ 595</u>	<u>\$ 617</u>	<u>\$ 1,088</u>
Period End Information	Q4 2022	Q3 2022	Q2 2022	Q1 2022	Q4 2021
Loans	\$479,571	\$458,533	\$433,409	\$411,475	\$398,999
Deposits	497,406	479,734	476,438	477,174	470,455
Allowance for loan losses	5,711	5,440	5,089	4,738	4,588
Nonperforming loans	-	4,300	-	-	663
Other real estate owned	-	-	-	-	-
Quarterly net charge-offs (recoveries)	(21)	(1)	(1)	(1)	43
Allowance to loans	1.19%	1.19%	1.17%	1.15%	1.15%
Allowance to nonperforming loans	-	126%	-	-	692%
Nonperforming loans to loans	0.00%	0.94%	0.00%	0.00%	0.17%
Average Balance Information	Q4 2022	Q3 2022	Q2 2022	Q1 2022	Q4 2021
Loans	\$467,973	\$446,137	\$424,540	\$399,313	\$402,944
Earning assets	539,094	532,981	526,248	527,170	532,469
Assets	555,157	549,129	543,011	543,966	549,861
Deposits	488,349	483,480	469,957	465,104	437,040
Stockholders' equity	46,309	44,717	43,676	42,986	41,262
Loans to deposits	96%	92%	90%	86%	92%
Net interest margin	4.52%	4.24%	3.64%	3.15%	3.24%