



2025 Quarterly Report

September 30, 2025

Quarterly Report

September 30, 2025

AgWest Farm Credit, ACA

Management's Discussion and Analysis of Financial Condition and Results of Operations

The following commentary is a review of the consolidated financial condition and results of operations of AgWest Farm Credit, an Agricultural Credit Association (ACA) and its wholly-owned subsidiaries (collectively referred to as AgWest) for the three and nine months ended September 30, 2025. These comments should be read in conjunction with the unaudited consolidated financial statements and related notes included in this report, as well as the 2024 AgWest Annual Report to Stockholders. Dollar amounts are in thousands unless otherwise stated.

Effective January 1, 2023, Farm Credit West, ACA (Farm Credit West) and its PCA and FLCA subsidiaries merged with and into Northwest Farm Credit Services, ACA (the continuing association) and its respective PCA and FLCA subsidiaries (Northwest FCS). Northwest FCS acquired 100 percent of the assets and liabilities of Farm Credit West. In connection with the merger, Northwest FCS and its PCA and FLCA subsidiaries changed their names to AgWest Farm Credit, ACA, AgWest Farm Credit, PCA and AgWest Farm Credit, FLCA, respectively.

AgWest and its predecessors' quarterly and annual reports to stockholders may be obtained free of charge on AgWest's website, www.AgWestFC.com, or upon request at AgWest Farm Credit, ACA, P.O. Box 2515, Spokane, Washington 99220-2515, by telephone at (509) 340-5300, or toll free at (866) 552-9172. Additionally, the financial condition and results of operations of CoBank, ACB (CoBank), may materially affect the risk associated with stockholder investments in AgWest. Stockholders of AgWest may obtain copies of CoBank's financial statements free of charge by accessing CoBank's website, www.cobank.com, or upon request at AgWest.

The consolidated financial statements were prepared under the oversight of the Audit Committee.

Forward-Looking Statements

Certain statements contained in this report that are not historical facts are forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties, and assumptions that are difficult to predict. Words such as "believes," "could," "estimates," "anticipates," "may," "should," "will," or other variations of these terms or similar expressions are intended to identify forward-looking statements. These statements are based on assumptions and analyses made in light of experience, historical trend, current conditions and expected future developments. However, actual results and developments may differ materially from AgWest's expectations and predictions due to a number of risks and uncertainties that are beyond its control. These risks and uncertainties include, but are not limited to risks and uncertainty associated with the evolving domestic and international political environment, government trade policies in the United States and other countries, international territorial disputes, merger integration, fluctuations in the economy, the relative strengths and weaknesses in the agricultural credit sectors and real estate market, and the actions taken by the Federal Reserve in implementing monetary policy. Readers are cautioned not to place undue reliance on these forward-looking statements. AgWest will not update any forward-looking statements to reflect events or circumstances arising after they are made.

Results of Operations

Net income for the three months ended September 30, 2025, was \$209.1 million compared to \$191.4 million for the same period of the prior year. Net income for the nine months ended September 30, 2025, was \$570.2 million compared to \$564.1 million for the same period of the prior year. The increases for the three and nine month comparative periods were primarily due to increases in Net interest income and Noninterest income, partially offset by increases in the Provision for credit losses and Noninterest expense.

Net interest income was \$244.9 million for the three months ended September 30, 2025, compared to \$225.1 million for the same period of the prior year. Net interest income was \$705.8 million for the nine months ended September 30, 2025, compared to \$649.6 million for the same period of the prior year. The increase in Net interest income for the three and nine months ended comparative periods is presented in the following table:

<i>Change between the three months ended September 30, 2025 and 2024</i>	<i>Change in income/expense</i>	<i>Change in rate</i>	<i>Change in volume</i>
Interest income on total loans	\$ (8,306)	\$ (34,997)	\$ 26,691
Interest income on investment securities	4,059	659	3,400
Total interest income	\$ (4,247)	\$ (34,338)	\$ 30,091
Total interest expense	24,040	44,271	(20,231)
Net interest income	\$ 19,793	\$ 9,933	\$ 9,860

<i>Change between the nine months ended September 30, 2025 and 2024</i>	<i>Change in income/expense</i>	<i>Change in rate</i>	<i>Change in volume</i>
Interest income on total loans	\$ (11,045)	\$ (113,700)	\$ 102,655
Interest income on investment securities	10,284	2,483	7,801
Total interest income	\$ (761)	\$ (111,217)	\$ 110,456
Total interest expense	56,940	129,630	(72,690)
Net interest income	\$ 56,179	\$ 18,413	\$ 37,766

Net interest margin is a measure of the interest earned on assets compared to interest paid on interest-bearing liabilities. Information regarding the average daily balances and average rates earned and paid are presented in the following tables:

<i>For the three months ended September 30,</i>	<i>2025</i>	<i>2024</i>
Net interest income	\$ 244,884	\$ 225,091
Average balances:		
Total loans	\$ 31,856,639	\$ 30,383,675
Investment securities	2,159,694	1,792,328
Average interest earning assets	\$ 34,016,333	\$ 32,176,003
Note payable to CoBank, ACB	\$ 28,137,619	\$ 26,551,678
Advanced conditional payments and other interest bearing liabilities	791,379	763,720
Average interest bearing liabilities	\$ 28,928,998	\$ 27,315,398
Net interest margin	2.86%	2.78%

<i>For the nine months ended September 30,</i>	2025	2024
Net interest income	\$ 705,768	\$ 649,589
Average balances:		
Total loans	\$ 31,523,789	\$ 29,608,547
Investment securities	2,067,324	1,778,581
Average interest earning assets	\$ 33,591,113	\$ 31,387,128
Note payable to CoBank, ACB	\$ 27,820,812	\$ 25,879,169
Advanced conditional payments and other interest bearing liabilities	746,151	738,528
Average interest bearing liabilities	\$ 28,566,963	\$ 26,617,697
Net interest margin	2.81%	2.76%

During the three and nine months ended September 30, 2025, there were Provision for credit losses of \$12.2 million and \$70.6 million, respectively. These are compared to Provision for credit losses of \$4.1 million and \$18.5 million for the three and nine months ended September 30, 2024, respectively. The increase in Provision for credit losses for the three and nine month comparative periods was primarily due to a decline in credit quality and loan growth. The allowance for credit losses (ACL) is comprised of the Allowance for loan losses (ALL) and the reserve for unfunded commitments, which is presented on the Consolidated Balance Sheets in Other liabilities. Refer to Note 3 to the consolidated financial statements for additional discussion on the provision and allowance for credit losses.

Noninterest income for the three months ended September 30, 2025 and 2024, was \$78.7 million and \$70.1 million respectively, an increase of \$8.6 million. Noninterest income for the nine months ended September 30, 2025 and 2024, was \$229.7 million and \$213.1 million respectively, an increase of \$16.6 million. The increases in Noninterest income between the three and nine month comparative periods were primarily due to increases in Patronage, Loan and other fees and Financially related services, partially offset by a decrease in Other noninterest income.

Noninterest expense for the three months ended September 30, 2025 and 2024, was \$103.0 million and \$99.4 million, respectively, an increase of \$3.6 million. Noninterest expense for the nine months ended September 30, 2025 and 2024, was \$295.2 million and \$278.1 million, respectively, an increase of \$17.1 million. The increase in Noninterest expense for the three and nine month comparative periods was primarily due to an increase in Information technology services, Salaries and employee benefits, Occupancy and equipment and Insurance fund premiums, partially offset by a decrease in Other noninterest expenses.

Financial Condition

Loan Portfolio

Loans by type are presented in the following table:

	<i>September 30, 2025</i>	<i>December 31, 2024</i>	<i>Change</i>
Production agriculture:			
Real estate mortgage	\$ 14,941,476	\$ 14,669,504	\$ 271,972
Production and intermediate-term	8,146,375	8,530,753	(384,378)
Agribusiness:			
Processing and marketing	4,269,233	4,206,353	62,880
Farm-related business	1,022,912	894,606	128,306
Loans to cooperatives	919,544	884,443	35,101
Rural infrastructure:			
Energy	1,051,189	968,680	82,509
Communications	899,311	714,042	185,269
Water and waste disposal	217,368	321,950	(104,582)
Rural residential real estate	187,038	206,094	(19,056)
Financing leases	203,167	180,164	23,003
Other	143,632	123,803	19,829
Total	\$ 32,001,245	\$ 31,700,392	\$ 300,853

The following table shows the primary agricultural commodities produced by AgWest members based on the Standard Industrial Classification System (SIC) published by the federal government. This system is used to assign commodity or industry categories based on the primary business of the customer. Further diversification exists within the identified commodities as most member operations produce more than one commodity.

	<i>September 30, 2025</i>	<i>December 31, 2024</i>
Tree nuts	11.9%	12.2%
Dairy	10.9%	12.3%
Cattle and livestock	9.2%	8.2%
Agricultural processing	8.2%	8.3%
Tree fruit	7.2%	7.6%
Grains	7.2%	7.0%
Wine/Vineyard	6.6%	6.3%
Forest products	6.4%	5.9%
Agricultural services	4.4%	4.7%
Other concentrations in aggregate	28.0%	27.5%
Total	100.0%	100.0%

Agricultural processing includes the processing and preparation of agricultural products to be suitable for the market and consumption. Agricultural services includes equipment and input supply providers, ensuring the health and productivity of crops and livestock, and facilitation of the efficient production and distribution of food and other agricultural products.

For additional information on the industries served by AgWest, visit Industry Insights in the Education and Resources section of www.AgWestFC.com.

Nonperforming assets consist of nonaccrual loans, accrual loans 90 days or more past due, and other property owned. A summary of nonperforming assets is presented in the following table:

	<i>September 30, 2025</i>	<i>December 31, 2024</i>
Nonperforming assets:		
Nonaccrual loans	\$ 576,229	\$ 322,914
Accrual loans 90 days or more past due	79,860	28,608
Other property owned, net	4,397	6,932
Total nonperforming assets	\$ 660,486	\$ 358,454

Total nonperforming assets at September 30, 2025, increased by \$302.0 million compared to December 31, 2024. Nonaccrual loans increased by \$253.3 million. The increase as compared to year-end is primarily due to transfers to nonaccrual during the year, partially offset by repayments and net charge-offs. Accrual loans 90 days or more past due increased by \$51.3 million from December 31, 2024. These past due loans were believed to be fully collectible and are actively managed. The status of these loans will continue to be assessed until they are paid off, brought current, or a restructuring action has been finalized.

The ACL at September 30, 2025, was \$246.5 million compared to \$198.5 million at December 31, 2024. The increase as compared to year-end is primarily due to a decline in credit quality. Certain lower commodity prices are negatively impacting borrower financial results which is reflected in credit quality. For additional information, refer to Note 1 and Note 3 to the consolidated financial statements.

At September 30, 2025, Patronage receivable decreased by \$65.7 million compared to December 31, 2024, as a result of the receipt of prior year patronage, partially offset by accruals recorded related to the estimate of Patronage receivable for 2025.

At September 30, 2025, Patronage payable decreased by \$91.3 million compared to December 31, 2024, as a result of the disbursement of prior year patronage, partially offset by accruals recorded related to the estimate of Patronage payable for 2025.

Liquidity, Investment Securities and Funding Source

The primary source of AgWest liquidity and funding is a direct loan from CoBank that is reported as a Note payable to CoBank, ACB in the Consolidated Balance Sheets. The funding arrangement is governed by the General Financing Agreement. AgWest is currently in compliance with this agreement, including repayment, pursuant to the terms and conditions of each debt obligation to CoBank and does not foresee issues with obtaining funding or maintaining liquidity and sensitivity requirements. At September 30, 2025, AgWest's Note payable to CoBank, ACB was \$28.1 billion which is net of \$204.9 million in remaining unamortized net discounts related to the merger. For additional information, refer to Note 1 to the consolidated financial statements.

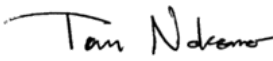
AgWest has two secondary sources of liquidity and funding, with the first being a liquidity investments portfolio managed by AgWest. The liquidity investments portfolio holds investment securities primarily to maintain a liquidity reserve and to assist with interest rate risk management. In accordance with Board-approved policies, AgWest purchases high credit quality investment securities to ensure the investment portfolio is readily marketable and available to serve as a source of liquidity in the event of disruption to AgWest's normal funding sources. Additional investment securities information is in Note 1 and Note 2 to the consolidated financial statements. AgWest's other secondary source of liquidity and funding is through an uncommitted federal funds line of credit with Wells Fargo Bank, N.A. The amount available through this line is \$125.0 million and is intended to provide liquidity for disaster recovery or other emergency situations. At September 30, 2025, no balance was outstanding on this line of credit.

Certification

The undersigned certify that they have reviewed this report and it has been prepared in accordance with all applicable statutory or regulatory requirements and that the information contained herein is true, accurate and complete to the best of their knowledge and belief. There were no material changes in the internal control over financial reporting during the three and nine months ended September 30, 2025.



Bill Perry
President and CEO
November 7, 2025



Tom Nakano
Chief Financial Officer
November 7, 2025



Douglas C. Filippini
Chair of the Board
November 7, 2025

Consolidated Balance Sheets

(dollars in thousands) (unaudited)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
ASSETS		
Cash	\$ 18,096	\$ 76,566
Investment securities	2,143,649	1,845,064
Loans	32,001,245	31,700,392
Less: allowance for loan losses	222,500	179,000
Net loans	<u>31,778,745</u>	<u>31,521,392</u>
Accrued interest receivable	488,398	412,901
Investment in CoBank, ACB	896,846	889,490
Patronage receivable	161,724	227,409
Investment in other Farm Credit System entities	37,843	37,829
Premises and equipment, net	130,657	109,311
Other assets	<u>226,854</u>	<u>212,887</u>
Total assets	<u>\$ 35,882,812</u>	<u>\$ 35,332,849</u>
LIABILITIES		
Note payable to CoBank, ACB	\$ 28,126,605	\$ 28,003,456
Advance conditional payments and other interest bearing liabilities	855,307	616,202
Accrued interest payable	175,938	169,652
Patronage payable	323,107	414,435
Other liabilities	<u>154,843</u>	<u>174,139</u>
Total liabilities	<u>29,635,800</u>	<u>29,377,884</u>
MEMBERS' EQUITY		
Capital stock and participation certificates	39,090	38,706
Less: capital stock and participation certificates receivable	(39,090)	(38,706)
Additional paid-in-capital	2,149,282	2,149,282
Accumulated other comprehensive income (loss)	12,809	(32,317)
Unallocated retained earnings	<u>4,084,921</u>	<u>3,838,000</u>
Total members' equity	<u>6,247,012</u>	<u>5,954,965</u>
Total liabilities and members' equity	<u>\$ 35,882,812</u>	<u>\$ 35,332,849</u>

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

Consolidated Statements of Income and Comprehensive Income

(dollars in thousands) (unaudited)

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
NET INTEREST INCOME				
Interest income	\$ 561,369	\$ 565,616	\$ 1,635,789	\$ 1,636,550
Interest expense	316,485	340,525	930,021	986,961
Net interest income	244,884	225,091	705,768	649,589
Provision for credit losses	12,153	4,094	70,566	18,493
Net interest income after provision for credit losses	232,731	220,997	635,202	631,096
NONINTEREST INCOME				
Patronage	54,713	51,337	163,007	153,328
Loan and other fees	8,879	7,613	26,487	22,089
Financially related services	9,786	5,827	22,382	17,410
Other noninterest income	5,284	5,361	17,801	20,297
Total noninterest income	78,662	70,138	229,677	213,124
NONINTEREST EXPENSE				
Salaries and employee benefits	53,812	52,349	159,387	147,435
Information technology services	20,375	14,277	56,012	39,504
Insurance fund premiums	6,408	5,982	19,077	17,519
Occupancy and equipment	4,356	3,924	12,308	11,901
Other noninterest expenses	18,022	22,818	48,401	61,703
Total noninterest expense	102,973	99,350	295,185	278,062
Income before income taxes	208,420	191,785	569,694	566,158
(Benefit from) provision for income taxes	(671)	400	(467)	2,040
Net income	\$ 209,091	\$ 191,385	\$ 570,161	\$ 564,118
OTHER COMPREHENSIVE INCOME				
Net pension adjustment	\$ —	\$ —	\$ (5)	\$ (144)
Net change in unrealized gains on investment securities	7,283	42,592	45,131	24,420
Other comprehensive income	7,283	42,592	45,126	24,276
Total comprehensive income	\$ 216,374	\$ 233,977	\$ 615,287	\$ 588,394

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

Consolidated Statements of Changes in Members' Equity

(dollars in thousands) (unaudited)

	<i>Capital stock and participation certificates and receivable</i>	<i>Unallocated retained earnings</i>	<i>Additional paid- in-capital</i>	<i>Accumulated other comprehensive income (loss)</i>	<i>Total members' equity</i>
Balance at December 31, 2023	\$ 4,680	\$ 3,490,909	\$ 2,149,282	\$ (23,946)	\$ 5,620,925
Comprehensive income	—	564,118	—	24,276	588,394
Capital stock and participation certificates issued	21,402	—	—	—	21,402
Capital stock and participation certificates retired	(1,301)	—	—	—	(1,301)
Less: capital stock and participation certificates receivable	(24,781)	—	—	—	(24,781)
Patronage	—	(305,118)	—	—	(305,118)
Balance at September 30, 2024	\$ —	\$ 3,749,909	\$ 2,149,282	\$ 330	\$ 5,899,521
Balance at December 31, 2024	\$ —	\$ 3,838,000	\$ 2,149,282	\$ (32,317)	\$ 5,954,965
Comprehensive income	—	570,161	—	45,126	615,287
Capital stock and participation certificates issued	2,351	—	—	—	2,351
Capital stock and participation certificates retired	(1,967)	—	—	—	(1,967)
Less: capital stock and participation certificates receivable	(384)	—	—	—	(384)
Patronage	—	(323,240)	—	—	(323,240)
Balance at September 30, 2025	\$ —	\$ 4,084,921	\$ 2,149,282	\$ 12,809	\$ 6,247,012

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

AgWest Farm Credit, ACA

Notes to Consolidated Financial Statements (unaudited)

NOTE 1 – Organization and Significant Accounting Policies

Organization

A description of the organization and operations of AgWest Farm Credit, ACA (AgWest), the significant accounting policies followed, and the financial condition and results of operations for the year ended December 31, 2024, are contained in the 2024 AgWest Annual Report to Stockholders. These unaudited results for the three and nine months ended September 30, 2025 should be read in conjunction with the 2024 AgWest Annual Report to Stockholders.

The accompanying unaudited financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and prevailing practices within the financial services industry for interim financial information. Accordingly, they do not include all of the disclosures required by GAAP for annual financial statements.

In the opinion of management, the unaudited financial information is complete and reflects all adjustments, consisting of normal recurring adjustments, necessary for the fair statement of results for the interim period. The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The Consolidated Statements of Income and Comprehensive Income for interim periods are not necessarily indicative of the results to be expected for the full year ending December 31, 2025. Descriptions of the significant accounting policies are included in the 2024 AgWest Annual Report to Stockholders and remain unchanged unless otherwise noted in this report. In the opinion of management, these policies and the presentation of the interim financial condition and results of operations conform with GAAP and prevailing practices within the financial services industry.

Effective January 1, 2023, Farm Credit West, ACA (Farm Credit West) and its PCA and FLCA subsidiaries merged with and into Northwest Farm Credit Services, ACA (the continuing association) and its respective PCA and FLCA subsidiaries (Northwest FCS). Northwest FCS acquired 100 percent of the assets and liabilities of Farm Credit West. In connection with the merger, Northwest FCS and its PCA and FLCA subsidiaries changed their names to AgWest Farm Credit, ACA, AgWest Farm Credit, PCA and AgWest Farm Credit, FLCA, respectively. The merger was accounted for as a business combination using the acquisition method of accounting. Pursuant to these rules, AgWest acquired the assets and assumed the liabilities of Farm Credit West at their acquisition-date fair value.

Principles of Consolidation

The consolidated financial statements present the financial results of AgWest Farm Credit, ACA and its subsidiaries AgWest Farm Credit, FLCA and AgWest Farm Credit, PCA. All intercompany transactions and balances have been eliminated in consolidation.

Recently Issued or Adopted Accounting Pronouncements

In September 2025, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2025-06 Intangibles – Goodwill and Other – Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software. The amendment introduces several key changes: (1) eliminates the stage-based rules for capitalization, (2) replaces these rules with a principles-based framework where capitalization occurs when management has authorized and committed to funding, and it is probable that the project will be completed and the software used as intended, (3) clarifies website developments costs and (4) modifies the disclosure requirements for capitalized software costs. The standard is effective for annual periods starting after December 15, 2027, with early adoption permitted as of the beginning of any annual reporting period. AgWest is currently assessing the potential impact of this amendment.

In December 2023, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2023-09 - Income Taxes: Improvements to Income Tax Disclosures. The amendments in this standard require more transparency about income tax information through improvements to income tax disclosures primarily related to the rate reconciliation and income tax paid information. The amendments in this standard require qualitative disclosure about specific categories of reconciling items and individual jurisdictions that result in a significant difference between the statutory tax rate and the effective tax rate. The amendments are effective for annual periods beginning after December 15, 2025. Early adoption is permitted. The adoption of this guidance is not expected to have a material impact on AgWest's financial condition, results of operations or cash flows.

NOTE 2 – Investment Securities

Investment balances are carried at fair value. The following is a summary of investments held and classified as available-for-sale:

	<i>U.S. Treasury debt securities</i>			
	<i>Amortized cost</i>	<i>Gross unrealized gains</i>	<i>Gross unrealized losses</i>	<i>Fair value</i>
September 30, 2025	\$ 2,129,048	\$ 22,371	\$ (7,770)	\$ 2,143,649
December 31, 2024	\$ 1,875,595	\$ 131	\$ (30,662)	\$ 1,845,064

A summary of amortized cost, fair value and weighted average yield of investment securities by remaining contractual maturity at September 30, 2025 follows:

<i>September 30, 2025</i>	<i>Contractual Maturity</i>			
	<i>One year or less</i>	<i>One to five years</i>	<i>Five to ten years</i>	<i>Total</i>
U.S. Treasury debt securities				
Amortized cost	\$ 261,544	\$ 1,126,151	\$ 741,353	\$ 2,129,048
Fair value	\$ 261,321	\$ 1,127,932	\$ 754,396	\$ 2,143,649
Weighted average yield	3.52%	3.65%	4.19%	3.82%

The following table shows gross unrealized losses and fair value, aggregated by the length of time the securities have been in a continuous unrealized loss position, where the length of continuous loss position is based on the date the unrealized loss was first identified:

<i>September 30, 2025</i>	<i>Less than 12 months</i>		<i>Greater than 12 months</i>	
	<i>Fair value</i>	<i>Unrealized losses</i>	<i>Fair Value</i>	<i>Unrealized losses</i>
U.S. Treasury debt securities	\$ 74,049	\$ (180)	\$ 379,562	\$ (7,590)

As of September 30, 2025, AgWest expects to collect all principal and interest on its investment securities. AgWest does not intend to sell the securities in significant unrealized loss positions nor is it likely that AgWest will be required to sell such securities for regulatory, liquidity or other purposes.

NOTE 3 – Loans and Allowance for Credit Losses

Loan balances are generally carried at their principal amount outstanding, adjusted for net business combination discounts, deferred loan fees net of costs, and charge-offs. The remaining net business combination discounts at September 30, 2025 and December 31, 2024, were \$373.9 million and \$428.4 million, respectively. A summary of loans follows:

	September 30, 2025	December 31, 2024
Real estate mortgage	\$ 14,941,476	\$ 14,669,504
Production and intermediate-term	8,146,375	8,530,753
Agribusiness	6,211,689	5,985,402
Rural infrastructure	2,167,868	2,004,672
Rural residential real estate	187,038	206,094
Financing leases	203,167	180,164
Other	143,632	123,803
Total loans	\$ 32,001,245	\$ 31,700,392

AgWest may purchase or sell participation interests with other parties in order to diversify risk, manage loan volume and comply with FCA regulations. The following tables present information regarding participations purchased and sold.

Participations purchased volume in the tables excludes syndications:

	<i>Farm Credit institutions</i>		<i>Non- Farm Credit institutions</i>		<i>Total</i>	
	<i>Participations purchased</i>	<i>Participations sold</i>	<i>Participations purchased</i>	<i>Participations sold</i>	<i>Participations purchased</i>	<i>Participations sold</i>
<i>September 30, 2025</i>						
Real estate mortgage	\$ 849,109	\$ 3,096,836	\$ —	\$ —	\$ 849,109	\$ 3,096,836
Production and intermediate-term	1,399,600	5,178,547	—	—	1,399,600	5,178,547
Agribusiness	2,397,864	2,222,779	2,118	—	2,399,982	2,222,779
Rural infrastructure	2,167,868	—	—	—	2,167,868	—
Financing leases	89,547	9,866	—	—	89,547	9,866
Other	110,480	—	32,134	—	142,614	—
Total	\$ 7,014,468	\$10,508,028	\$ 34,252	\$ —	\$ 7,048,720	\$10,508,028

	<i>Farm Credit institutions</i>		<i>Non- Farm Credit institutions</i>		<i>Total</i>	
	<i>Participations purchased</i>	<i>Participations sold</i>	<i>Participations purchased</i>	<i>Participations sold</i>	<i>Participations purchased</i>	<i>Participations sold</i>
<i>December 31, 2024</i>						
Real estate mortgage	\$ 832,858	\$ 3,178,565	\$ —	\$ —	\$ 832,858	\$ 3,178,565
Production and intermediate-term	1,385,461	4,886,605	2,191	—	1,387,652	4,886,605
Agribusiness	2,345,350	2,022,983	—	—	2,345,350	2,022,983
Rural infrastructure	2,004,672	—	—	—	2,004,672	—
Financing leases	51,260	14,055	—	—	51,260	14,055
Other	90,370	—	32,134	—	122,504	—
Total	\$ 6,709,971	\$10,102,208	\$ 34,325	\$ —	\$ 6,744,296	\$10,102,208

Credit Quality

Credit risk arises from the potential inability of an obligor to meet its payment obligation and exists in AgWest's outstanding loans, letters of credit and unfunded loan commitments. AgWest manages credit risk associated with lending activities through an analysis of the credit risk profile of an individual borrower using its own set of underwriting standards and lending policies, approved by its board of directors, which provides direction to its lending staff.

The credit risk management process begins with an analysis of the borrower’s credit history and, among other factors, includes the following:

- Character – borrower integrity, credit history and management capabilities,
- Capital – ability of the operation to survive unanticipated risks and support growth,
- Capacity – repayment capacity of the borrower based on cash flows from operations or other sources of income,
- Collateral – lender protection in the event of default and also to serve as a secondary source of loan repayment and,
- Conditions – intended use of the loan funds, terms and restrictions.

Differential analysis is applied to various loan requests based on the overall risk of the request in relation to the association's risk-bearing capacity.

AgWest uses a two-dimensional loan risk rating model based on internally generated combined Farm Credit System risk rating guidance that incorporates a 14-point probability of default rating scale to identify and track the probability of borrower default in the next 12 months and a separate scale addressing loss given default, defined as the economic loss the association would expect to have in a default event. A default is considered to have occurred if the lender believes the borrower will not be able to pay its obligation in full or the borrower or the loan is classified as nonaccrual. This credit risk rating process incorporates objective and subjective criteria to identify inherent strengths, weaknesses and risks in a particular relationship. AgWest generally reviews the probability of default category on an annual basis or when a credit action is taken.

AgWest classifies loans according to the FCA Uniform Loan Classification System (UCS). Each of the probability of default categories carries a distinct percentage of default probability. The probability of default rate between one and nine of the acceptable categories is very narrow and would reflect almost no default to a minimal default percentage. The probability of default rate grows more rapidly as a loan moves from acceptable to other assets especially mentioned and grows significantly as a loan moves to a substandard (viable) level. A substandard (non-viable) rating indicates that the probability of default is almost certain. The following are definitions of the five UCS classifications:

- Acceptable – assets are expected to be fully collectible and represent the highest quality.
- Other assets especially mentioned (OAEM) – assets are currently collectible but exhibit some potential weakness.
- Substandard – assets exhibit some serious weakness in repayment capacity, equity and/or collateral pledged on the loan.
- Doubtful – assets exhibit similar weaknesses to substandard assets; however, doubtful assets have additional weaknesses in existing factors, conditions and values that make collection in full highly questionable.
- Loss – assets are considered uncollectible.

The following tables show loans classified under the UCS as a percentage of total loans by loan type:

<i>September 30, 2025</i>	<i>Acceptable</i>	<i>OAEM</i>	<i>Substandard/ doubtful</i>	<i>Total</i>
Real estate mortgage	89.5%	4.3%	6.2%	100.0%
Production and intermediate-term	86.2%	7.8%	6.0%	100.0%
Agribusiness	89.8%	5.6%	4.6%	100.0%
Rural infrastructure	97.2%	1.6%	1.2%	100.0%
Rural residential real estate	97.7%	0.8%	1.5%	100.0%
Financing leases	81.5%	10.1%	8.4%	100.0%
Other	99.8%	0.1%	0.1%	100.0%
Total	89.3%	5.3%	5.4%	100.0%

<i>December 31, 2024</i>	<i>Acceptable</i>	<i>OAEM</i>	<i>Substandard/ doubtful</i>	<i>Total</i>
Real estate mortgage	89.8%	4.8%	5.4%	100.0%
Production and intermediate-term	86.0%	8.8%	5.2%	100.0%
Agribusiness	92.1%	4.7%	3.2%	100.0%
Rural infrastructure	98.5%	0.8%	0.7%	100.0%
Rural residential real estate	97.3%	0.8%	1.9%	100.0%
Financing leases	81.9%	13.0%	5.1%	100.0%
Other	100.0%	0.0%	0.0%	100.0%
Total	89.8%	5.6%	4.6%	100.0%

Nonperforming assets consist of nonaccrual loans, accruing loans 90 days or more past due, and other property owned as presented in the following table:

	<i>September 30, 2025</i>	<i>December 31, 2024</i>
Nonaccrual loans:		
Real estate mortgage	\$ 323,850	\$ 131,918
Production and intermediate-term	169,495	173,619
Agribusiness	61,599	14,019
Rural infrastructure	19,351	2,396
Rural residential real estate	1,092	962
Financing leases	842	—
Total nonaccrual loans	\$ 576,229	\$ 322,914
Accrual loans 90 days or more past due:		
Real estate mortgage	\$ 19,392	\$ 12,903
Production and intermediate-term	51,373	15,705
Agribusiness	8,432	—
Financing leases	663	—
Total accrual loans 90 days or more past due	\$ 79,860	\$ 28,608
Total nonperforming loans	\$ 656,089	\$ 351,522
Other property owned, net	4,397	6,932
Total nonperforming assets	\$ 660,486	\$ 358,454
Nonaccrual loans as a percentage of total loans	1.8 %	1.0 %
Nonperforming assets as a percentage of total loans and other property owned	2.1 %	1.1 %
Nonperforming assets as a percentage of members' equity	10.6 %	6.0 %

The following tables provide the amortized cost for nonaccrual loans with and without a related allowance for loan losses (ALL), as well as interest income recognized on nonaccrual loans during the period:

	September 30, 2025			Interest income recognized	
	Amortized cost with allowance	Amortized cost without allowance	Total amortized cost	three months ended September 30, 2025	nine months ended September 30, 2025
Nonaccrual loans:					
Real estate mortgage	\$ 79,655	\$ 244,195	\$ 323,850	\$ 8,295	\$ 12,395
Production and intermediate-term	95,281	74,214	169,495	4,934	6,791
Agribusiness	57,547	4,052	61,599	1	4
Rural infrastructure	19,351	—	19,351	—	—
Rural residential real estate	—	1,092	1,092	3	6
Financing leases	—	842	842	—	—
Total nonaccrual loans	\$ 251,834	\$ 324,395	\$ 576,229	\$ 13,233	\$ 19,196

	December 31, 2024			Interest income recognized	
	Amortized cost with allowance	Amortized cost without allowance	Total amortized cost	three months ended September 30, 2024	nine months ended September 30, 2024
Nonaccrual loans:					
Real estate mortgage	\$ 2,202	\$ 129,716	\$ 131,918	\$ 1,621	\$ 3,652
Production and intermediate-term	88,071	85,548	173,619	178	441
Agribusiness	10,902	3,117	14,019	1	113
Rural infrastructure	2,396	—	2,396	—	—
Rural residential real estate	—	962	962	30	62
Financing leases	—	—	—	—	—
Total nonaccrual loans	\$ 103,571	\$ 219,343	\$ 322,914	\$ 1,830	\$ 4,268

The following tables provide an aging analysis of past due loans at amortized cost by portfolio segment:

September 30, 2025	Current loans	30-89 days past due	90+ days past due	Total past due	Total loans	Loans > 90 days and accruing
Real estate mortgage	\$ 14,711,761	\$ 41,789	\$ 187,926	\$ 229,715	\$ 14,941,476	\$ 19,392
Production and intermediate-term	7,943,602	50,039	152,734	202,773	8,146,375	51,373
Agribusiness	6,133,528	39,997	38,164	78,161	6,211,689	8,432
Rural infrastructure	2,167,868	—	—	—	2,167,868	—
Rural residential real estate	185,617	610	811	1,421	187,038	—
Financing leases	200,317	2,187	663	2,850	203,167	663
Other	143,632	—	—	—	143,632	—
Total	\$ 31,486,325	\$ 134,622	\$ 380,298	\$ 514,920	\$ 32,001,245	\$ 79,860

<i>December 31, 2024</i>	<i>Current loans</i>	<i>30-89 days past due</i>	<i>90+ days past due</i>	<i>Total past due</i>	<i>Total loans</i>	<i>Loans > 90 days and accruing</i>
Real estate mortgage	\$ 14,552,654	\$ 56,058	\$ 60,792	\$ 116,850	\$ 14,669,504	\$ 12,903
Production and intermediate-term	8,381,289	60,550	88,914	149,464	8,530,753	15,705
Agribusiness	5,950,184	21,351	13,867	35,218	5,985,402	—
Rural infrastructure	2,004,672	—	—	—	2,004,672	—
Rural residential real estate	204,875	509	710	1,219	206,094	—
Financing leases	180,164	—	—	—	180,164	—
Other	123,803	—	—	—	123,803	—
Total	\$ 31,397,641	\$ 138,468	\$ 164,283	\$ 302,751	\$ 31,700,392	\$ 28,608

Loan Modifications to Borrowers Experiencing Financial Difficulty

The following tables show the amortized cost at the end of the reporting period for loan modifications granted to borrowers experiencing financial difficulty, disaggregated by loan type and type of modification granted:

<i>For the three months ended September 30, 2025</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Interest rate reduction and payment deferral</i>	<i>Term extension and payment deferral</i>	<i>Total</i>	<i>Modification as a percentage of loan class</i>
Real estate mortgage	\$ —	\$ 22,484	\$ —	\$ 3,255	\$ —	\$ 25,739	0.2%
Production and intermediate-term	514	—	—	—	54,118	54,632	0.7%
Agribusiness	245	—	—	—	48,760	49,005	0.8%
Total	\$ 759	\$ 22,484	\$ —	\$ 3,255	\$ 102,878	\$ 129,376	0.4%

<i>For the three months ended September 30, 2024</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and payment deferral</i>	<i>Term extension and payment deferral</i>	<i>Total</i>	<i>Modification as a percentage of loan class</i>
Real estate mortgage	\$ —	\$ 4,436	\$ 3,851	\$ —	\$ —	\$ 8,287	0.1%
Production and intermediate-term	—	3,585	501	—	61,807	65,893	0.8%
Agribusiness	—	21,065	—	—	—	21,065	0.3%
Total	\$ —	\$ 29,086	\$ 4,352	\$ —	\$ 61,807	\$ 95,245	0.3%

Accrued interest receivable, as of the reporting periods, related to loan modifications granted to borrowers experiencing financial difficulty during the three months ended September 30, 2025 and 2024, was \$3.4 million and \$1.3 million, respectively.

<i>For the nine months ended September 30, 2025</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Interest rate reduction and payment deferral</i>	<i>Term extension and payment deferral</i>	<i>Total</i>	<i>Modification as a percentage of loan class</i>
Real estate mortgage	\$ —	\$ 57,217	\$ 3,121	\$ 3,255	\$ 341	\$ 63,934	0.4%
Production and intermediate-term	8,166	53	600	—	128,509	137,328	1.7%
Agribusiness	1,282	—	—	—	61,982	63,264	1.0%
Total	\$ 9,448	\$ 57,270	\$ 3,721	\$ 3,255	\$ 190,832	\$ 264,526	0.8%

<i>For the nine months ended September 30, 2024</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Term extension and payment deferral</i>	<i>Total</i>	<i>Modification as a percentage of loan class</i>
Real estate mortgage	\$ 2,098	\$ 4,436	\$ 8,306	\$ —	\$ —	\$ 14,840	0.1%
Production and intermediate-term	346	24,754	12,322	—	72,215	109,637	1.4%
Agribusiness	—	21,065	—	—	—	21,065	0.3%
Total	\$ 2,444	\$ 50,255	\$ 20,628	\$ —	\$ 72,215	\$ 145,542	0.5%

Accrued interest receivable, as of the reporting periods, related to loan modifications granted to borrowers experiencing financial difficulty during the nine months ended September 30, 2025 and 2024, was \$6.1 million and \$2.5 million, respectively.

The following tables describe the financial effect of the modifications made to borrowers experiencing financial difficulty during the three months ended September 30, 2025 and September 30, 2024:

<i>For the three months ended September 30, 2025</i>	<i>Weighted average interest rate pre-modification for interest rate reductions</i>	<i>Weighted average interest rate post-modification for interest rate reductions</i>	<i>Weighted average term extensions (months)</i>	<i>Weighted average payments deferred (months)</i>
Real estate mortgage	3.85 %	3.79 %	—	14
Production and intermediate-term	— %	— %	12	11
Agribusiness	— %	— %	39	39

<i>For the three months ended September 30, 2024</i>	<i>Weighted average interest rate pre-modification for interest rate reductions</i>	<i>Weighted average interest rate post-modification for interest rate reductions</i>	<i>Weighted average term extensions (months)</i>	<i>Weighted average payments deferred (months)</i>
Real estate mortgage	— %	— %	113	7
Production and intermediate-term	— %	— %	11	11
Agribusiness	— %	— %	12	—

The following tables describe the financial effect of the modifications made to borrowers experiencing financial difficulty during the nine months ended September 30, 2025 and September 30, 2024:

<i>For the nine months ended September 30, 2025</i>	<i>Weighted average interest rate pre-modification for interest rate reductions</i>	<i>Weighted average interest rate post-modification for interest rate reductions</i>	<i>Weighted average term extensions (months)</i>	<i>Weighted average payments deferred (months)</i>
Real estate mortgage	3.79 %	3.69 %	117	26
Production and intermediate-term	3.96 %	3.45 %	13	12
Agribusiness	— %	— %	35	35

<i>For the nine months ended September 30, 2024</i>	<i>Weighted average interest rate pre-modification for interest rate reductions</i>	<i>Weighted average interest rate post-modification for interest rate reductions</i>	<i>Weighted average term extensions (months)</i>	<i>Weighted average payments deferred (months)</i>
Real estate mortgage	3.41 %	2.83 %	113	10
Production and intermediate-term	4.15 %	3.03 %	13	12
Agribusiness	— %	— %	12	—

The following tables present the amortized cost of loans to borrowers experiencing financial difficulty that have defaulted during the three months ended September 30, 2025 and 2024, and received a modification in the twelve months before default:

<i>For the three months ended September 30, 2025</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Term extension and payment deferral</i>
Real estate mortgage	\$ —	\$ —	\$ 24,343	\$ —	\$ —
Production and intermediate-term	—	—	—	—	31,100
Agribusiness	—	—	—	—	—
Total	\$ —	\$ —	\$ 24,343	\$ —	\$ 31,100

<i>For the three months ended September 30, 2024</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Term extension and payment deferral</i>
Real estate mortgage	\$ —	\$ —	\$ —	\$ —	\$ —
Production and intermediate-term	—	791	—	—	—
Agribusiness	—	—	—	—	—
Total	\$ —	\$ 791	\$ —	\$ —	\$ —

The following tables present the amortized cost of loans to borrowers experiencing financial difficulty that have defaulted during the nine months ended September 30, 2025 and 2024, and received a modification in the twelve months before default:

<i>For the nine months ended September 30, 2025</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Term extension and payment deferral</i>
Real estate mortgage	\$ —	\$ —	\$ 24,738	\$ —	\$ —
Production and intermediate-term	—	—	—	—	40,642
Agribusiness	—	—	—	—	3,200
Total	\$ —	\$ —	\$ 24,738	\$ —	\$ 43,842

<i>For the nine months ended September 30, 2024</i>	<i>Interest rate reduction</i>	<i>Term extension</i>	<i>Payment deferral</i>	<i>Interest rate reduction and term extension</i>	<i>Term extension and payment deferral</i>
Real estate mortgage	\$ —	\$ —	\$ —	\$ —	\$ —
Production and intermediate-term	—	4,014	—	—	—
Agribusiness	—	—	—	—	—
Total	\$ —	\$ 4,014	\$ —	\$ —	\$ —

The following table presents an aging analysis of loans to borrowers experiencing financial difficulty that were modified during the twelve months prior to September 30, 2025:

	<i>Payment status of loans modified in the past 12 months</i>		
	<i>Current loans</i>	<i>30-89 days past due</i>	<i>90+ days past due</i>
Real estate mortgage	\$ 39,451	\$ —	\$ 24,738
Production and intermediate-term	92,671	8,565	40,642
Agribusiness	55,641	12,900	3,200
Rural infrastructure	1,840	—	—
Total	\$ 189,603	\$ 21,465	\$ 68,580

The following table presents an aging analysis of loans to borrowers experiencing financial difficulty that were modified during the twelve months prior to September 30, 2024:

	Payment status of loans modified in the past 12 months					
	Current loans		30-89 days past due		90+ days past due	
Real estate mortgage	\$	14,841	\$	—	\$	—
Production and intermediate-term		107,671		1,746		4,014
Agribusiness		21,065		—		—
Rural infrastructure		—		—		—
Total	\$	143,577	\$	1,746	\$	4,014

Additional commitments to lend to borrowers experiencing financial difficulty whose loans were modified during the nine months ended September 30, 2025 and 2024, were \$8.8 million and \$30.0 million, respectively.

Allowance for Credit Losses

The credit risk rating methodology is a key component of AgWest's ACL evaluation and is generally incorporated into its loan underwriting standards and internal lending limits. In addition, borrower and commodity concentration lending and leasing limits have been established by AgWest to manage credit exposure. The regulatory limit to a single borrower or lessee is 15 percent of AgWest's lending and leasing limit base, although the board of directors have established more restrictive lending limits. The ACL is made up of the Allowance for loan losses on the Consolidated Balance Sheets and the reserve for unfunded commitments, reported in Other liabilities, on the Consolidated Balance Sheets. The provision for credit losses or credit loss reversal is related to both loans and the reserve for unfunded commitments reported in the Consolidated Statements of Income and Comprehensive Income.

A summary of changes in the allowance for credit losses by portfolio segment are as follows:

	Real estate mortgage	Production and intermediate-term	Agribusiness	Rural infrastructure	Rural residential real estate	Financing leases	Other	Total
Allowance for loan losses:								
Balance at June 30, 2025	\$ 80,245	\$ 67,008	\$ 46,820	\$ 9,039	\$ 261	\$ 2,113	\$ 514	\$ 206,000
Charge-offs	(49)	(25)	(153)	(8)	—	—	—	(235)
Recoveries	400	148	3	31	—	—	—	582
(Loan loss reversal) provision for loan losses	(6,132)	9,212	10,727	1,888	39	436	(17)	16,153
Balance at September 30, 2025	\$ 74,464	\$ 76,343	\$ 57,397	\$ 10,950	\$ 300	\$ 2,549	\$ 497	\$ 222,500
Reserve for unfunded commitments:								
Balance at June 30, 2025	\$ 3,222	\$ 9,618	\$ 13,472	\$ 1,648	\$ —	\$ —	\$ 40	\$ 28,000
(Reversal) provision for unfunded lending commitments	(1,037)	(1,432)	(4,668)	3,134	—	—	3	(4,000)
Balance at September 30, 2025	\$ 2,185	\$ 8,186	\$ 8,804	\$ 4,782	\$ —	\$ —	\$ 43	\$ 24,000
Total allowance for credit losses at September 30, 2025	\$ 76,649	\$ 84,529	\$ 66,201	\$ 15,732	\$ 300	\$ 2,549	\$ 540	\$ 246,500

	<i>Real estate mortgage</i>	<i>Production and intermediate-term</i>	<i>Agribusiness</i>	<i>Rural infrastructure</i>	<i>Rural residential real estate</i>	<i>Financing leases</i>	<i>Other</i>	<i>Total</i>
Allowance for loan losses:								
Balance at December 31, 2024	\$ 61,630	\$ 71,727	\$ 34,869	\$ 8,030	\$ 262	\$ 1,976	\$ 506	\$179,000
Charge-offs	(1,648)	(17,222)	(4,643)	(8)	—	—	—	(23,521)
Recoveries	637	201	85	32	—	—	—	955
Provision for loan losses (loan loss reversal)	13,845	21,637	27,086	2,896	38	573	(9)	66,066
Balance at September 30, 2025	\$ 74,464	\$ 76,343	\$ 57,397	\$ 10,950	\$ 300	\$ 2,549	\$ 497	\$222,500
Reserve for unfunded commitments:								
Balance at December 31, 2024	\$ 2,417	\$ 7,632	\$ 8,335	\$ 1,081	\$ —	\$ —	\$ 35	\$ 19,500
(Reversal) provision for unfunded lending commitments	(232)	554	469	3,701	—	—	8	4,500
Balance at September 30, 2025	\$ 2,185	\$ 8,186	\$ 8,804	\$ 4,782	\$ —	\$ —	\$ 43	\$ 24,000
Total allowance for credit losses at September 30, 2025	\$ 76,649	\$ 84,529	\$ 66,201	\$ 15,732	\$ 300	\$ 2,549	\$ 540	\$246,500

	<i>Real estate mortgage</i>	<i>Production and intermediate-term</i>	<i>Agribusiness</i>	<i>Rural infrastructure</i>	<i>Rural residential real estate</i>	<i>Financing leases</i>	<i>Other</i>	<i>Total</i>
Allowance for loan losses:								
Balance at June 30, 2024	\$ 62,412	\$ 49,437	\$ 36,798	\$ 8,324	\$ 323	\$ 2,631	\$ 575	\$160,500
Charge-offs	(15)	(16)	(17)	(3,224)	—	—	—	(3,272)
Recoveries	46	103	6	23	—	—	—	178
Provision for loan losses (loan loss reversal)	85	2,237	1,902	3,291	(16)	(365)	(40)	7,094
Balance at September 30, 2024	\$ 62,528	\$ 51,761	\$ 38,689	\$ 8,414	\$ 307	\$ 2,266	\$ 535	\$164,500
Reserve for unfunded commitments:								
Balance at June 30, 2024	\$ 2,906	\$ 11,353	\$ 8,961	\$ 1,204	\$ —	\$ —	\$ 76	\$ 24,500
(Reversal) provision for unfunded lending commitments	(387)	(2,682)	267	(188)	—	—	(10)	(3,000)
Balance at September 30, 2024	\$ 2,519	\$ 8,671	\$ 9,228	\$ 1,016	\$ —	\$ —	\$ 66	\$ 21,500
Total allowance for credit losses at September 30, 2024	\$ 65,047	\$ 60,432	\$ 47,917	\$ 9,430	\$ 307	\$ 2,266	\$ 601	\$186,000

	<i>Real estate mortgage</i>	<i>Production and intermediate-term</i>	<i>Agribusiness</i>	<i>Rural infrastructure</i>	<i>Rural residential real estate</i>	<i>Financing leases</i>	<i>Other</i>	<i>Total</i>
Allowance for loan losses:								
Balance at December 31, 2023	\$ 58,880	\$ 49,591	\$ 30,017	\$ 4,917	\$ 891	\$ 3,370	\$ 334	\$148,000
Charge-offs	(29)	(1,553)	(20)	(3,224)	(1)	—	—	(4,827)
Recoveries	106	194	9	23	2	—	—	334
Provision for loan losses (loan loss reversal)	3,571	3,529	8,683	6,698	(585)	(1,104)	201	20,993
Balance at September 30, 2024	\$ 62,528	\$ 51,761	\$ 38,689	\$ 8,414	\$ 307	\$ 2,266	\$ 535	\$164,500
Reserve for unfunded commitments:								
Balance at December 31, 2023	\$ 2,676	\$ 12,066	\$ 8,323	\$ 918	\$ —	\$ —	\$ 17	\$ 24,000
(Reversal) provision for unfunded lending commitments	(157)	(3,395)	905	98	—	—	49	(2,500)
Balance at September 30, 2024	\$ 2,519	\$ 8,671	\$ 9,228	\$ 1,016	\$ —	\$ —	\$ 66	\$ 21,500
Total allowance for credit losses at September 30, 2024	\$ 65,047	\$ 60,432	\$ 47,917	\$ 9,430	\$ 307	\$ 2,266	\$ 601	\$186,000

NOTE 4 – Members' Equity

Capital Stock and Participation Certificates

In accordance with the Farm Credit Act and AgWest's capitalization bylaws, each borrower is required to acquire capital stock or participation certificates in AgWest as a condition of borrowing. Borrowers acquire ownership of capital stock or participation certificates at the time a loan is made. Prior to June 2024, certain AgWest borrowers made a cash investment when acquiring capital stock or participation certificates. Other borrowers or participation certificate holders maintained an interest free obligation with AgWest. In June 2024, AgWest implemented an expanded customer-member stock program. All remaining legacy cash stock was converted to stock receivables. Borrowers are not currently required to make a cash investment to acquire capital stock or participations certificates; however, their obligation to pay for the capital stock or participation certificates is maintained as an interest free obligation with AgWest. In addition, the program expanded stock ownership to all promissory note signers and expanded voting eligibility due to the increase in customers who own voting stock. There were 3,790,108 Class A voting common stock shares issued and 152,613 units of Class A participation certificates issued with a total par value of \$19.7 million as a result of the expanded customer-member stock program.

The capital stock and participation certificates are at-risk investments as described in the AgWest capitalization bylaws. AgWest retains a first lien on common stock and participation certificates owned by its borrowers. Stock is retired in accordance with AgWest bylaws and only if AgWest is in compliance with its capital adequacy requirements. Borrowers are responsible for payment of the cash investment upon demand by AgWest. Capital stock and participation certificates receivable are included in Total members' equity on the Consolidated Balance Sheets under the contra account, "Less: capital stock and participation certificates receivable".

Capital Regulations

The FCA sets minimum regulatory capital requirements for Banks and Associations. AgWest exceeded the regulatory minimums and capital conservation buffer amounts, where applicable, for all ratios as noted below. The following table sets forth the regulatory capital ratio requirements and ratios:

	September 30, 2025	December 31, 2024	Regulatory minimums	Total regulatory minimums with buffer
Risk-adjusted:				
Common equity tier 1 ratio	14.9%	14.8%	4.5%	7.0%
Tier 1 capital ratio	14.9%	14.8%	6.0%	8.5%
Total capital ratio	15.5%	15.4%	8.0%	10.5%
Permanent capital ratio	15.0%	14.9%	7.0%	7.0%
Non-risk-adjusted:				
Tier 1 leverage ratio ¹	15.6%	15.6%	4.0%	5.0%
Unallocated retained earnings (URE) and URE equivalents (UREE) leverage ratio	15.6%	15.6%	1.5%	1.5%

¹Must include the regulatory minimum requirement of at least 1.5 percent UREE.

See Note 8 in the 2024 AgWest Annual Report to Stockholders for additional information.

Accumulated Other Comprehensive Income (Loss)

AgWest reports Accumulated other comprehensive income (loss) as a component of Total members' equity. The following tables present the activity in the Accumulated other comprehensive income (loss) by component:

	Pension and other benefit plans	Unrealized gains on investment securities	Total accumulated other comprehensive income
Balance at June 30, 2025	\$ (1,792)	\$ 7,318	\$ 5,526
Other comprehensive income before reclassifications	—	7,283	7,283
Balance at September 30, 2025	\$ (1,792)	\$ 14,601	\$ 12,809

	Pension and other benefit plans	Unrealized (losses) gains on investment securities	Total accumulated other comprehensive (loss) income
Balance at June 30, 2024	\$ (1,989)	\$ (40,273)	\$ (42,262)
Other comprehensive loss before reclassifications	—	42,592	42,592
Balance at September 30, 2024	\$ (1,989)	\$ 2,319	\$ 330

	Pension and other benefit plans	Unrealized (losses) gains on investment securities	Accumulated other comprehensive (loss) income, net of tax
Balance at December 31, 2024	\$ (1,787)	\$ (30,530)	\$ (32,317)
Other comprehensive (loss) income before reclassifications	(5)	45,131	45,126
Balance at September 30, 2025	\$ (1,792)	\$ 14,601	\$ 12,809

	Pension and other benefit plans	Unrealized (losses) gains on investment securities	Accumulated other comprehensive (loss) income, net of tax
Balance at December 31, 2023	\$ (1,845)	\$ (22,101)	\$ (23,946)
Other comprehensive (loss) income before reclassifications	(144)	24,420	24,276
Balance at September 30, 2024	\$ (1,989)	\$ 2,319	\$ 330

NOTE 5 – Fair Value Measurements

Accounting guidance defines fair value 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. The fair value measurement is not an indication of liquidity. Fair value measurements are determined on a recurring basis or a nonrecurring basis. See Note 2 of the 2024 AgWest Annual Report to Stockholders for a more complete description.

Assets and liabilities measured at fair value on a recurring basis for each of the fair value hierarchy values are summarized in the following tables:

September 30, 2025	Fair value measurement using			
	Level 1	Level 2	Level 3	Total fair value
Assets:				
Investment securities	\$ —	\$ 2,143,649	\$ —	\$ 2,143,649
Derivative assets	—	446	—	446
Rural Business Investment Corporations (RBICs)	—	—	30,784	30,784
Total assets	\$ —	\$ 2,144,095	\$ 30,784	\$ 2,174,879
Liabilities:				
Derivative liabilities	\$ —	\$ 91	\$ —	\$ 91
Total liabilities	\$ —	\$ 91	\$ —	\$ 91

December 31, 2024	Fair value measurement using			
	Level 1	Level 2	Level 3	Total fair value
Assets:				
Investment securities	\$ —	\$ 1,845,064	\$ —	\$ 1,845,064
Derivative assets	—	—	—	—
Rural Business Investment Corporations (RBICs)	—	—	28,934	28,934
Total assets	\$ —	\$ 1,845,064	\$ 28,934	\$ 1,873,998
Liabilities:				
Derivative liabilities	\$ —	\$ 55	\$ —	\$ 55
Total liabilities	\$ —	\$ 55	\$ —	\$ 55

Assets measured at fair value on a non-recurring basis for each of the fair value hierarchy values are summarized in the following table:

	Fair value measurement using			
	Level 1	Level 2	Level 3	Total fair value
Assets:				
Nonaccrual loans				
September 30, 2025	\$ —	\$ —	\$ 167,979	\$ 167,979
December 31, 2024	\$ —	\$ —	\$ 60,368	\$ 60,368
Other property owned				
September 30, 2025	\$ —	\$ —	\$ 4,907	\$ 4,907
December 31, 2024	\$ —	\$ —	\$ 7,291	\$ 7,291

Valuation Techniques

As more fully discussed in Note 2 of the 2024 AgWest Annual Report to Stockholders, accounting guidance establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The following represents a brief summary of the valuation techniques used for AgWest's assets and liabilities.

Investment Securities

Where quoted prices are available in an active market, available-for-sale securities would be classified as level 1. If quoted prices are not available in an active market, the fair value of securities is estimated using quoted prices for similar securities received from pricing services or discounted cash flows. Generally, these securities would be classified as Level 2. This would include U.S. Treasury, U.S. agency and certain mortgage-backed-securities. Where there is limited activity or less transparency around inputs to the valuation, the securities are classified as Level 3. The estimated fair values of investment securities also appear in Note 2 to the consolidated financial statements.

Derivative Assets and Liabilities

Exchange-traded derivatives valued using quoted prices would be classified within the fair value Level 1 hierarchy. However, few classes of derivative contracts are listed on an exchange; thus, the derivative positions are valued using vendor-provided models that use readily observable market parameters as their basis and are classified within the fair value Level 2 hierarchy. Such derivatives include interest rate swaps.

The models used to determine the fair value of derivative assets and liabilities use an income approach based on observable market inputs, including the SOFR curves and volatility assumptions about future interest rate movements.

RBICs

The RBICs facilitate equity and debt investments in agriculture-related businesses that create growth and job opportunities in rural America. These investments are not publicly traded and book value approximates their fair value. As a result, RBICs are classified within fair value Level 3 hierarchy and are included in Other assets on the Consolidated Balance Sheets.

Nonaccrual Loans

Nonaccrual loans are evaluated for impairment under FASB impairment guidance and the fair value is based upon the underlying collateral since the loans are collateral-dependent. The fair value measurement process uses independent appraisals and other market-based information, but, in many cases, it also requires significant input based on management's knowledge of and judgment about current market conditions, specific issues relating to the collateral and other matters. As a result, a majority of these loans have fair value measurements that fall within Level 3 of the fair value hierarchy. When the value of the collateral, less estimated costs to sell, is less than the principal balance of the loan, a specific reserve is established.

Other Property Owned

Other property owned is generally classified as Level 3 of the fair value hierarchy. The process for measuring the fair value of other property owned involves the use of independent appraisals or other market-based information. Costs to sell represent transaction costs and are not included as a component of the asset's fair value.

NOTE 6 – Derivative Instruments and Hedging Activities**Risk Management Objectives and Strategies**

AgWest maintains an overall risk management strategy that incorporates the use of derivative financial instruments to minimize significant unplanned fluctuations in earnings that are caused by interest rate volatility. See Note 15 of the 2024 AgWest Annual Report to Stockholders for additional information.

Accounting for Derivative Instruments and Hedging Activities

AgWest records derivatives as assets or liabilities at fair value on the Consolidated Balance Sheets. AgWest records changes in the fair value of a derivative in current period earnings. For fair value hedge transactions that hedge changes in the fair value of assets or liabilities, changes in the fair value of the derivative will generally be offset in the Consolidated Statements of Income and Comprehensive Income by changes in the hedged item's fair value attributable to the risk being hedged. For derivatives not designated as a hedging instrument, the related change in fair value is recorded in current period earnings in Interest expense in the Consolidated Statements of Income and Comprehensive Income.

Uses of Derivatives

To achieve risk management objectives and satisfy the financing needs of its borrowers, AgWest executes derivative transactions with CoBank. Derivatives (interest rate swaps) are used to manage liquidity and the interest rate risk arising from maturity and repricing mismatches between assets and liabilities. Under interest rate swap arrangements, AgWest agrees to exchange with CoBank, at specified intervals, interest payment streams calculated on a specified notional amount, with at least one interest payment stream based on a specified floating-rate index. AgWest uses receive-fixed, pay-floating interest rate swaps and receive-floating, pay-fixed interest rate swaps with payment obligations tied to specific indices.

The notional amounts of derivatives and related activity of derivatives are shown in the following tables:

	<i>Receive-fixed swaps</i>	<i>Pay-fixed swaps</i>	<i>Total</i>
December 31, 2024	\$ 2,000	\$ 5,000,000	\$ 5,002,000
Additions	32,000	102,000,000	102,032,000
Maturities	—	(86,000,000)	(86,000,000)
Terminations	—	—	—
September 30, 2025	\$ 34,000	\$ 21,000,000	\$ 21,034,000

	<i>Receive-fixed swaps</i>	<i>Pay-fixed swaps</i>	<i>Total</i>
December 31, 2023	\$ 39,000	\$ —	\$ 39,000
Additions	150,000	2,100,000	2,250,000
Maturities	(7,000)	(600,000)	(607,000)
Terminations	(182,000)	—	(182,000)
September 30, 2024	\$ —	\$ 1,500,000	\$ 1,500,000

Fair Value Hedges

AgWest's fair value hedging activities involve entering into receive-fixed, pay floating interest rate swaps to either align its equity position within its overall risk management strategy (equity positioning), or to synthetically convert non-callable fixed-rate debt to floating-rate debt (liquidity management). AgWest includes the gain or loss on the hedged items in the same line item (interest expense) as the offsetting loss or gain on the related interest rate swaps.

The following amounts were recorded in the Consolidated Balance Sheets related to fair value hedges:

	<i>Carrying amount of the hedged item</i>	
	<i>September 30, 2025</i>	<i>December 31, 2024</i>
Note payable to CoBank, ACB	\$ 34,419	\$ 1,978

AgWest identified an error in the disclosed carrying amount of fair value hedges as of December 31, 2024. Non-basis hedge (pay-fixed) swaps were inadvertently included in the reported 2024 value and resulted in a \$5.0 billion overstatement in the carrying amount of fair value hedges presented within the financial statement disclosure as of December 31, 2024. The December 31, 2024 amount in the above table has been revised to correct this disclosure. This correction did not affect any other amounts reported, including the Consolidated Balance Sheets or Consolidated Statements of Income and Comprehensive Income. AgWest does not believe the impact on the previously published financial statements is material.

	<i>Cumulative amount of fair value hedging adjustment included in the carrying amount of the hedged item</i>	
	<i>September 30, 2025</i>	<i>December 31, 2024</i>
Note payable to CoBank, ACB	\$ 419	\$ (22)

Summary of Derivative Instruments and Hedging Activities

A summary of the impact of derivative financial instruments to the Consolidated Balance Sheets is shown in the following tables:

September 30, 2025	Fair value of derivative financial instruments	
	Derivative assets ¹	Derivative liabilities ²
Derivatives designated as hedging instruments:		
Receive fixed swaps	\$ 446	\$ 23
Total derivatives designated as hedging instruments	\$ 446	\$ 23
Derivatives not designated as hedging instruments:		
Pay-fixed swaps	\$ —	\$ 68
Total derivatives not designated as hedging instruments	\$ —	\$ 68
Total derivatives	\$ 446	\$ 91

¹Derivative assets are included in Other assets in the Consolidated Balance Sheets.

²Derivative liabilities are included in Other liabilities in the Consolidated Balance Sheets.

December 31, 2024	Fair value of derivative financial instruments	
	Derivative assets ¹	Derivative liabilities ²
Derivatives designated as hedging instruments:		
Receive fixed swaps	\$ —	\$ 22
Total derivatives designated as hedging instruments	\$ —	\$ 22
Derivatives not designated as hedging instruments:		
Pay-fixed swaps	\$ —	\$ 33
Total derivatives not designated as hedging instruments	\$ —	\$ 33
Total derivatives	\$ —	\$ 55

¹Derivative assets are included in Other assets in the Consolidated Balance Sheets.

²Derivative liabilities are included in Other liabilities in the Consolidated Balance Sheets.

A summary of the impact of derivative financial instruments in the Consolidated Statements of Income and Comprehensive Income is shown in the following tables:

For the nine months ended September 30, 2025	Effect of fair value hedge accounting on the Consolidated Statement of Income and Comprehensive Income	
	Interest income	Interest expense
Total amount of line items presented in Consolidated Statement of Income and Comprehensive Income	\$ 1,635,789	\$ (930,021)
Gain (loss) on fair value hedge relationships:		
Receive fixed swaps:		
Recognized on derivatives	\$ —	\$ 445
Recognized on hedged items	—	(441)
Net income recognized on fair value hedges	\$ —	\$ 4

For the nine months ended September 30, 2024	Effect of fair value hedge accounting on the Consolidated Statement of Income and Comprehensive Income	
	Interest income	Interest expense
Total amount of line items presented in Consolidated Statement of Income	\$ 1,636,550	\$ (986,961)
Gain (loss) on fair value hedge relationships:		
Receive fixed swaps:		
Recognized on derivatives	\$ —	\$ 702
Recognized on hedged items	—	(1,165)
Net expense recognized on fair value hedges	\$ —	\$ (463)

Net interest income on derivatives not designated as hedges was \$0.4 million for the nine months ended September 30, 2025, compared to net interest expense of \$0.1 million for the nine months ended September 30, 2024.

Counterparty Credit Risk

The use of derivatives for risk management introduces counterparty credit risk. Generally, when the fair value of a derivative contract is positive, AgWest is exposed to credit risk. AgWest has an International Swaps and Derivatives Association, Inc. agreement with CoBank, which meets the definition of a Qualifying Master Netting Agreement per FCA Regulations and requires the net settlement of covered contracts. Collateral is not exchanged between AgWest and CoBank. Notwithstanding netting provisions, derivative assets and liabilities are not offset in the accompanying Consolidated Balance Sheets.

NOTE 7 – Subsequent Events

AgWest has evaluated subsequent events through November 7, 2025, the date the financial statements were issued or available to be issued, and determined there are no other items to disclose.

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Vicki Eggebrecht	Belgrade, Montana
Catherine Fanucchi	Bakersfield, California
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Blake Harlan	Woodland, California
John Helle	Dillon, Montana
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Tom Ikeda	Arroyo Grande, California
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Andy Werkhoven	Monroe, Washington

Operating Committee

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John Barcelos	Chief Risk Officer
Jeff Hennig	Chief Auditor
Tom McKeirnan	General Counsel
Tom Nakano	Chief Financial Officer
John Phelan	Chief Credit Officer
Josh Siler	Chief Lending Officer
Denise Warkomski	Chief Operating Officer