Supplemental Financial Information

For the quarter ended July 31, 2026
(unaudited)

Use of this Report
This financial information is supplementary to the Bank's third quarter unaudited interim Consolidated Financial Statements, Management Discussion and Analysis, and its annual 2025 audited Financial Statements and should be read in conjunction with those documents.
This report is unaudited and all amounts are in thousands of Canadian dollars, unless indicated otherwise.

VERSABANK
HIGHLIGHTS
(unaudited)
($CAD thousands)

	QUARTER							9 MONTHS ENDED		YEAR ENDED		
	2026			2025				2026	2025			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q3	Q3	2025	2024	2023
Results of Operations												
Interest income	$ 89,737	$ 83,060	$ 81,216	$ 77,471	$ 73,987	$ 70,976	$ 73,246	$ 254,013	$ 218,209	$ 295,680	$ 285,419	$ 229,334
Net interest income	36,773	35,679	33,881	32,633	29,779	28,032	25,724	106,333	83,535	116,168	102,655	100,051
Non-interest income	2,036	2,614	2,633	2,459	1,804	2,107	2,103	7,283	6,014	8,473	8,978	8,584
Total revenue	38,809	38,293	36,514	35,092	31,583	30,139	27,827	113,616	89,549	124,641	111,633	108,635
Provision for (recovery of) credit losses	(229)	428	700	1,319	1,181	889	1,024	899	3,094	4,413	(268)	609
Non-interest expenses	25,162	27,486	20,546	23,871	21,649	17,516	15,699	73,194	54,864	78,735	57,108	50,381
Net income before income tax	13,876	10,379	15,268	9,902	8,753	11,734	11,104	39,523	31,591	41,493	54,793	57,645
Tax provision	3,816	2,854	4,199	4,698	2,171	3,205	2,961	10,869	8,337	13,035	15,045	15,483
Net income	$ 10,060	$ 7,525	$ 11,069	$ 5,204	$ 6,582	$ 8,529	$ 8,143	$ 28,654	$ 23,254	$ 28,458	$ 39,748	$ 42,162
Per Common Share ($'s)												
Basic earnings per share	0.31	0.23	0.35	0.16	0.20	0.26	0.28	0.89	0.74	0.90	1.49	1.57
Diluted earnings per share	0.31	0.23	0.35	0.16	0.20	0.26	0.28	0.89	0.74	0.90	1.49	1.57
Return on average common equity	7.14%	5.64%	8.16%	3.89%	4.94%	6.67%	7.02%	6.98%	6.71%	6.11%	10.16%	11.75%
Book value/share	17.45	17.15	16.93	16.67	16.42	16.25	16.03	17.45	16.42	16.67	15.35	14.00
Closing market price (common share)	27.05	24.27	22.42	16.74	16.44	15.29	19.89	27.05	16.44	16.74	20.93	10.36
Weighted average number of common shares	32,275	32,092	31,969	32,111	32,369	32,519	29,061	32,112	31,303	31,507	25,966	26,274
Number of common shares outstanding at period end	32,419	32,196	32,069	31,946	32,168	32,519	32,519	32,419	32,168	31,946	26,003	25,964
Total market value of common shares	876,936	781,390	718,997	534,768	528,836	497,212	646,799	876,936	528,836	534,768	544,243	268,987
Financial Ratios												
Yield	5.35%	5.42%	5.39%	5.45%	5.58%	5.81%	5.92%	8.08%	8.53%	5.55%	6.31%	6.14%
Cost of funds	3.16%	3.09%	3.14%	3.15%	3.33%	3.52%	3.84%	5.84%	6.37%	3.37%	4.04%	3.46%
Net interest income (%)	2.19%	2.33%	2.25%	2.29%	2.25%	2.29%	2.08%	2.24%	2.17%	2.18%	2.27%	2.68%
Net interest income on credit assets (%)	2.44%	2.71%	2.64%	2.65%	2.55%	2.59%	2.36%	2.53%	2.50%	2.52%	2.52%	2.85%
Non-interest expenses to average total assets (annualized)	1.50%	1.79%	1.36%	1.68%	1.63%	1.43%	1.27%	1.54%	1.43%	1.48%	1.26%	1.35%
Efficiency ratio	64.84%	71.78%	56.27%	68.02%	68.55%	58.12%	56.41%	64.42%	61.27%	63.17%	51.16%	46.38%
Number of full time equivalent staff at period end	208	211	207	203	211	213	197	208	211	203	185	179
Assets to full time employee	$ 33,070	$ 30,568	$ 29,691	$ 28,613	$ 25,960	$ 23,695	$ 25,237	$ 33,070	$ 25,960	$ 28,613	$ 26,154	$ 23,440
Credit Quality												
Provision for (recovery of) credit losses as a % of average credit assets	(0.02%)	0.03%	0.05%	0.11%	0.10%	0.08%	0.09%	0.02%	0.09%	0.09%	(0.01%)	0.02%
Financial Position												
Cash and securities	$ 624,227	$ 674,438	$ 729,278	$ 662,633	$ 620,448	$ 444,993	$ 545,239	$ 624,227	$ 620,448	$ 662,633	$ 524,554	$ 300,182
Cash and securities to total assets (%)	9.08%	10.47%	11.87%	11.41%	11.33%	8.82%	10.97%	9.08%	11.33%	11.41%	10.84%	7.14%
Total credit assets	6,161,542	5,675,879	5,333,279	5,066,378	4,778,316	4,523,812	4,346,748	6,161,542	4,778,316	5,066,378	4,236,116	3,850,404
Credit assets to total assets (%)	89.62%	88.13%	86.78%	87.22%	87.24%	89.63%	87.43%	89.62%	87.24%	87.22%	87.55%	91.64%
Total assets	6,875,238	6,440,700	6,146,010	5,808,475	5,477,489	5,047,133	4,971,732	6,875,238	5,477,489	5,808,475	4,838,484	4,201,610
Average assets	6,657,969	6,293,355	5,977,243	5,642,982	5,262,311	5,009,433	4,905,108	6,341,857	5,157,987	5,323,480	4,520,047	3,733,804
Deposits	5,909,865	5,520,909	5,248,955	4,860,863	4,627,410	4,205,185	4,133,438	5,909,865	4,627,410	4,860,863	4,144,673	3,533,366
Subordinated notes payable	103,793	100,688	100,160	103,516	102,148	101,844	106,824	103,793	102,148	103,516	102,503	106,850
Shareholders' equity	565,565	552,238	543,076	532,673	528,142	528,306	521,295	565,565	528,142	532,673	399,203	377,158

VERSABANK
NET INCOME
(unaudited)
($CAD thousands except per share amounts)

	QUARTER							9 MONTHS ENDED		YEAR ENDED		
	2026			2025				2026	2025			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q3	Q3	2025	2024	2023
Interest income												
Credit assets	$ 83,404	$ 77,685	$ 75,652	$ 71,862	$ 68,814	$ 65,898	$ 66,959	$ 236,741	$ 201,671	$ 273,533	$ 264,881	$ 215,686
Cash and securities	6,333	5,375	5,564	5,609	5,173	5,078	6,287	17,272	16,538	22,147	20,538	13,648
Total interest income	89,737	83,060	81,216	77,471	73,987	70,976	73,246	254,013	218,209	295,680	285,419	229,334
Yield %	**5.35%**	**5.42%**	**5.39%**	**5.45%**	**5.58%**	**5.81%**	**5.92%**	**8.08%**	**8.53%**	**5.55%**	**6.31%**	**6.14%**
Interest expense												
Deposits and other	51,314	46,033	45,970	43,473	42,856	41,551	46,130	143,317	130,537	174,010	177,094	123,491
Notes	1,650	1,348	1,365	1,365	1,352	1,393	1,392	4,363	4,137	5,502	5,670	5,792
Total interest expense	52,964	47,381	47,335	44,838	44,208	42,944	47,522	147,680	134,674	179,512	182,764	129,283
Cost of funds %	**3.16%**	**3.09%**	**3.14%**	**3.15%**	**3.33%**	**3.52%**	**3.84%**	**5.84%**	**6.37%**	**3.37%**	**4.04%**	**3.46%**
Net interest income	36,773	35,679	33,881	32,633	29,779	28,032	25,724	106,333	83,535	116,168	102,655	100,051
Spread %	**2.19%**	**2.33%**	**2.25%**	**2.29%**	**2.25%**	**2.29%**	**2.08%**	**2.24%**	**2.17%**	**2.18%**	**2.27%**	**2.68%**
Non-interest income (loss)												
IT security services	1,929	2,256	2,157	2,209	1,848	2,003	1,977	6,342	5,828	8,037	8,280	8,044
Other	107	358	476	250	(44)	104	126	941	186	436	698	540
Total non-interest income	2,036	2,614	2,633	2,459	1,804	2,107	2,103	7,283	6,014	8,473	8,978	8,584
Total revenue	38,809	38,293	36,514	35,092	31,583	30,139	27,827	113,616	89,549	124,641	111,633	108,635
Provision for (recovery of) credit losses	(229)	428	700	1,319	1,181	889	1,024	899	3,094	4,413	(268)	609
	39,038	37,865	35,814	33,773	30,402	29,250	26,803	112,717	86,455	120,228	111,901	108,026
Non-interest expenses	25,162	27,486	20,546	23,871	21,649	17,516	15,699	73,194	54,864	78,735	57,108	50,381
Net income before taxes	13,876	10,379	15,268	9,902	8,753	11,734	11,104	39,523	31,591	41,493	54,793	57,645
Tax provision	3,816	2,854	4,199	4,698	2,171	3,205	2,961	10,869	8,337	13,035	15,045	15,483
Net income	$ 10,060	$ 7,525	$ 11,069	$ 5,204	$ 6,582	$ 8,529	$ 8,143	$ 28,654	$ 23,254	$ 28,458	$ 39,748	$ 42,162
Earnings per common share:												
Basic	$ 0.31	$ 0.23	$ 0.35	$ 0.16	$ 0.20	$ 0.26	$ 0.28	$ 0.89	$ 0.74	$ 0.90	$ 1.49	$ 1.57
Diluted	$ 0.31	$ 0.23	$ 0.35	$ 0.16	$ 0.20	$ 0.26	$ 0.28	$ 0.89	$ 0.74	$ 0.90	$ 1.49	$ 1.57
Comprehensive income												
Net income	$ 10,060	$ 7,525	$ 11,069	$ 5,204	$ 6,582	$ 8,529	$ 8,143	$ 28,654	$ 23,254	$ 28,458	$ 39,748	$ 42,162
Other comprehensive income (loss), net of tax												
Net unrealized gains (losses) on fair value through OCI assets	397	548	(1,837)	1,409	(530)	(15)	(172)	(892)	(717)	692	(261)	32
	397	548	(1,837)	1,409	(530)	(15)	(172)	(892)	(717)	692	(261)	32
Total comprehensive income	$ 10,457	$ 8,073	$ 9,232	$ 6,613	$ 6,052	$ 8,514	$ 7,971	$ 27,762	$ 22,537	$ 29,150	$ 39,487	$ 42,194

VERSABANK
NET INTEREST INCOME, NON-INTEREST INCOME AND TOTAL REVENUE
(unaudited)
($CAD thousands)

	QUARTER							9 MONTHS ENDED		YEAR ENDED		
	2026			2025				2026	2025			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q3	Q3	2025	2024	2023
Net interest income	$ 36,773	$ 35,679	$ 33,881	$ 32,633	$ 29,779	$ 28,032	$ 25,724	$ 106,333	$ 83,535	$ 116,168	$ 102,655	$ 100,051
Net interest income (NII)	36,773	35,679	33,881	32,633	29,779	28,032	25,724	106,333	83,535	116,168	102,655	100,051
Other income	2,036	2,614	2,633	2,459	1,804	2,107	2,103	7,283	6,014	8,473	8,978	8,584
Total non-interest income	2,036	2,614	2,633	2,459	1,804	2,107	2,103	7,283	6,014	8,473	8,978	8,584
Total revenue	$ 38,809	$ 38,293	$ 36,514	$ 35,092	$ 31,583	$ 30,139	$ 27,827	$ 113,616	$ 89,549	$ 124,641	$ 111,633	$ 108,635
Non-interest income as a % of total revenue	5.25%	6.83%	7.21%	7.01%	5.71%	6.99%	7.56%	6.41%	6.72%	6.80%	8.04%	7.90%
Net interest income per average assets	2.19%	2.33%	2.25%	2.29%	2.25%	2.29%	2.08%	2.24%	2.17%	2.18%	2.27%	2.68%

(unaudited)
($CAD thousands)

	QUARTER							9 MONTHS ENDED		YEAR ENDED		
	2026			2025				2026	2025			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q3	Q3	2025	2024	2023
Average credit assets	$ 5,918,711	$ 5,504,579	$ 5,199,829	$ 4,922,347	$ 4,651,064	$ 4,435,280	$ 4,291,432	$ 5,613,960	$ 4,507,216	$ 4,651,247	$ 4,043,260	$ 3,421,541
Average total assets	$ 6,657,969	$ 6,293,355	$ 5,977,243	$ 5,642,982	$ 5,262,311	$ 5,009,433	$ 4,905,108	$ 6,341,857	$ 5,157,987	$ 5,323,480	$ 4,520,047	$ 3,733,804

VERSABANK
NON-INTEREST EXPENSES
(unaudited)
($CAD thousands)

	QUARTER							9 MONTHS ENDED		YEAR ENDED		
	2026			2025				2026	2025			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q2	Q2	2025	2024	2023
Salaries and employee benefits												
Salaries	$ 9,271	$ 9,153	$ 8,812	$ 8,793	$ 8,246	$ 7,791	$ 8,171	$ 27,236	$ 24,208	$ 33,001	$ 28,102	$ 25,509
Employee benefits	2,817	2,049	1,571	1,323	1,853	1,364	443	6,437	3,660	4,983	4,682	5,919
Total	12,088	11,202	10,383	10,116	10,099	9,155	8,614	33,673	27,868	37,984	32,784	31,428
General and administrative												
Capital taxes and other assessments	1,787	1,233	1,131	1,131	955	886	876	4,151	2,717	3,848	3,130	(713)
Insurance	511	510	517	507	544	517	510	1,538	1,571	2,078	2,139	2,181
Listing, sustaining and annual meeting fees	459	367	255	264	227	255	221	1,081	703	967	865	574
Marketing and business development	451	277	328	361	236	290	337	1,056	863	1,224	1,008	887
Professional fees and consulting services	2,971	6,268	3,359	5,398	4,740	1,854	1,672	12,598	8,266	13,664	4,220	6,161
Other	4,522	5,745	2,777	4,140	3,015	2,918	1,873	13,044	7,806	11,946	7,807	5,961
Total	10,701	14,400	8,367	11,801	9,717	6,720	5,489	33,468	21,926	33,727	19,169	15,051
Premises												
Rent	43	179	165	181	181	180	183	387	544	725	674	655
Depreciation	1,175	996	939	902	727	728	744	3,110	2,199	3,101	2,633	1,783
Other	1,155	709	692	871	925	733	669	2,556	2,327	3,198	1,848	1,464
Total	2,373	1,884	1,796	1,954	1,833	1,641	1,596	6,053	5,070	7,024	5,155	3,902
Total non-interest expenses	$ 25,162	$ 27,486	$ 20,546	$ 23,871	$ 21,649	$ 17,516	$ 15,699	$ 73,194	$ 54,864	$ 78,735	$ 57,108	$ 50,381

VERSABANK
OPERATING SEGMENTS
Quarter ended July 31, 2026
(unaudited)
($CAD thousands)

	July 31, 2026						July 31, 2025					
	Digital Banking Canada	Digital Banking USA	Digital Meteor	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking Canada	Digital Banking USA	Digital Meteor	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	$ 27,472	$ 9,301	$ -	$ -	$ -	$ 36,773	$ 26,656	$ 3,123	$ -	$ -	$ -	$ 29,779
Non-interest income	93	2	413	1,875	(347)	2,036	(37)	(7)	622	1,569	(343)	1,804
Total revenue	27,565	9,303	413	1,875	(347)	38,809	26,619	3,116	622	1,569	(343)	31,583
Provision for (recovery of) credit losses	5	(234)	-	-	-	(229)	1,201	(20)	-	-	-	1,181
	27,560	9,537	413	1,875	(347)	39,038	25,418	3,136	622	1,569	(343)	30,402
Non-interest expenses												
Salaries and benefits	8,527	1,743	192	1,626	-	12,088	7,214	1,174	214	1,497	-	10,099
General and administrative	9,288	1,249	28	483	(347)	10,701	8,636	1,163	47	214	(343)	9,717
Premises and equipment	875	1,009	31	458	-	2,373	898	186	373	376	-	1,833
	18,690	4,001	251	2,567	(347)	25,162	16,748	2,523	634	2,087	(343)	21,649
Income before income taxes	8,870	5,536	162	(692)	-	13,876	8,670	613	(12)	(518)	-	8,753
Income tax provision	2,291	1,591	48	(114)	-	3,816	2,150	176	(35)	(120)	-	2,171
Net income (loss)	$ 6,579	$ 3,945	$ 114	$ (578)	$ -	$ 10,060	$ 6,520	$ 437	$ 23	$ (398)	$ -	$ 6,582
Total assets	$ 5,513,067	$ 1,355,667	$ 11,095	$ 15,999	$ (20,590)	$ 6,875,238	$ 5,124,771	$ 348,389	$ 11,543	$ 25,015	$ (32,229)	$ 5,477,489
Total liabilities	$ 5,223,535	$ 1,084,336	$ 321	$ 29,407	$ (27,926)	$ 6,309,673	$ 4,790,738	$ 155,228	$ 9,491	$ 19,410	$ (25,520)	$ 4,949,347

VERSABANK
OPERATING SEGMENTS
Year to Date ended July 31, 2026
(unaudited)
($CAD thousands)

	July 31, 2026						July 31, 2025					
	Digital Banking Canada	Digital Banking USA	Digital Meteor	DRTC	Eliminations/ Adjustments	Consolidated	Digital Banking Canada	Digital Banking USA	Digital Meteor	DRTC	Eliminations/ Adjustments	Consolidated
Net interest income	$ 82,347	$ 23,986	$ -	$ -	$ -	$ 106,333	$ 75,866	$ 7,669	$ -	$ -	$ -	$ 83,535
Non-interest income	942	(13)	1,690	5,700	(1,036)	7,283	210	(24)	1,533	5,347	(1,052)	6,014
Total revenue	83,289	23,973	1,690	5,700	(1,036)	113,616	76,076	7,645	1,533	5,347	(1,052)	89,549
Provision for (recovery of) credit losses	1,181	(282)	-	-	-	899	3,188	(94)	-	-	-	3,094
	82,108	24,255	1,690	5,700	(1,036)	112,717	72,888	7,739	1,533	5,347	(1,052)	86,455
Non-interest expenses												
Salaries and benefits	22,533	5,546	570	5,024	-	33,673	18,339	3,802	684	5,043	-	27,868
General and administrative	30,490	2,563	100	1,351	(1,036)	33,468	18,619	2,560	434	1,365	(1,052)	21,926
Premises and equipment	2,747	1,637	133	1,536	-	6,053	2,748	399	544	1,379	-	5,070
	55,770	9,746	803	7,911	(1,036)	73,194	39,706	6,761	1,662	7,787	(1,052)	54,864
Income before income taxes	26,338	14,509	887	(2,211)	-	39,523	33,182	978	(129)	(2,440)	-	31,591
Income tax provision	6,951	4,170	242	(494)	-	10,869	8,698	305	(33)	(633)	-	8,337
Net income (loss)	$ 19,387	$ 10,339	$ 645	$ (1,717)	$ -	$ 28,654	$ 24,484	$ 673	$ (96)	$ (1,807)	$ -	$ 23,254
Total assets	$ 5,513,067	$ 1,355,667	$ 11,095	$ 15,999	$ (20,590)	$ 6,875,238	$ 5,124,771	$ 348,389	$ 11,543	$ 25,015	$ (32,229)	$ 5,477,489
Total liabilities	$ 5,223,535	$ 1,084,336	$ 321	$ 29,407	$ (27,926)	$ 6,309,673	$ 4,790,738	$ 155,228	$ 9,491	$ 19,410	$ (25,520)	$ 4,949,347

VERSABANK
BALANCE SHEET
(unaudited)
($CAD thousands)

	QUARTER							YEAR ENDED		
	2026			2025						
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2025	2024	2023
Cash and cash equivalents	$ 490,049	$ 568,161	$ 628,002	$ 581,710	$ 460,312	$ 340,186	$ 386,693	$ 581,710	$ 225,254	$ 132,242
Securities	134,178	106,277	101,276	80,923	160,136	104,807	158,546	80,923	299,300	167,940
Total	624,227	674,438	729,278	662,633	620,448	444,993	545,239	662,633	524,554	300,182
Credit assets										
Structured receivable program	5,207,241	4,679,121	4,393,457	4,043,007	3,720,442	3,548,931	3,401,328	4,043,007	3,307,328	2,879,320
Multi-family residential loans and other	934,191	979,093	922,823	1,007,232	1,041,076	958,249	927,978	1,007,232	910,314	952,916
Allowance for credit losses	(8,114)	(8,342)	(7,916)	(7,279)	(6,037)	(4,958)	(4,233)	(7,279)	(3,303)	(2,513)
Accrued interest	28,224	26,007	24,915	23,418	22,835	21,590	21,675	23,418	21,777	20,681
Total	6,161,542	5,675,879	5,333,279	5,066,378	4,778,316	4,523,812	4,346,748	5,066,378	4,236,116	3,850,404
Other assets										
Capital assets	28,267	28,107	23,156	23,936	24,104	24,376	25,107	23,936	23,885	6,536
Goodwill	12,301	12,301	12,301	12,301	12,301	12,301	12,301	12,301	12,301	5,754
Intangible assets	7,386	7,667	10,214	10,560	10,838	11,159	11,714	10,560	12,054	2,791
Other assets	41,515	42,308	37,782	32,667	31,482	30,492	30,623	32,667	29,574	35,943
Total	89,469	90,383	83,453	79,464	78,725	78,328	79,745	79,464	77,814	51,024
Total assets	$ 6,875,238	$ 6,440,700	$ 6,146,010	$ 5,808,475	$ 5,477,489	$ 5,047,133	$ 4,971,732	$ 5,808,475	$ 4,838,484	$ 4,201,610
Deposits										
Demand	$ 170	$ 37,910	$ 35,720	$ 37,870	$ 37,332	$ 38,414	$ 41,122	$ 37,870	$ 38,539	$ 2,491
Trustee chequing accounts	899,318	827,016	800,689	813,065	759,869	763,443	725,199	813,065	691,180	552,851
Term (including accrued interest)	5,010,377	4,655,983	4,412,546	4,009,928	3,830,209	3,403,328	3,367,117	4,009,928	3,414,954	2,978,024
Total	5,909,865	5,520,909	5,248,955	4,860,863	4,627,410	4,205,185	4,133,438	4,860,863	4,144,673	3,533,366
Other liabilities	296,015	266,865	253,819	311,423	219,789	211,798	210,175	311,423	192,105	184,236
Subordinated notes payable	103,793	100,688	100,160	103,516	102,148	101,844	106,824	103,516	102,503	106,850
Shareholders' equity										
Share capital	334,898	331,264	328,538	325,910	326,040	329,799	330,489	325,910	215,610	228,471
Contributed surplus	1,025	980	1,815	2,473	2,540	2,540	2,540	2,473	2,485	2,513
Retained earnings	229,972	220,721	213,998	203,728	200,409	196,284	188,568	203,728	181,238	146,043
Accumulated other comprehensive income	(330)	(727)	(1,275)	562	(847)	(317)	(302)	562	(130)	131
Total	565,565	552,238	543,076	532,673	528,142	528,306	521,295	532,673	399,203	377,158
Total liabilities and shareholders' equity	$ 6,875,238	$ 6,440,700	$ 6,146,010	$ 5,808,475	$ 5,477,489	$ 5,047,133	$ 4,971,732	$ 5,808,475	$ 4,838,484	$ 4,201,610

VERSABANK
ALLOWANCE FOR CREDIT LOSSES
(unaudited)
($CAD thousands)

	QUARTER							YEAR ENDED		
	2026			2025						
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2025	2024	2023
Allowance for credit losses										
Allowance for credit losses	$ 8,114	$ 8,342	$ 7,916	$ 7,279	$ 6,037	$ 4,958	$ 4,233	$ 7,279	$ 3,303	$ 2,513
Total allowance for credit losses	$ 8,114	$ 8,342	$ 7,916	$ 7,279	$ 6,037	$ 4,958	$ 4,233	$ 7,279	$ 3,303	$ 2,513
Reconciliation of allowance for credit losses										
Balance, beginning of period	$ 8,342	$ 7,916	$ 7,279	$ 6,037	$ 4,958	$ 4,233	$ 3,303	$ 3,303	$ 2,513	$ 1,904
Provision for (recovery of) credit losses	(230)	429	700	1,319	1,181	889	1,024	4,413	(268)	609
Recoveries (write-offs)	-	(5)	(51)	(81)	(102)	(135)	(124)	(442)	(4)	-
Aquired credit assets	-	-	-	-	-	-	-	-	1,032	-
FX impact	2	2	(11)	4	1	(29)	30	6	30	-
Balance, end of period	$ 8,114	$ 8,342	$ 7,916	$ 7,279	$ 6,037	$ 4,958	$ 4,233	$ 7,279	$ 3,303	$ 2,513
Total credit assets	$ 6,161,542	$ 5,675,879	$ 5,333,279	$ 5,066,378	$ 4,778,316	$ 4,523,812	$ 4,346,748	$ 5,066,378	$ 4,236,116	$ 3,850,404
Provision for (recovery of) credit losses as a % of average credit assets	(0.02%)	0.03%	0.05%	0.11%	0.10%	0.08%	0.09%	0.09%	(0.01%)	0.02%

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY CREDIT ASSETS
Quarter ended July 31, 2026
(unaudited)
($CAD thousands)

	As at July 31, 2026				As at July 31, 2025			
	Stage 1	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Structured receivable program								
Balance at beginning of period	$ 3,243	$ 64	$ 3,392	$ 6,699	$ 2,360	$ 611	$ 29	$ 3,000
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(375)	(50)	407	(18)	336	(529)	1,174	981
Credit asset originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	(375)	(50)	407	(18)	336	(529)	1,174	981
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	**$ 2,868**	**$ 13**	**$ 3,799**	**$ 6,681**	**$ 2,696**	**$ 82**	**$ 1,203**	**$ 3,981**
Multi-family residential loans and other								
Balance at beginning of period	$ 1,361	$ 281	$ 1	$ 1,643	$ 1,400	$ 557	$ 1	$ 1,958
Transfer in (out) to Stage 1	(59)	59	-	-	(236)	236	-	-
Transfer in (out) to Stage 2	21	(21)	-	-	234	(234)	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(213)	(68)	(1)	(282)	15	435	-	450
Credit asset originations	74	51	-	125	501	-	-	501
Derecognitions and maturities	(43)	(12)	-	(55)	(77)	(675)	-	(752)
Provision for (recovery of) credit losses	(220)	9	(1)	(212)	438	(238)	-	200
Write-offs	-	-	-	-	(102)	-	-	(102)
Recoveries	-	-	-	-	-	-	-	-
Acquired credit assets	-	-	-	-	-	-	-	-
FX impact	2	0	-	2	4	(3)	-	1
Balance at end of period	**$ 1,143**	**$ 290**	**$ -**	**$ 1,433**	**$ 1,738**	**$ 317**	**$ 1**	**$ 2,056**
Total balance at end of period	**$ 4,011**	**$ 303**	**$ 3,799**	**$ 8,114**	**$ 4,434**	**$ 399**	**$ 1,204**	**$ 6,037**

VERSABANK
ALLOWANCE FOR CREDIT LOSSES BY CREDIT ASSETS
Year to Date ended July 31, 2026
(unaudited)
($CAD thousands)

	As at July 31, 2026				As at July 31, 2025			
	Stage 1	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Structured receivable program								
Balance at beginning of period	$ 3,187	$ 72	$ 2,172	$ 5,431	$ 783	$ -	$ -	$ 783
Transfer in (out) to Stage 1	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 2	-	-	-	-	-	-	-	-
Transfer in (out) to Stage 3	-	-	-	-	-	-	-	-
Net remeasurement of loss allowance	(319)	(58)	1,627	1,250	1,913	82	1,203	3,198
Credit asset originations	-	-	-	-	-	-	-	-
Derecognitions and maturities	-	-	-	-	-	-	-	-
Provision for (recovery of) credit losses	(319)	(58)	1,627	1,250	1,913	82	1,203	3,198
Write-offs	-	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-	-
Balance at end of period	**$ 2,868**	**$ 14**	**$ 3,799**	**$ 6,681**	**$ 2,696**	**$ 82**	**$ 1,203**	**$ 3,981**
Multi-family residential loans and other								
Balance at beginning of period	$ 1,493	$ 354	$ 2	$ 1,848	$ 2,213	$ 306	$ 1	$ 2,520
Transfer in (out) to Stage 1	(206)	206	-	-	(633)	633	-	-
Transfer in (out) to Stage 2	165	(165)	-	-	380	(380)	-	-
Transfer in (out) to Stage 3	1	-	(1)	-	-	(43)	43	-
Net remeasurement of loss allowance	(419)	(35)	(1)	(455)	(322)	530	(43)	164
Credit asset originations	278	126	-	404	541	(29)	-	513
Derecognitions and maturities	(107)	(193)	-	(300)	(91)	(691)	-	(782)
Provision for (recovery of) credit losses	(288)	(62)	(2)	(351)	(124)	20	-	(104)
Write-offs	(56)	-	-	(56)	(361)	-	-	(361)
Recoveries	-	-	-	-	-	-	-	-
Acquired credit assets	-	-	-	-	-	-	-	-
FX impact	(6)	(2)	-	(8)	12	(10)	-	2
Balance at end of period	**$ 1,143**	**$ 290**	**$ -**	**$ 1,433**	**$ 1,738**	**$ 317**	**$ 1**	**$ 2,056**
Total balance at end of period	**$ 4,011**	**$ 304**	**$ 3,799**	**$ 8,114**	**$ 4,434**	**$ 399**	**$ 1,204**	**$ 6,037**