

**AgVantis**

Built for Farm Credit.  Driven by Purpose.

# 2025 Annual Report



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# A MESSAGE FROM THE PRESIDENT & CEO



As we close 2025, I want to recognize the significant progress AgVantis has made in service of our owner associations and the Farm Credit System. This year marked the completion of my first year leading AgVantis, and I'm deeply grateful for the opportunity to work alongside a team whose dedication, expertise, and cooperative spirit are second to none.

2025 was a pivotal year in our multiyear transformation to modernize AgVantis' platforms and operating model. Key initiatives included:

- Advancing our cloud strategy and modernizing infrastructure to strengthen scalability and security.
- Maintaining supported software environments while accelerating transformation efforts.
- Continuing development of Origination and Servicing Information Systems (OASIS) to deliver next generation capabilities.
- Driving cultural alignment with a focus on urgency, customer centricity, and strategic partnerships.
- Our cloud strategy proved its value: being 100% in the cloud.

## **Refreshing our brand**

Transformation isn't just about technology, it's about identity. In 2025, we introduced a new brand look, complete with a redesigned logo and a modernized website. This refresh reflects who we are today: a forward-thinking technology partner committed to innovation and excellence for our owner associations.

## **Strengthening culture and relationships**

The goal to enhance our culture, act with urgency, align strategically with our owner associations, and maintain a customer centric organization continues to drive us today. In 2025, embracing change and demonstrating flexibility became even more critical as we advanced our transformation journey.

We remain diligent in maintaining strong relationships with our current owner associations by delivering exemplary customer service and providing solutions that meet their evolving needs. The development of long-term partnerships remains a cornerstone of our success, and our transformation initiative continues to be our top priority.

## **Recognition**

Our progress is powered by our people. This year, AgVantis was honored as a 2025 Best Places to Work in Wichita finalist (Large Company category)—a reflection of the culture our employees build every day.

# A MESSAGE FROM THE PRESIDENT & CEO CONT'D



## Looking ahead

In 2026, we will build on this momentum—continuing to deepen partnerships with owner associations, refining customer engagement from our service desk through conversational support, and further scaling data and cloud capabilities. A major milestone will be the implementation of OASIS, delivering a modern origination and servicing platform that enhances efficiency and customer experience across the Farm Credit System. We will also continue disciplined execution against the transformation roadmap, including opportunities for our participations platform to create broader value.

Thank you for your trust and support. I am proud of the progress we've made together and confident about the opportunities ahead as we continue to deliver world-class technology and operations for our owners.

A handwritten signature in blue ink that reads "Justin Schwanke". The signature is fluid and cursive.

Justin Schwanke  
President & CEO

## BOARD OF DIRECTORS

Kevin Swayne, Chair  
President & CEO  
High Plains Farm Credit, ACA

Chris Hornung  
President & CEO  
Premier Farm Credit, ACA

Robert Faris, Vice Chair  
President & CEO  
Golden State Farm Credit, ACA

Greg Livingston  
President & CEO  
Farm Credit of Western Oklahoma, ACA

Bill Davis  
President & CEO  
Oklahoma AgCredit, ACA

Michael Mayta, Appointed Director  
Chief Information Officer  
City of Wichita, Kansas

Timothy Elrod  
President & CEO  
Farm Credit Services of Colusa-Glenn, ACA

Jessica Vaughn  
President & CEO  
Farm Credit of Western Kansas, ACA

## OFFICERS

Justin Schwanke  
President & Chief Executive Officer  
(effective 01/2025)

Prema Laymon  
Vice President – Controller

Dixie Lang  
Senior Vice President – Chief Financial Officer

Adam Poell  
Vice President – Architecture

Isaiah Mann  
Senior Vice President – Chief Operating  
Officer  
(effective 01/2026)

Jay Sykora  
Vice President – Information Security and  
Operations  
(effective 01/2026)

Ryan McBride  
Senior Vice President – Chief Business Officer

Tanica Witt  
Vice President – People and Culture  
(effective 05/2025)

## CORPORATE ADDRESS

AgVantis, Inc.  
245 N. Waco, Suite 270  
Wichita, KS 67202  
Telephone: 316.266.5400, 800.322.5652  
Website: [www.agvantis.com](http://www.agvantis.com)

## CORPORATE PROFILE

At year-end 2025, AgVantis, Inc. (AgVantis) was owned by eight Farm Credit Associations (Owner-Associations). Farm Credit System (System) is comprised of three Farm Credit Banks, one Agricultural Credit Bank (ACB), and 55 Associations. The System was created by Congress in 1916 and has served agricultural producers for more than 100 years.

The System mission is to support rural communities and agriculture with reliable, consistent credit and financial services today and tomorrow to ensure economic success. Through its commitment and dedication to agriculture, the System continues to have the largest portfolio of agricultural loans of any lender in the United States.

The System is a government-sponsored enterprise (GSE), and its institutions are instrumentalities of the United States. The Farm Credit Administration is the System's independent safety and soundness federal regulator and was established to supervise, examine, and regulate System institutions.

AgVantis' structure provides a vested interest and a voice in our business affairs. The Owner-Associations benefit from their ownership of AgVantis in many ways:

**Cooperative Ownership** – as a cooperative, we are owned by our customers who have organized themselves with needed solutions and services;

**Governance** – our policies are set by our Board of Directors who are primarily Farm Credit Association CEOs, which provides transparency to our Owner-Associations;

**Shared Earnings** – we return our earnings to our Owner-Associations;

**Partnership** – working hand-in-hand with our Owner-Associations ensures we meet their business needs; and

**Service** – we are committed to provide the best customer service experience possible.

Current owner-Associations of AgVantis include ACAs located in California, Colorado, Kansas, and Oklahoma. Each Association offers a wide range of loan products and financial services within its chartered territory.

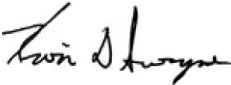
# REPORT OF MANAGEMENT

The financial statements of AgVantis, Inc. (AgVantis) are prepared by management, who is responsible for their integrity and objectivity, including amounts that must necessarily be based on judgments and estimates. The financial statements have been prepared in conformity with generally accepted accounting principles appropriate in the circumstances, and in the opinion of management, fairly present the financial condition of AgVantis. Other financial information included in the 2025 annual report is consistent with that in the financial statements.

To meet its responsibility for reliable financial information, management depends on AgVantis' accounting and internal control systems, which have been designed to provide reasonable, but not absolute, assurance assets are safeguarded, and transactions are properly authorized and recorded. To monitor compliance, the internal audit staff performs audits of the accounting records, reviews accounting systems and internal controls, and recommends improvements as appropriate. AgVantis is examined by the Farm Credit Administration.

The Audit Committee of the Board of Directors has overall responsibility for AgVantis' system of internal control and financial reporting. The Audit Committee consults regularly with management and meets periodically with the independent auditors to review the results of their work. The independent auditors have direct access to the Audit Committee.


The undersigned certify the AgVantis 2025 Annual Report 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 our knowledge and belief.



**Kevin D. Swayne**  
Chair of the Board  
AgVantis, Inc.



**Justin Schwanke**  
President and Chief Executive Officer  
AgVantis, Inc.



**Dixie Lang**  
Senior Vice President – Chief Financial Officer  
AgVantis, Inc.

March 6, 2026

## AUDIT COMMITTEE REPORT

The Audit Committee (Committee) is comprised of the entire Board of Directors of AgVantis, Inc. (AgVantis). In 2025, seven Committee meetings were held. The Committee oversees the scope of the AgVantis internal audit program, the independence of the outside auditors, the adequacy of the AgVantis' system of internal controls and procedures, and the adequacy of management's action with respect to recommendations arising from those auditing activities. The Committee's responsibilities are described more fully in the Internal Control Policy and the Audit Committee Charter. The Committee approved the appointment of PricewaterhouseCoopers, LLP (PwC) as AgVantis' independent auditors for 2025.

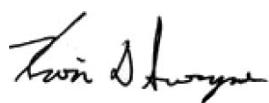
The following table sets forth the aggregate fees for professional services rendered for AgVantis by PwC for the years ended December 31, 2025, 2024 and 2023. The audit fees were for services related to the audit of AgVantis.

	2025	2024	2023
Audit	<b>\$101,330</b>	\$97,650	\$90,000
Total	<b>\$101,330</b>	\$97,650	\$90,000

Management is responsible for AgVantis' internal controls and the preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America. PwC is responsible for performing an independent audit of AgVantis' financial statements in accordance with auditing standards generally accepted in the United States of America and to issue a report thereon. The Committee's responsibilities include monitoring and overseeing these processes.

In this context, the Committee reviewed and discussed AgVantis' audited financial statements for the year ended December 31, 2025 (the "Audited Financial Statements") with management. The Committee also reviewed with PwC the matters required to be discussed by AICPA Statements on Auditing Standards. Both PwC and AgVantis' internal auditors directly provide reports on significant matters to the Committee.

Based on the foregoing review and discussions and relying thereon, the Committee recommended that the Board of Directors include the Audited Financial Statements in AgVantis' Annual Report to Shareholders for the year ended December 31, 2025.



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**Kevin D. Swayne**  
Chair of the Audit Committee

### **Audit Committee Members**

Robert Faris, Vice Chair  
Bill Davis  
Timothy Elrod  
Chris Hornung  
Greg Livingston  
Michael Mayta  
Jessica Vaughn

March 6, 2026



## **Report of Independent Auditors**

To the Board of Directors of AgVantis, Inc.

### ***Opinion***

We have audited the accompanying financial statements of AgVantis, Inc. (the "Company"), which comprise the balance sheets as of December 31, 2025, 2024, and 2023 and the related statements of operations, of changes in capital and of cash flows for the years then ended, including the related notes (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2025, 2024, and 2023 and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the information included in the 2025 Annual Report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*PricewaterhouseCoopers LLP*

March 6, 2026

## AGVANTIS FINANCIAL STATEMENTS

### STATEMENT OF OPERATIONS

For the Year Ended December 31

	2025	2024	2023
<b>OPERATING INCOME</b>			
Services to Owner Associations	\$ 31,846,822	\$ 27,354,299	\$ 29,192,002
Services to CoBank	96,500	96,500	96,500
Services to non-owners	43,977	53,470	46,230
Interest income	25,134	159,123	157,804
Other	25,551	30,073	19,797
<b>Total Operating Income</b>	<b>32,037,984</b>	27,693,465	29,512,333
<b>OPERATING EXPENSE</b>			
Salaries and employee benefits	15,710,964	15,919,718	14,793,674
Purchased services	11,764,113	9,546,823	6,173,511
Occupancy and equipment	3,511,429	3,847,122	4,353,760
Other	1,588,975	1,404,502	1,555,020
<b>Total Operating Expenses</b>	<b>32,575,481</b>	30,718,165	26,875,965
<b>(Loss)/Income before Income Taxes</b>	<b>(537,497)</b>	(3,024,700)	2,636,368
Provision for/(Benefit from) income taxes	49,523	(24,160)	29,049
<b>Net (Loss)/Income</b>	<b>\$ (587,020)</b>	\$ (3,000,540)	\$ 2,607,319
<b>COMPREHENSIVE INCOME/(LOSS)</b>			
Net actuarial loss	-	-	(398)
Amortization of net actuarial loss	-	23,904	7,058
<b>Total Comprehensive (Loss)/Income</b>	<b>\$ (587,020)</b>	\$ (2,976,636)	\$ 2,613,979

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

**AGVANTIS FINANCIAL STATEMENTS (Continued)**  
**BALANCE SHEET**

	<b>December 31</b>		
	<b>2025</b>	<b>2024</b>	<b>2023</b>
<b>ASSETS</b>			
Cash	\$ 1,140,227	\$ 3,348,688	\$ 7,791,339
Restricted cash	2,913,298	1,267,084	1,517,931
Fixed assets, net	3,903,514	1,434,533	1,221,941
Income taxes refundable	78,279	-	-
Prepaid benefits expense	5,340,062	5,408,314	5,592,502
Prepaid expense	2,261,905	2,800,363	2,361,089
Operating lease assets	2,186,416	2,392,023	2,589,129
Other assets	522,166	618,551	709,682
<b>TOTAL ASSETS</b>	<b>\$ 18,345,867</b>	<b>\$ 17,269,556</b>	<b>\$ 21,783,613</b>
<b>LIABILITIES</b>			
Accounts payable	3,906,273	2,214,050	3,549,116
Income taxes payable	26,901	-	-
Accrued salaries	2,518,861	2,434,610	2,394,303
Accrued benefits liability	58,067	47,649	76,508
Accrued annual leave	618,380	654,266	590,556
Deferred tax liability	22,622	-	26,397
Operating lease liability	2,186,416	2,392,023	2,589,129
Other liabilities	291,707	223,298	147,308
<b>TOTAL LIABILITIES</b>	<b>9,629,227</b>	<b>7,965,896</b>	<b>9,373,317</b>
<b>CAPITAL</b>			
A stock	240,000	240,000	270,000
B stock	-	-	100,000
Allocated retained earnings	7,560,954	7,560,954	8,951,723
Unallocated retained earnings	915,686	1,502,706	3,112,477
Accumulated other comprehensive income/(loss)	-	-	(23,904)
<b>TOTAL CAPITAL</b>	<b>8,716,640</b>	<b>9,303,660</b>	<b>12,410,296</b>
<b>TOTAL LIABILITIES &amp; CAPITAL</b>	<b>\$ 18,345,867</b>	<b>\$ 17,269,556</b>	<b>\$ 21,783,613</b>

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

AGVANTIS FINANCIAL STATEMENTS (Continued)  
STATEMENT OF CHANGES IN CAPITAL

	Class A Stock	Class B Stock	Unallocated Retained Earnings	Allocated Retained Earnings	Accumulated Other Comprehensive Income/(Loss)	Total Capital
<b>Balance at December 31, 2022</b>	<b>\$ 330,000</b>	<b>\$ 100,000</b>	<b>\$ 2,350,120</b>	<b>\$ 8,424,949</b>	<b>\$ (30,564)</b>	<b>\$ 11,174,505</b>
Comprehensive Income/(Loss)			2,607,319		6,660	2,613,979
Stock Retired	(60,000)					(60,000)
Patronage distributions:						
Cash			(1,318,188)			(1,318,188)
Allocated patronage			(1,318,187)	1,318,187		-
Other			791,413	(791,413)		-
<b>Balance at December 31, 2023</b>	<b>\$ 270,000</b>	<b>\$ 100,000</b>	<b>\$ 3,112,477</b>	<b>\$ 8,951,723</b>	<b>\$ (23,904)</b>	<b>\$ 12,410,296</b>
Comprehensive (Loss)/Income			(3,000,540)		23,904	(2,976,636)
Stock Retired	(30,000)	(100,000)				(130,000)
Patronage distributions:						
Other			1,390,769	(1,390,769)		-
<b>Balance at December 31, 2024</b>	<b>\$ 240,000</b>	<b>\$ -</b>	<b>\$ 1,502,706</b>	<b>\$ 7,560,954</b>	<b>\$ -</b>	<b>\$ 9,303,660</b>
Comprehensive (Loss)/Income			(587,020)			(587,020)
<b>Balance at December 31, 2025</b>	<b>\$ 240,000</b>	<b>\$ -</b>	<b>\$ 915,686</b>	<b>\$ 7,560,954</b>	<b>\$ -</b>	<b>\$ 8,716,640</b>

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

## AGVANTIS FINANCIAL STATEMENTS (Continued)

### STATEMENT OF CASH FLOWS

	<b>For the Year Ended December 31</b>		
	<b>2025</b>	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Net (loss)/income	\$ (587,020)	\$ (3,000,540)	\$ 2,607,319
Adjustments to reconcile net income to net cash (used in)/provided by operating activities:			
Depreciation	389,541	526,640	743,494
Loss on fixed assets	47,940	-	9,427
(Increase)/Decrease in income tax refundable	(78,279)	-	-
Decrease in prepaid benefits expense	68,252	184,188	455,307
Decrease/(Increase) in prepaid expenses	538,458	(439,274)	356,137
Decrease/(Increase) in other assets	96,384	91,131	(3,095)
Increase/(Decrease) in accounts payable and income taxes payable	72,910	(1,084,220)	1,595,309
Increase/(Decrease) in accounts payable related to restricted cash	1,646,214	(250,846)	(645,224)
Increase/(Decrease) in deferred income taxes	22,622	(26,397)	6,188
Increase in other liabilities	127,193	175,052	113,276
<b>Net cash provided by/(used in) operating activities</b>	<b>2,344,215</b>	<b>(3,824,266)</b>	<b>5,238,138</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Expenditures for fixed assets, net	(2,906,462)	(739,232)	(68,575)
<b>Net cash used in investing activities</b>	<b>(2,906,462)</b>	<b>(739,232)</b>	<b>(68,575)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Stock retired	-	(130,000)	(60,000)
Cash patronage distributions paid	-	-	(1,318,188)
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(130,000)</b>	<b>(1,378,188)</b>
Net (decrease)/increase in cash and restricted cash	(562,247)	(4,693,498)	3,791,375
Cash and restricted cash at beginning of year	4,615,772	9,309,270	5,517,895
<b>Cash and restricted cash at end of period</b>	<b>\$ 4,053,525</b>	<b>\$ 4,615,772</b>	<b>\$ 9,309,270</b>
<b>SUPPLEMENTAL CASH INFORMATION:</b>			
Cash (received)/paid during the year for:			
Interest	\$ (25,134)	\$ (159,123)	\$ (157,804)
Income taxes	\$ -	\$ (200,000)	\$ 155,000
<b>SUPPLEMENTAL SCHEDULE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:</b>			
Change in accumulated other comprehensive income	\$ -	\$ 23,904	\$ 6,660
Allocated patronage distribution	\$ -	\$ -	\$ 1,318,187

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

## NOTES TO THE FINANCIAL STATEMENTS

### Note 1 – Organization and Operations

AgVantis, Inc. (AgVantis) is engaged principally in providing technology and other operational services to Farm Credit System institutions on a fee basis in accordance with service agreements. AgVantis obtains its capitalization through the sale of stock to its Farm Credit Association customers (the Associations).

At year-end 2025, AgVantis had service agreements with CoBank and eight Associations, who are AgVantis' owners, operating in California, Colorado, Kansas, and Oklahoma. The service agreement with each customer typically expires every three years, with an automatic renewal clause for an additional three-year period, unless the agreement is terminated or cancelled by either party after meeting the required advance notifications deadlines. An agreement with seven Associations was entered into effective January 1, 2024, and is scheduled to expire on December 31, 2026. One Association's service agreement expired on June 30, 2025, and transitioned into a month-to-month service agreement, which expired on February 28, 2026. The service agreement with CoBank renews annually and is scheduled to expire on December 31, 2026.

The Farm Credit Administration (FCA) chartered AgVantis as a service corporation under Section 4.25 of the Farm Credit Act of 1987, as amended. The FCA has authority to charter and regulate the Farm Credit System Banks, Associations, and Service Corporations. The FCA examines the activities of Farm Credit System institutions to ensure their compliance with the Farm Credit Act, FCA regulations, and safe and sound practices.

### Note 2 – Summary of Significant Accounting Policies

The accounting and reporting policies of AgVantis conform to accounting principles generally accepted in the United States of America (GAAP). The preparation of financial statements in conformity with GAAP requires AgVantis' management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying footnotes. Actual results may differ from these estimates. During 2025, there were no new accounting pronouncements adopted by AgVantis which had a material impact to its financial condition and results of operations.

#### **Intangibles - Goodwill and Other - Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software**

In September 2025, the FASB issued ASU 2025-06. 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 development 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. AgVantis is currently evaluating the potential impact of this amendment on its financial condition, results of operations, and cash flows.

#### **Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets**

In July 2025, the FASB issued ASU 2025-05. The amendments in this update provide (1) all entities with a practical expedient and (2) entities other than public business entities with an accounting policy election when estimating expected credit losses for current accounts receivable and

current contract assets arising from transactions accounted for under Topic 606. The practical expedient would allow all entities when developing reasonable and supportable forecasts as part of estimating expected credit losses to assume that current conditions as of the balance sheet date do not change for the remaining life of the asset. The accounting policy election allows an entity to consider collection activity after the balance sheet date when estimating expected credit losses. The amendments will be effective for annual reporting periods beginning after December 15, 2025, and interim periods within those annual reporting periods under a prospective approach. Early adoption is permitted for interim or annual periods in which financial statements have not yet been issued. The adoption of these amendments are not expected to have a material impact on AgVantis' financial condition, results of operations, or cash flows.

### **Improvements to Income Tax Disclosures (ASC 740)**

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 taxes paid information. The amendments 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, 2024. The adoption of this guidance did not have a material impact on AgVantis' financial condition, results of operations, or cash flows but did impact the income tax disclosures.

Below is a summary of our significant accounting policies.

- A. Cash - Cash, as included in the financial statements, represents AgVantis' cash primarily held at CoBank. The account is interest-bearing. Additionally, other funds are held at commercial banks and are not interest-bearing. At times, cash deposits may be in excess of federally insured limits.
- B. Restricted Cash - Restricted cash includes Association borrower payments held at a commercial bank for application to the Association's note payable to CoBank. These funds are not interest-bearing and are typically in excess of federally insured limits. As of December 31, 2025, \$743 thousand was held by AgVantis for loan participation arrangement expenses on behalf of our Association customers and was included in our account with CoBank.
- C. Fixed Assets - Fixed assets are carried at cost less accumulated depreciation. Depreciation is generally provided on the straight-line method over the estimated useful lives of the assets. Gains and losses on dispositions are reflected in current operating results. Maintenance and repairs are charged to operating expense.

Certain computer software costs are included in fixed assets. The costs of computer software developed or obtained for internal or external use are capitalized and expensed in accordance with applicable accounting guidance. Capitalized computer software costs consist generally of purchased software licenses, implementation costs, consulting costs and payroll-related costs for certain projects that qualify for capitalization. These costs are amortized over their estimated useful lives.

The institution purchases, as well as internally develops and customizes, certain software to enhance or perform internal business functions. Software development costs, as well as costs for software that is part of a cloud computing arrangement incurred in the preliminary and post-implementation project stages are charged to noninterest expense. Costs associated with designing software configuration, installation, coding programs and testing systems are capitalized and amortized using the straight-line method. Long-lived assets are reviewed for

impairment whenever events or circumstances indicate the carrying amount of an asset group may not be recoverable.

- D. Employee Benefit Plans - Substantially all AgVantis employees participate in the Ninth Farm Credit District Pension Plan (Pension Plan) and/or the Farm Credit Foundations Defined Contribution/401(k) Plan (401(k) Plan). The Pension Plan is a non-contributory defined benefit plan. Benefits are based on compensation and years of service. AgVantis recognizes its proportional share of expense and contributes its proportional share of funding. The Pension Plan was closed to employees beginning January 1, 2007.

The 401(k) Plan has two components. Employees who do not participate in the Pension Plan may receive benefits through the Employer Contribution portion of the 401(k) Plan. In this plan, AgVantis provides a monthly contribution based on a defined percentage of the employee's salary. Employees may also participate in a Salary Deferral Plan governed by Section 401(k) of the Internal Revenue Code. AgVantis matches a certain percentage of employee contributions. All defined contribution costs are expensed in the same period that participants earn employer contributions.

AgVantis also participates in the Ninth District nonqualified defined benefit Pension Restoration Plan. This plan provides retirement benefits above the Internal Revenue Code compensation limit to certain highly compensated eligible employees. Benefits payable under this plan are offset by the benefits payable from the pension plan.

Eligible employees may also participate in a nonqualified deferred compensation plan where they are able to defer a portion of their compensation. AgVantis matches a certain percentage of employee contributions to the plan. The 401(k) Plan costs are expensed monthly as funded.

AgVantis also participates in the Farm Credit Foundations Retiree Medical Plan. These postretirement benefits (other than pensions) are provided to eligible retired employees of AgVantis. The anticipated costs of these benefits were accrued during the period of the employee's active service. The authoritative accounting guidance requires the accrual of the expected cost of providing postretirement benefits during the years that the employee renders service necessary to become eligible for these benefits.

- E. Income Taxes - AgVantis is eligible to operate as a cooperative that qualifies for tax treatment under Subchapter T of the Internal Revenue Code. Accordingly, under specified conditions, AgVantis can exclude from taxable income amounts distributed as qualified patronage refunds in the form of cash, stock or allocated retained earnings. Provisions for income taxes are made only on those earnings that will not be distributed as qualified patronage distributions. Deferred taxes are recorded on the tax effect of all temporary differences based on the assumption that such temporary differences are retained by AgVantis and will therefore impact future tax payments. A valuation allowance is provided against deferred tax assets to the extent that it is more likely than not (over 50 percent probability), based on management's estimate, the deferred tax assets will not be realized. The consideration of valuation allowances involves various estimates and assumptions as to future taxable earnings, including the effects of AgVantis' expected patronage program, which reduces taxable earnings.
- F. Patronage – AgVantis may provide a patronage distribution to all owner associations at the end of each calendar year based on earnings. If a distribution is declared, the patronage is distributed, pro rata, based on the services income collected from owner customers throughout the year. The patronage distribution is made in the form of a Notice of Allocation; a portion is distributed in cash and the remaining balance is recorded by owner Associations as an investment in AgVantis.

- G. Income Recognition – AgVantis provides technology and other operational services based on annual service agreements. All contracts include the delivery of solutions and services with a performance obligation for each promise to transfer the solution or service to customer. AgVantis recognizes revenue and receives payment when or as it satisfies each performance obligation (monthly) to the customer. Any additional services are governed by a statement of work and revenue is recognized as the service or solution is delivered to customer. Payment terms are defined in the statement of work and are typically received upon completion of the work.

The amount of revenue recognized is based on the amount we expect to receive in exchange for transferring goods and services to the customer. Contracts with our customers frequently contain some component of fixed and variable components. We estimate variable costs in our contracts primarily using the most likely method based on historical and current information. Significant judgment is used in the estimate of variable component of customer contracts. Income received related to the termination of a services contract will be immediately recognized into income.

- H. Other Comprehensive Income/Loss – Other comprehensive income/loss refers to revenue, expenses, gains and losses that under GAAP are recorded as an element of shareholders' equity and comprehensive income but are excluded from net income. AgVantis records other comprehensive income/loss associated with the liability under the Pension Restoration Plan.
- I. Fair Value Measurement – The Financial Accounting Standards Board (FASB) guidance defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. It describes three levels of inputs that may be used to measure fair value:

Level 1 — Quoted prices in active markets for identical assets or liabilities that AgVantis has the ability to access at the measurement date. Level 1 assets include assets held in trust funds which relate to the AgVantis deferred compensation plan and supplemental retirement plans. The trust funds include investments that are actively traded and have quoted net asset values that are observable in the marketplace.

Level 2 — Observable inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly. Level 2 inputs include the following: (a) quoted prices for similar assets or liabilities in active markets; (b) quoted prices for identical or similar assets or liabilities in markets that are not active so that they are traded less frequently than exchange-traded instruments, the prices are not current or principal market information is not released publicly; (c) inputs other than quoted prices that are observable such as interest rates and yield curves, prepayment speeds, credit risks and default rates and (d) inputs derived principally from or corroborated by observable market data by correlation or other means.

Level 3 — Unobservable inputs are those that are supported by little or no market activity and that are significant to the determination of the fair value of the assets or liabilities are considered Level 3. These unobservable inputs would reflect AgVantis' own assumptions about assumptions that market participants would use in pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose values are determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

The fair value disclosures are presented in Note 10.

## Note 3 – Fixed Assets

Fixed assets consisted of the following:

	For the Year Ended December 31		
	2025	2024	2023
Computer equipment	\$ 2,981,293	\$ 3,983,364	\$ 4,243,827
Computer software	6,417,570	6,518,677	6,692,736
Computer software in progress	3,566,671	739,232	-
	<b>12,965,534</b>	11,241,273	10,936,563
Less: Accumulated depreciation	9,062,020	9,806,740	9,714,622
Net Fixed Assets	<b>\$ 3,903,514</b>	\$ 1,434,533	\$ 1,221,941

Fixed Assets increased from year-end 2024 to 2025 primarily due to a \$2.8 million increase in software in progress, which includes capitalized expenses related to internally developed software.

## Note 4 – Leases

At the end of 2023, AgVantis renewed the lease agreement for office space, which was amended with a reduction in space. Per the agreement, the lease payments are \$27 thousand per month through December 31, 2028. The agreement expires at the end of 2028 with an option for renewal for five additional years. As the renewal option is reasonably certain, it is included in the lease terms.

Our operating lease annual cost was \$303 thousand in 2025, and \$305 thousand in 2024 and \$366 thousand in 2023.

Adoption lease term and discount rate as provided by CoBank are as follows:

	For the Year Ended December 31, 2025
Weighted average remaining lease term in years Operating leases	8.0 years
Weighted average discount rate for the remaining lease term Operating leases	4.23%

Future minimum lease payments under non-cancellable operating leases as of December 31, 2025, were as follows:

2026	\$ 302,834
2027	302,834
2028	305,653
2029	336,667
2030	336,668
Thereafter	981,947
Total lease payments	\$ 2,566,603
Less: imputed interest	397,716
Total	\$ 2,168,887

## Note 5 – Other Assets, and Other Liabilities

A summary of other assets and other liabilities follows:

	For the Year Ended December 31		
	2025	2024	2023
Other assets:			
Accounts receivable	\$ 10,050	\$ 51,253	\$ 16,815
Investment in CoBank	1,000	1,000	1,000
Investment in FCS Captive Insurance Company	208,046	193,635	192,952
Investment in Farm Credit Foundations	11,943	11,943	11,943
Prepaid Income Tax	-	138,023	340,282
Trust assets held for deferred compensation	291,127	222,697	146,690
Total	\$ 522,166	\$ 618,551	\$ 709,682
Other liabilities:			
Deferred compensation	291,127	222,697	146,690
Other	580	601	618
Total	\$ 291,707	\$ 223,298	\$ 147,308

The deferred compensation established as an asset relates to deposits made by AgVantis to a Rabbi Trust for those individual participants in the nonqualified retirement plan. The offsetting deferred compensation recognized as a payable by AgVantis represents the corresponding liability to the employees in the plan.

## Note 6 – Income Taxes

The (benefit from)/provision for income taxes consisted of the following:

	For the Year Ended December 31		
	2025	2024	2023
Current:			
Federal	\$ 11,238	\$ 1,983	\$ 11,715
State	15,663	254	11,146
Total	26,901	2,237	22,861
Deferred:			
Federal	-	46,680	9,875
State	22,622	(73,077)	(3,687)
Total	22,622	(26,397)	6,188
Total (benefit from)/provision for income taxes	\$ 49,523	\$ (24,160)	\$ 29,049

The amount of income taxes paid (net of refunds received) are as follows:

	Year Ended December 31		
(dollars in thousands)	2025	2024	2023
Federal	\$ -	\$ (150,000)	\$ -
State: Kansas	-	(50,000)	155,000
Total income taxes paid, net of refunds received	\$ -	\$ (200,000)	\$ 155,000

The (benefit from)/provision for income taxes differs from the amount of income tax determined by applying the applicable U.S. statutory federal income tax rate to pretax income/(loss) after earnings rebate as shown in the following table.

	<b>For the Year Ended December 31</b>		
	<b>2025</b>	2024	2023
Federal tax at statutory rate	<b>\$ (112,874)</b>	\$ (635,187)	\$ 553,637
State tax, net	<b>34,996</b>	(72,823)	5,893
Patronage distributions	-	-	(553,637)
Prior year Federal tax adjustments	-	(2,282)	(614)
Change in valuation allowance	<b>108,171</b>	668,825	-
Other non-tax deductible expenses	<b>17,293</b>	17,303	24,151
Return to provision difference	<b>1,871</b>	-	-
Other	<b>66</b>	4	(381)
<b>Total provision for/(benefit from) income taxes</b>	<b>\$ 49,523</b>	\$ (24,160)	\$ 29,049

The provision from income taxes recorded in 2025 and 2023 was primarily due to non-deductible expenses. The benefit from income taxes recorded in 2024 was due to a valuation allowance recorded.

AgVantis' effective tax rate for 2025 was 9.0%, compared to the U.S. federal statutory rate of 21.0%. The difference was primarily due to adjustments to valuation allowance.

Deferred tax assets and liabilities are comprised from the following:

	<b>For the Year Ended December 31</b>		
	<b>2025</b>	2024	2023
Deferred tax assets:			
Annual leave	<b>\$ 109,135</b>	\$ 120,283	\$ 103,381
Accrued bonuses	<b>191,792</b>	175,224	217,825
Nonqualified deferred compensation	<b>129,302</b>	113,076	92,912
Nonqualified pension restoration	-	-	6,145
Charitable contribution carryover	<b>14,584</b>	11,763	7,258
Net operating loss – Federal & state	<b>874,393</b>	867,049	324,189
Gross deferred tax assets	<b>1,319,206</b>	1,287,395	751,710
Less: valuation allowance	<b>(776,996)</b>	(618,421)	-
Deferred tax assets, net of valuation allowance	<b>542,210</b>	668,974	751,710
Deferred tax liabilities:			
Excess tax depreciation greater than book	<b>(77,801)</b>	(129,851)	(218,968)
Other prepaid expense items	<b>(487,031)</b>	(539,123)	(559,139)
Gross deferred tax liabilities	<b>(564,832)</b>	(668,974)	(778,107)
Net deferred tax asset/(liability)	<b>\$ (22,622)</b>	\$ -	\$ (26,397)

The calculation of deferred tax assets and liabilities involves various management estimates and assumptions as to the future taxable earnings.

AgVantis recorded a valuation allowance of \$777 thousand in 2025 and \$618 thousand in 2024. There was no valuation allowance recorded in 2023. AgVantis will continue to evaluate the realizability of the deferred tax assets and adjust the valuation allowance accordingly.

As of December 31, 2025, the net operating loss in the table above has an indefinite carryforward period.

AgVantis accounts for income taxes in accordance with ASC 740, which provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. ASC 740 requires the evaluation of tax positions taken or expected to be taken in the course of preparing AgVantis' tax returns to determine whether the tax positions are more-likely-than-not of being sustained upon examination by the applicable tax authority, based on the technical merits of the tax position, and then measuring the tax benefit that is more-likely-than-not to be realized. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax expense in the current reporting period.

During 2025, AgVantis completed a review of its recognized tax benefits and has determined that no reserves are required to be established for uncertain tax positions under ASC 740 for the years ended December 31, 2025, 2024, and 2023. AgVantis does not believe that its recognized tax benefits will significantly change within the next 12 months. The tax years that remain open for federal and major state tax jurisdictions are 2022 and forward.

## Note 7 – Employee Benefit Plans

Certain employees participate in the Ninth District Retirement Plan, a multi-employer defined benefit retirement plan. The Department of Labor has determined the plan to be a governmental plan; therefore, the plan is not subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA). As the plan is not subject to ERISA, the plan's benefits are not insured by the Pension Benefit Guaranty Corporation. Accordingly, the amount of accumulated benefits that participants would receive in the event of the plan's termination is contingent on the sufficiency of the plan's net assets to provide benefits at that time. This Plan is noncontributory and covers eligible employees. The assets, liabilities, and costs of the plan are not segregated by participating entities. As such, plan assets are available for any of the participating employers' retirees at any point in time. Additionally, if a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers. Further, if AgVantis chooses to stop participating in the plan, AgVantis may be required to pay an amount based on the underfunded status of the plan, referred to as a withdrawal liability. Because of the multi-employer nature of the plan, any individual employer is not able to unilaterally change the provisions of the plan. If an employee moves to another employer within the same plan, the employee's benefits under the plan transfer. Benefits are based on salary and years of service. There is no collective bargaining agreement in place as part of this plan.

The defined benefit pension plan reflects a total funded asset of \$26.4 million at December 31, 2025. The pension benefits funding status reflects the net of the fair value of the plan assets and the projected benefit obligation at the date of these financial statements. The projected benefit obligation is the actuarial present value of all benefits attributed by the pension benefit formula to employee service rendered prior to the measurement date based on assumed future compensation levels.

The projected benefit obligation and fair value of plan assets at December 31 are as follows:

	2025	2024	2023
Projected benefit obligation	<b>\$ 251,043,931</b>	\$ 248,021,767	\$ 282,229,106
Fair value of plan assets	<b>277,454,067</b>	274,253,800	298,406,041

The amount of the pension benefits funding status is subject to many variables including performance of plan assets and interest rate levels. Therefore, changes in assumptions could significantly affect these estimates.

Costs are determined for each individual employer based on costs directly related to its current employees as well as an allocation of the remaining costs based proportionately on the estimated

projected liability of the employer under this plan. AgVantis recognizes its proportional share of expense and contributes a proportional share of funding.

Costs and contributions for the plan at December 31 are as follows:

	2025	2024	2023
Plan expenses:			
All participating employers	\$ (1,997,327)	\$ 6,068,663	\$ 11,637,011
AgVantis' allocated share (included in salaries and benefits)	68,252	240,178	749,067
Plan contributions:			
All participating employers	\$ -	\$ 2,200,000	\$ 4,000,000
AgVantis' allocated share	-	55,990	293,760

While the plan is a governmental plan and is not subject to minimum funding requirements, the employers contribute amounts necessary on an actuarial basis to provide the plan with sufficient assets to meet the benefits to be paid to participants. There are no employer or AgVantis contributions expected to be paid into the pension plan during 2026. The amount ultimately to be contributed and the amount ultimately recognized as expense as well as the timing of those contributions and expenses, are subject to many variables including performance of plan assets and interest rate levels. These variables could result in actual contributions and expenses being greater than or less than anticipated.

Postretirement benefits other than pension are provided through the District's Farm Credit Foundations Retiree Medical Plan to retired employees of AgVantis. Benefits provided are determined on a graduated scale, based on years of service. The anticipated costs of these benefits were accrued during the period of the employee's active service. Postretirement benefits (primarily health care benefits) included in salaries and employee benefits, as well as cash contributions made, were recorded for an immaterial amount in 2025, 2024, and 2023.

AgVantis participated in a District-wide non-qualified defined benefit Pension Restoration Plan; all obligations under the plan were fully settled in 2024. The purpose of the Pension Restoration Plan was to supplement a participant's benefits under the district's other retirement plans to the extent that such benefits are reduced by the limitations imposed by the Internal Revenue Code. Benefits payable under the Pension Restoration Plan were offset by the benefits payable from the Pension Plan. Pension Restoration Plan expenses included in salaries and employee benefits were \$24 thousand in 2024 and \$11 thousand in 2023.

The funding status and the amounts recognized in the Balance Sheet for the Pension Restoration Plan in 2024 and 2023 are as follows. The Pension Restoration Plan is an unfunded plan and as such there are no plan assets.

	2024	2023
Change in projected benefit obligation:		
Benefit obligation at beginning of year	\$ 47,065	\$ 89,672
Interest cost	2,245	4,060
Actuarial loss/(gain)	(2,245)	398
Benefits paid	(47,065)	(47,065)
Benefit obligation at end of year	-	47,065
Change in plan assets:		
Company contributions	47,065	47,065
Benefits paid	(47,065)	(47,065)
Fair value of plan assets at the end of the period	-	-
Funded status of the Plan	\$ -	\$ (47,065)
Amounts recognized in the Balance Sheet consist of:		
Accrued benefits liability	\$ -	\$ 47,065
Net amount recognized	\$ -	\$ 47,065

The following represents the amounts included in accumulated other comprehensive income/ (loss) (pre-tax) related to the Pension Restoration Plan:

	2024	2023
Net actuarial loss	\$ -	\$ 23,904
Total amount recognized in accumulated other comprehensive loss	\$ -	\$ 23,904

Information for pension plans with both the projected benefit obligation and accumulated benefit obligation in excess of plan assets on December 31 follows:

	2024	2023
Projected benefit obligation	\$ -	\$ 47,065
Accumulated benefit obligation	\$ -	\$ 47,065
Fair value of plan assets	\$ -	\$ -

The net periodic pension expense for the defined benefit pension restoration plan included in the statement of operations is comprised of the following as of December 31:

	2024	2023
<b>Components of net periodic benefit cost</b>		
Interest cost	\$ 2,245	\$ 4,060
Net amortization and deferral	21,659	7,058
Net periodic benefit cost	\$ 23,904	\$ 11,118

Changes in benefit obligation recognized in accumulated other comprehensive income/(loss) are included in the following table:

	2024	2023
Current year net actuarial (loss)/gain	\$ 2,245	\$ (398)
Amortization of net actuarial loss	21,659	7,058
<b>Total change recognized in other comprehensive loss</b>	<b>\$ 23,904</b>	<b>\$ 6,660</b>

Actuarial gains/losses in 2024 and 2023 were primarily due to changes in plan experience, discount rate and the plan demographics.

Weighted average assumptions used to determine benefit obligation at December 31:

	2024	2023
Discount rate	4.90%	4.99%
Rate of compensation increase	7.10%	7.10%
Interest crediting rate	5.00%	5.00%

Weighted average assumptions used to determine net periodic benefit cost for the year ended December 31:

	2024	2023
Discount rate		
Projected benefit obligation	4.99%	4.57%
Service cost	5.05%	4.70%
Interest cost	5.04%	4.60%
Rate of compensation increase	7.10%	7.10%
Interest crediting rate	5.00%	5.00%

Since AgVantis ended its participation in the non-qualified defined benefit Pension Restoration Plan in 2024, there are no benefit payments expected to be paid in the future.

AgVantis also participates in the Farm Credit Foundations Defined Contribution/401(k) Plan (Contribution Plan). AgVantis matches a certain percentage of employee contributions to the plan. Employer contributions to the Contribution Plan were \$955 thousand in 2025, \$894 thousand in 2024, and \$865 thousand for 2023.

## Note 8 – Capital

AgVantis is authorized to issue 3,000,000 shares each of Class A Common Stock, Class B Common Stock, and Class C Common Stock; and 5,000,000 shares each of Class D Preferred Stock and Class E Preferred Stock. All classes of stock have a par value of \$5.00. Dividends may be paid on shares as determined by a Board of Directors' resolution. Outstanding shares shall be retired at the sole discretion of the Board. Losses which result in any impairment of AgVantis' stock shall be borne: first equally by each share of common stock outstanding; and second equally by each share of Class D and Class E Preferred Stock outstanding, on a pro rata basis. Impaired stock shall be restored in the reverse order until each share of stock has a book value equal to the par value.

The minimum stock requirement for Class A Common Stock shareholders is \$30 thousand per shareholder or Association management unit and for Class B Common Stock shareholders is \$100 thousand per shareholder.

Descriptions of each class of stock authorized by AgVantis bylaws and the number of shares outstanding on December 31, 2025 are provided below.

Class A Common Stock (Voting, 48,000 shares outstanding) - Issued only to Association customers using services under a Services Agreement when such issues are authorized by a plan approved by the Board of Directors. At the time a Class A Common Stock Services Agreement is terminated (with no renewal), any such relative holder's Class A Common Stock shall be automatically converted to nonvoting Class C, unless the stock is retired based on Board approval.

Class B Common Stock (Voting, no shares outstanding) - Issued only to CoBank and other Farm Credit Banks under a plan approved by the Board of Directors. At the time the Services Agreement is terminated (with no renewal), any such holder's Class B Common Stock shall be automatically converted to nonvoting Class C Common Stock, unless the stock is retired based on Board approval.

Class C Common Stock (Non-Voting, no shares outstanding) - Issued solely to shareholders, which are Farm Credit System institutions under the Act.

Class D Preferred Stock (Non-Voting, no shares outstanding) - Issued to Farm Credit System institutions under the Act. Dividends shall be paid on Class D Preferred Stock in accordance with the resolution of the Board of Directors authorizing the issuance of such preferred stock.

Class E Preferred Stock (Non-Voting, no shares outstanding) - Issued to Farm Credit System institutions under the Act, under a plan approved by the Board of Directors as part of the Capitalization Plan.

There were no stock issuances or retirements in 2025.

During 2024, allocated retained earnings of \$1.4 million related to CoBank's investment in AgVantis was transferred back to unallocated retained earnings.

AgVantis reports accumulated other comprehensive income/loss in its Statement of Changes in Capital. As more fully described in Note 2, accumulated other comprehensive income/(loss) results from the recognition of the Pension Restoration Plan's net unamortized gains and losses and prior service costs or credits. Participation in the Pension Restoration Plan ended in 2024. AgVantis recorded net unamortized gains and losses of \$24 thousand in 2023. There were no net unamortized gains or losses recognized in 2025 or 2024. There were no prior service costs recognized in 2025, 2024, or 2023. There were no other items affecting comprehensive income or loss.

The following table presents activity in the accumulated other comprehensive loss, net of tax by component for the year:

Pension benefit plan	2024	2023
Beginning balance	\$ (23,904)	\$ (30,564)
Other comprehensive income/loss before reclassifications	2,245	(398)
Amounts reclassified from accumulated other comprehensive loss	21,659	7,058
Net current period other comprehensive income	23,904	6,660
Year-end balance	\$ -	\$ (23,904)

The following table represents reclassifications out of accumulated other comprehensive income/(loss) on December 31.

	Amount reclassified from accumulated other comprehensive loss		Location of Gain/Loss Recognized in Statement of Comprehensive Income
	2024	2023	
Pension benefit plan:			
Net actuarial loss	\$ 21,659	\$ 7,058	Salaries and employee benefits
Total reclassifications	\$ 21,659	\$ 7,058	

## Note 9 – Related Party Transactions

AgVantis' primary business is to provide services to other Farm Credit System entities, which included eight Associations and CoBank during 2025. Revenue received from these entities was \$31.9 million in 2025, \$27.5 million in 2024, and \$29.3 million in 2023. In 2023, AgVantis distributed \$2.6 million in patronage to the Associations and CoBank in the form of a Notice of Allocation; 50 percent was distributed in cash with the remaining balance reflected in allocated retained earnings on our Balance Sheet. There were no patronage distributions in 2025 or 2024.

AgVantis paid CoBank for services received to support both its operations and services to Associations. AgVantis paid CoBank \$90 thousand in 2025, \$270 thousand in 2024, and \$260 thousand in 2023 for these services, which are included in purchased services in the Statement of Comprehensive Income. At year-end 2025, AgVantis held cash in the amount of \$1.4 million at CoBank and received \$40 thousand in interest earned on this balance. Additionally, in 2025, AgVantis also paid CoBank \$15 thousand in interest on funds borrowed from the line of credit.

As of December 31, 2025, the Board of Directors of AgVantis is comprised of eight directors; seven directors are CEOs of the Associations, and one is an outside director appointed by the other AgVantis Board members.

Farm Credit Foundations, a human resource provider for a number of Farm Credit institutions, provides our payroll and human resource services. AgVantis paid \$189 thousand in 2025, \$226 thousand in 2024, and \$132 thousand in 2023 to Foundations for human resource services. We received patronage from Foundations of \$9 thousand in 2025, \$18 thousand in 2024, and \$14 thousand in 2023.

## Note 10 – 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. 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. See Note 2 - Significant Accounting Policies for additional information. AgVantis had assets held in a nonqualified benefits Rabbi trust related to deferred compensation and supplemental retirement plans of \$291 thousand at December 31, 2025, \$223 thousand at December 31, 2024, and \$147 thousand at December 31, 2023 that are determined to be Level 1. The trust funds include investments that are actively traded and have quoted net asset values that are observable in the marketplace. AgVantis has no other assets and no liabilities measured at fair value on a recurring or non-recurring basis.

## Note 11 – Subsequent Events

AgVantis has evaluated subsequent events through March 6, 2026, which is the date the financial statements were available to be issued, and no material subsequent events were identified.

## 2025 AGVANTIS OWNER-ASSOCIATIONS

### CALIFORNIA

Farm Credit Services of Colusa-Glenn, ACA  
Colusa, CA

Golden State Farm Credit, ACA  
Kingsburg, CA

### COLORADO

Farm Credit of Southern Colorado, ACA  
Colorado Springs, CO

Premier Farm Credit, ACA  
Sterling, CO

### KANSAS

Farm Credit of Western Kansas, ACA  
Colby, KS

High Plains Farm Credit, ACA  
Larned, KS

### OKLAHOMA


Farm Credit of Western Oklahoma, ACA  
Woodward, OK


Oklahoma AgCredit, ACA  
Edmond, OK

# AgVantis

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