May 2026

COMMUNITY Interest

THE QUARTERLY NEWSLETTER
FOR REDWOOD CAPITAL BANK

PHOTOS BY: MARY CURLESS SMITH

Jennifer Budwig is Appointed President

By JOHN DALBY

As we continue to build on more than two decades of community banking in Humboldt County, I am pleased to share an exciting and meaningful leadership update for Redwood Capital Bank. With the full support of our Board of Directors, Jennifer P. Budwig has been appointed President of Redwood Capital Bank. I will continue in my role as Chief Executive Officer and together, we look forward to leading the Bank into its next chapter of service and growth.

Jennifer's promotion to President reflects not only her extensive experience, but also her deep commitment to our mission and the communities we serve. Since joining Redwood Capital Bank in 2006 as a Commercial Loan Officer, Jennifer has played an integral role in our organization's success.

Over the years, she has served in a variety of leadership roles, including Regional Manager of the Eel River Valley and, most recently, Senior Vice President and Chief Operating Officer. Her strong leadership, operational expertise and strategic insight have made her an invaluable member of our executive team.

...We look forward to the next chapter of service and growth.

What sets Jennifer apart is her genuine understanding of community banking and her unwavering dedication to our customers. She knows firsthand the importance of relationship- based banking - taking the time to understand the unique needs of individuals, families and small businesses throughout Humboldt County.

Jennifer embodies the values that have defined Redwood Capital Bank since our founding: exceptional service, local decision-making and a commitment to keeping local dollars working here at home.

In addition to her professional accomplishments, Jennifer has consistently demonstrated a deep personal commitment to Humboldt County.

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Inside This Issue

Change is Constant

Change is a constant in both our industry and in life. Economic cycles shift, interest rates rise and fall and markets respond to forces both expected and unforeseen. While these changes can at times feel uncertain, they are also a natural and necessary part of progress.

At Redwood Capital Bank, we recognize that our role is not to predict every turn, but to remain steady, informed and prepared so that we can guide our customers through whatever lies ahead.

Over the past year, we have seen meaningful movement in the economic landscape, particularly with interest rates and inflation. These shifts impact everything from borrowing costs to savings strategies and they require thoughtful, proactive decision-making.

Community banking has always been built on trust and connection. Unlike larger institutions, we live and work alongside our customers. Through times of change, that local perspective becomes even more valuable. It allows us to respond with care, flexibility and a long-term view that prioritizes the well-being of our customers and community. No matter what changes come - one thing will never change - our dedication to you. Thank you for your business, support and partnership. We are proud to be Humboldt County's local, community partner.

First Quarter 2026 Earnings Release

By RENÉE BYERS

Balance Sheet data (In Thousands)	At Period End 3/31/2026	3/31/2025	% Change
Total Assets	$540,589	$519,389	4%
Total Deposits	$482,868	$461,146	5%
Total Loans (net)	$383,440	$383,033	0%

Summary of Operations (In Thousands)	Year to Date 3/31/2026	3/31/2025	% Change
Interest Income	$6,470	$5,983	8%
Net Interest Income	$5,341	$4,672	14%
Book Value per Common Share	$29.93	$26.83	12%

Renée Byers is the SVP/Chief Financial Officer of Redwood Capital Bank. She can be reached at (707) 444-9849 or via email at rbyers@rdwo.com

...John E. Dalby Continued from Page 1

Jennifer is actively engaged in our community and brings a genuine passion for supporting local organizations, businesses and families. Her leadership reflects not only strong banking expertise, but also a heartfelt dedication to the people and places that make our region unique - further strengthening the connection between Redwood Capital Bank and the community we are proud to serve.

This leadership transition is part of a thoughtful and deliberate plan supported by our Board of Directors to ensure continuity, stability and long-term success. The Board has great confidence in Jennifer's ability to lead and I share that confidence wholeheartedly. Her appointment as President positions us well for the future, while maintaining the same values and personal service our customers have come to expect.

As we look ahead, our focus remains unchanged. We are committed to supporting our customers through every stage of life and business, investing in our local economy and being an active and engaged community partner. Redwood Capital Bank was founded by local investors with a vision to serve Humboldt County and that vision continues to guide us today.

John E. Dalby is the Chief Executive Officer of Redwood Capital Bank. He can be reached at (707) 444-9833 or via email at jdalby@rdwo.com

Promotion for Michele O'Brien

Redwood Capital Bank is pleased to announce the promotion of Michele O'Brien to AVP/Eureka Area Manager. In her new role, Michele will be managing both the Eureka Main and Henderson Center Branches.

Michele joined Redwood Capital Bank in 2024 bringing with her over 30 years of banking experience

Michele is involved on the Board of Directors for Eureka Main Street and the McKinleyville Chamber of Commerce. Michele can be reached at (707) 444-9807 or via email at mobrien@rdwo.com

President's Message

By JENNIFER BUDWIG

I am truly honored to step into the role of President of Redwood Capital Bank. Having spent more than 30 years in banking - and nearly two decades here at Redwood Capital Bank, this moment is both humbling and deeply meaningful to me. This is not just a new chapter in my career, but a continuation of the work I care so deeply about: serving our customers, supporting our community and working alongside an incredible team.

My journey in banking has been shaped by a simple belief - that relationships matter. Over the years, I have had the privilege of working with individuals, families and businesses at every stage of their financial journey. Those experiences have reinforced my passion for community banking and my appreciation for the role we play in helping our neighbors succeed.

Since joining Redwood Capital Bank in 2006, I have had the opportunity to grow within an organization that truly reflects the values I believe in. From my early days as a Commercial Loan Officer to my role as Chief Operating Officer, each step has prepared me for this new responsibility. I am grateful to our Board of Directors and leadership team for their confidence and support and I am committed to carrying our mission forward with care and purpose.

Throughout my career, I have learned that banking is at its best when it is personal. Taking the time to understand a customer's goals, listening carefully and finding thoughtful solutions are all part of building trust. That trust is the foundation of long-term relationships and it is one of the things I value most about community banking. At Redwood Capital Bank, we have always taken pride in being accessible, responsive and deeply connected to the people we serve.

One of the things I value most about Redwood Capital Bank is our people. I have a genuine appreciation for our employees and the dedication they bring to their work every day. Their commitment to exceptional service, teamwork and doing what is right for our customers is what sets us apart. It is an honor to lead such a talented and passionate group, and I am committed to supporting their continued growth and success.

I also believe that strong leadership means investing in others. Our staff members are the heart of this organization and I am proud to work alongside individuals who care so deeply about our customers and about each other. The culture we have built together - one rooted in respect, collaboration and service - is something very special and I look forward to helping it continue to grow.

Equally important to me is the community we serve. Humboldt County is not just where we do business - it is our home. I care deeply about the relationships we have built and the role we play in supporting local businesses, families and organizations. I believe strongly in keeping local dollars working here at home and in continuing to invest in the long-term success of our community.

As I step into this role, I do so with gratitude, optimism and a strong sense of responsibility. I am proud of what we have accomplished together and I am excited about what lies ahead. I look forward to continuing to build on our strong foundation while staying true to the values that have guided us for more than 20 years.

Thank you for your trust and support. It is a privilege to serve you.

Jennifer Budwig is the President of Redwood Capital Bank. She can be reached at (707) 444-9817 or via email at jbudwig@rdwo.com

Promotion for Meghann Broadstock

Redwood Capital Bank is pleased to announce the promotion of Meghann Broadstock to VP/Operations Administrator. In her new position, Meghann will oversee the Branch Managers, Central Branch Support and Facilities.

Meghann started working at RCB as an intern in high school. In 2008, Meghann returned from college and rejoined the RCB family. Meghann has worked extensively in the Operations department and Business Development. She most recently was the VP/Henderson Center Branch Manager and Commercial Loan Officer. Meghann is a graduate of Pacific Coast Banking School. She is active in the Rotary Club of SW Eureka and serves on the Board of Directors for the Eureka Chamber of Commerce. Meghann can be reached at (707) 444-9845 or via email at meghann@rdwo.com

RCB Administrative Offices Relocate

As Redwood Capital Bank continues to grow and evolve, we are pleased to announce the relocation of our Administrative Offices from the Eureka Main Branch to a new office at 332 Harris Street, Suite A in Henderson Center, Eureka. This move reflects our steady expansion and the increasing need for additional workspace to support our dedicated team and ongoing operations. This location does not provide banking services or accept deposits.

While our administrative functions will now be housed in this new location, our commitment to serving customers at our branch locations remains unchanged. This transition allows us to better position our staff for continued growth, collaboration and efficiency, ensuring we continue delivering the exceptional service our customers and community have come to expect.

UPCOMING BANK HOLIDAYS/ HOLIDAY HOURS

Monday, May 25:
Memorial Day*

Friday, June 19:
Juneteenth*

Monday, September 7
Labor Day*

* denotes closure

Bank Exterior Photos by Gary Todoroff

Dividend Update

The Redwood Capital Bancorp Board of Directors recently declared the 58th consecutive, quarterly cash dividend. The quarterly cash dividend was increased to $0.10 per share and was payable on May 11, 2026 to shareholders of record at the close of business on April 27, 2026. From March 31, 2025, to March 31, 2026, the increase in tangible book value combined with the $0.36 dividend payments resulted in a net increase of $3.46 per share of common stock. Market value for RWCB was $30.49 per share as of close of business March 31, 2026. For more information regarding investing in Redwood Capital Bancorp, visit: www.redwoodcapitalbank.com and click on Investor Relations. There you can access a list of market makers, and local financial advisors who can assist you in acquiring Redwood Capital Bancorp shares. For more information on the quarterly dividend, please contact CFO Renée Byers at (707) 444-9849 or via email at *rbyers@rdwo.com.*

Senior Management

Jennifer Budwig, President
John E. Dalby, CEO
Tammy Brown, SVP/CCO
Renée Byers, SVP/CFO
Stephanie Bye, SVP/CRO
Heather Bell, SVP/CIO

Board of Directors

J. William McAuley, Chairman
Steven M. Strombeck, Vice Chairman
Jennifer Budwig
Tyrone Champ
John E. Dalby
John J. Gierek, Jr.
Jennifer Harris
Benjamin McWhorter
W. Timothy Needham
K. Jeff Nelson
Michele Rieke

EUREKA BRANCH
402 G Street
Eureka, California 95501
(707) 444-9800

FORTUNA BRANCH
1075 S. Fortuna Blvd., Ste. A
Fortuna, California 95540
(707) 725-4722

ARCATA BRANCH
1315 G Street
Arcata, California 95521
(707) 826-0878

HENDERSON CENTER BRANCH
2816 F Street
Eureka, California 95501
(707) 444-9888

If you have ever used another financial institution's ATM to withdraw money from your account, chances are you paid a surcharge fee. We know these surcharges can add up, and that is why we joined an ATM network called the SUM Switch. It eliminates surcharges normally incurred when you use another institution's ATM*.

Now you can use hundreds of ATMs without paying costly surcharge fees. Just look for the SUM Switch logo when you are using another financial institution's ATM and you will know that you can receive money from your own account without extra fees*.

** Foreign ATM usage fee might still apply depending on your account type.*

redwoodcapitalbank.com
HOURS OF OPERATION
Monday - Thursday: 9:00 a.m.- 5:00 p.m.
Friday: 9:00 a.m.- 5:30 p.m.

MEMBER FDIC   EQUAL HOUSING LENDER