

Meridian Credit Union Reports 2025 Financial Results

Toronto, ON – March 31, 2026 – Meridian today reported its financial results for the year ended December 31, 2025. Meridian sustained profitability in 2025, in spite of elevated provisions for credit loss and a one-time, non-cash impairment charge related to an acquisition in 2016.

Income before provisions, impairment and taxes totaled \$185.0 million for the year ended December 31, 2025, compared to \$150.0 million or the year ended December 31, 2024, an increase of 23% over 2024.

Adjusted Net Income, excluding an impairment charge, for 2025 was \$80.4 million versus \$77.7 million for 2024. Adjusted Return on Membership Share Equity for the year ended December 31, 2025 was 3.7% (3.2% for the year ended December 31, 2024).

Meridian took an impairment charge of \$65.6 million, after tax, in 2025 with respect to the goodwill and intangibles arising from its 2016 acquisition of the OneCap equipment financing business. This was a one-time, non-cash charge and had no impact on regulatory capital. This reflected a reassessment of the carrying value based on current market conditions and valuations for comparable leasing businesses.

“Meridian sustained Adjusted Net Income year over year through continued revenue growth and improved operating efficiency” said Brian Wilson, Chief Financial Officer. “In spite of a credit environment that was and remains challenging”.

Net income, after the impairment charge, for the year ended December 31, 2025 was \$14.7 million and with a Return on Membership Share Equity of -2.9% compared to \$77.7 million and 3.2% for the year ended December 31, 2024.

Total revenue rose 12.1% to \$604.1 million in 2025 from \$538.8 million in 2024. Margins continued to improve as lower-margin mortgages from the COVID period renewed at higher current margins.

Provisions for credit losses increased to \$95.6 million in 2025 compared to \$67.3 million in 2024. Improved performance in the leasing portfolio was offset by higher provisions in the land development and construction sector as real estate values fell amidst a significant slowdown in the Ontario market.

Salaries and employee benefits increased from \$237.8 million in 2024 to \$263.3 million in 2025, largely driven by higher performance-related incentive compensation as revenues grew and operating efficiency improved.

Administration and other non-interest expenses increased by \$4.8 million to \$155.8 million in 2025 versus \$151.0 million in 2024, largely driven investments in technology.

The operating efficiency ratio improved to 69.4% in 2025 (72.2% in 2024), reflecting continued growth in revenues while managing operating costs.

Meridian continued building its core Tier 1 Capital Ratio, increasing to 11.9% in 2025 from 11.7% in 2024 through reduced exposure to higher risk-weighted assets.

For more detailed information on the financial results, please see the 2025 Audited Financial Statements, Management’s Discussion and Analysis and the Annual Report, please visit our website at www.meridiancu.ca.

SELECT FINANCIAL HIGHLIGHTS**For the year ended December 31**

(\$ thousands, except ratios)	2025	2024
Total revenue	604,119	538,823
Non-interest expenses	419,166	388,846
Income before provisions, impairment and taxes	184,953	149,977
Provision for (recovery of) credit losses	95,556	67,342
Adjusted income taxes	8,985	4,911
Adjusted net income	80,412	77,724
Impairment of goodwill and intangibles, net of taxes	65,670	-
Net income	14,742	77,724
Adjusted Return on Membership Share Equity	3.7%	3.2%
Return on Membership Share Equity	-2.9%	3.2%
Efficiency Ratio	69.4%	72.2%
Tier 1 Capital Ratio	11.9%	11.7%
Total Assets	27,313,862	26,488,072
Assets Under Administration	5,746,294	5,014,746
Total Equity	1,808,078	1,808,923

ABOUT MERIDIAN

Meridian is Ontario's largest credit union, and one of the largest in Canada. Guided by our purpose, "helping you achieve your best life," Meridian delivers personal, and wealth financial business solutions to over 380,000 Members. Our bold Meridian for Good strategy is aimed at helping people get access to the money and advice they need; plan for a better future that is clean, resilient, and diverse; and be financially confident. Meridian

has two operating subsidiaries: Meridian OneCap Credit Corp ("MOCC") and motusbank. For more information, please visit: meridiancu.ca.

We acknowledge the land on which we operate is the traditional territory of many nations including the Mississaugas of the Credit, the Anishinaabe, the Chippewa, the Haudenosaunee and the Wendat peoples and now home to many diverse First Nations, Inuit, and Métis. We also acknowledge that Toronto is covered by Treaty 13 with the Mississaugas of the Credit.

For more information, contact the media department:

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