



QUARTERLY REPORT TO SHAREHOLDERS September 30, 2021

OFFICE LOCATIONS

Blackfoot Admin/Branch Office
188 W Judicial St (PO Box 985)
Blackfoot, ID 83221
(208) 785-1510

Rexburg Branch Office
1586 N 2nd E
Rexburg, ID 83440
(208) 356-5479

American Falls Branch Office
2883 Highway 39
American Falls, ID 83211
(208) 226-5251

Twin Falls Branch Office
Suite 100A, 1096 Eastland Drive North
Twin Falls, ID 83301
(208) 734-0635

DIRECTORS, OFFICERS AND STAFF

BOARD OF DIRECTORS

Ken Black, Chairman..... Burley
Twain S. Hayden, Vice Chairman.....Arbon
Scott R. Giltner Jerome
Ryan Mathews.....Blackfoot
Wendy Pratt.....Blackfoot
Bruce Ricks Sugar City
Dennis W. Snarr Idaho Falls

OFFICERS

Marc Fannesbeck..... President and CEO
Jim Chase..... Secretary and CFO
Adam C. Jensen.... Executive Vice President and CCO
Kirk Powell Vice President of Capital Markets
Katie Wallace..... Vice President of Human Resources
Dana Wood..... Vice President of Operations
Ryan Funk Vice President and CIO

HEADQUARTERS STAFF

Jan Gamble Senior Operations Assistant
Echo Wren..... Operations Assistant
Travis Crook.IT Technician

AUDIT COORDINATOR

Meagan Reed Audit Coordinator

BRANCH STAFF

Blackfoot Branch Office (208) 785-1510
Katie Wallace Branch Manager
Avery Robertson Assistant Branch Manager
Carson Jacobs Credit Analyst
Jenny Callison Credit Support Specialist
Tenaia Giannini Operations Assistant
Hallie Mickelsen Operations Assistant

Rexburg Branch Office (208) 356-5479
Nick Bazil..... Branch Manager
Doug Eck..... Evaluation Manager and
Senior Loan Officer
Jared Ashcraft Loan Officer
Maguel Sommer..... Credit Analyst
Sam DeHart..... Operations Assistant
Tina Morton Senior Loan Processing Specialist

American Falls Branch Office (208) 226-5251
Dana Wood Branch Manager
Dylan Orr Credit Analyst
Rob Acevedo..... Credit Analyst
Cyndi Campbell..... Operations Assistant
Maxine Olson Operations Assistant
Meagan Reed..... Loan Processing Specialist

Twin Falls Branch Office (208) 734-0635
Tianna Fife Branch Manager
Sean Zaugg..... Senior Loan Officer
Dave Scott..... Loan Officer
Kaylie Collins Credit Support Specialist
Nicolette Mikesell Operations Assistant



REPORT OF MANAGEMENT

The consolidated financial statements of Idaho AgCredit, ACA and its wholly owned subsidiaries Idaho AgCredit, FLCA and Idaho AgCredit, PCA (collectively Idaho AgCredit) are prepared by management, which is responsible for their integrity and objectivity, including amounts that must necessarily be based on judgments and estimates. The consolidated financial statements have been prepared in conformity with generally accepted accounting principles appropriate under the circumstances and under the oversight of the Audit Committee (comprised of all board members), and in the opinion of management, fairly present the financial condition and results of operations of Idaho AgCredit.

To meet its responsibility for reliable financial information, management depends on Idaho AgCredit's accounting and internal control systems, which have been designed to provide reasonable, but not absolute, assurance that assets are safeguarded and that transactions are properly authorized and recorded. The systems have been designed to provide the information to facilitate the recognition of costs in relation to benefits derived. To monitor compliance, Idaho AgCredit's staff, contract auditors, CoBank, ACB (CoBank) and an independent accounting firm perform reviews of the accounting records, review accounting systems and internal controls, and recommend improvements as appropriate.

The 2020 consolidated financial statements of Idaho AgCredit were audited by Wipfli LLP, certified public accountants (CPAs), who also conducted a review of the accounting records and such other auditing procedures as they considered necessary to comply with generally accepted auditing standards. A copy of their report was presented in the 2020 Annual Report to Shareholders (Annual Report).

The activities of Idaho AgCredit are also reviewed by the Farm Credit Administration (FCA), and certain actions of Idaho AgCredit are subject to approval by CoBank. Certain actions of CoBank are also subject to FCA approval. The annual and quarterly reports of Idaho AgCredit and CoBank are available upon request at no cost at Idaho AgCredit's administrative and branch offices, or on the websites at www.idahoagcredit.com and www.cobank.com, respectively.


The Board of Directors and Audit Committee have overall responsibility for Idaho AgCredit's systems of internal control and financial reporting. In connection with this obligation, each consults regularly with management and periodically reviews the scope and results of work performed by the CPAs. The CPAs also have direct access to the Board of Directors and Audit Committee.

The undersigned hereby certify that this report has been reviewed and 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 the undersigned's knowledge and belief.


Ken Black
Board Chairman


Marc Fannesbeck
President and CEO


Dennis Snarr
Audit Committee Chairman


Jim Chase
Secretary and CFO

October 20, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Overview and Economic Conditions:

The following discussion summarizes the financial position and results of operations of Idaho AgCredit for the three months ended September 30, 2021, with comparisons to prior periods. You should read these comments along with the accompanying financial statements and footnotes and the 2020 Annual Report to Shareholders. The accompanying financial statements were prepared under the oversight of the Audit Committee.

Economic conditions for the three months ended September 30, 2021 reflected commodity prices above breakeven for wheat, barley, alfalfa, beef cattle, milk and sugar beets. Projected prices for 2021 reflect moderate prices, especially given drastic economic changes and consumption habits which have changed due to the COVID-19/Coronavirus pandemic. Due to the uncertain nature of COVID-19 changes to consumption habits and market changes, it is too soon to accurately predict commodity prices in the near term. Most operations have sufficient diversification to weather short cycles of below breakeven prices for one or two commodities, but these operations may have to make difficult choices regarding machinery replacement and containment of operating costs. Water was adequate for 2021 and is uncertain for 2022. Agricultural real estate prices appear to be steady. The increases in real estate values in the last several years could lead to increased loan risk on those operations which purchased higher cost land if real estate values and rental rates decrease. Idaho AgCredit's net income reflects the strong economic success of its customers.

Loan Portfolio:

Gross loan volume as of September 30, 2021 increased \$1,290,025 from \$324,528,325 at the prior quarter end to \$325,818,350, and increased \$15,825,210 compared to the same quarter in the prior year. The current quarter change in loan volume reflected seasonal changes in operating loan volume and net new commercial and mortgage loan volume. The increase in gross loan volume from the prior year reflects a net decrease in commercial loans and an increase in mortgage and mortgage purchased participation loans with other lenders.

Nonaccrual loan volume at September 30, 2021 was \$660,496, or .20% of gross loan volume, compared to \$1,506,988, or .49% on the same date in the prior year. Idaho AgCredit's total loan portfolio is presently graded 98.7% acceptable and OAEM compared to 98.7% acceptable and OAEM in the prior year. Idaho AgCredit's long-term goal for acceptable and OAEM credit remains at 90.0% or better.

Idaho AgCredit had no net investment in other property owned (aka acquired property) at September 30, 2021, which was the same as on the same date in the prior year. Idaho AgCredit's investment in accrual sales contracts at September 30, 2021 was \$36,163 compared to \$46,543 in the prior year. Idaho AgCredit's ratio of liabilities to net worth at September 30, 2021 was 4.05:1 compared to 4.08:1 the prior year. This ratio change (which reflects that total liabilities have decreased in proportion to net worth) has been caused by retained earnings growing faster in proportion to loan volume growth and the change in the corresponding debt with CoBank.

Results of Operations:

Idaho AgCredit's net income of \$1,467,925 for the quarter was up \$119,842 compared to the same quarter in the prior year. The net interest income after the provision for losses of loan principal and commitment for the quarter was \$180,282 higher than the same period in the prior year due to an increase in net interest income of \$147,489 and a decrease in the net provision for loan losses of \$32,793. Noninterest income for the quarter was \$28,890 higher than the prior year, primarily due to an increase in patronage from CoBank of \$65,000, a decrease in loan fees of \$36,271 due to lower government program loan origination fees and less demand for interest rate conversions, and a net increase of \$161 in financially related service income and other noninterest income. Noninterest expenses for the quarter were \$137,330 higher than the prior year due to the increase in salaries and benefits of \$28,458, an increase of \$4,011 in director compensation, a decrease in occupancy of \$3,301, an increase in purchased services of \$1,858, an increase in Farm Credit Insurance Fund premiums of \$32,000, an increase in supervisory and examination costs of \$525 and a net increase in all other noninterest expenses of \$73,779. The provision for income taxes was \$48,000 lower than the prior year due to excess prepayments of prior taxes and a lower estimate of income taxes.

The Allowance for Loan Losses account balance at September 30, 2021 totaled \$1,534,205 or .47% of gross loan volume compared to an allowance of \$1,583,542 or .52% of gross loan volume for the same date in the prior year. This decrease of \$49,337 from the prior year primarily reflects normal changes in credit quality and loan volume. After assessing the relative risk based upon economic conditions, historical annual loan loss experience and potential future losses, management believes the allowance for loan losses adequately covers the inherent risk in the loan portfolio. Ultimate losses which may be experienced by Idaho AgCredit depend upon the impact of future commodity prices,

real estate values, government subsidy and disaster programs, weather-related occurrences, operating decisions and public policy. These same factors may also generate recoveries of losses previously recognized.

Capital Resources:

Shareholders' equity at September 30, 2021 was \$68,606,045, which increased \$4,718,642 from \$63,887,403 at December 31, 2020. This increase is due to net income plus net stock and cash patronage changes. Since January 1, 2005, Idaho AgCredit's stock requirement has been the minimum allowed by regulation, which is the lesser of 2% of the outstanding principal balance or \$1,000 per customer. Idaho AgCredit's capital amounts, categories and ratios at September 30, 2021 exceeded the FCA minimum regulatory requirements which became effective January 1, 2017.

CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	September 30, 2021 Unaudited	December 31, 2020 Audited	September 30, 2020 Unaudited
ASSETS			
Loans	\$325,818,350	\$312,180,361	\$309,993,140
Less allowance for loan losses	1,534,205	1,583,542	1,596,990
Net loans	324,284,145	310,596,819	308,396,150
Cash	1,528,349	2,984,233	2,484,723
Accrued interest receivable	5,650,510	4,576,338	5,591,780
Investment in CoBank	10,966,466	10,966,466	10,966,466
Premises and equipment, net	1,307,703	1,357,424	1,287,850
Other property owned	0	0	0
Prepaid pension expense	1,213,082	911,426	770,378
Deferred tax asset, net	32,000	32,000	101,000
Other assets	1,138,873	1,330,994	803,610
Total assets	\$346,121,128	\$332,755,700	\$330,401,957
LIABILITIES			
Note payable to CoBank	\$262,112,408	\$257,350,434	\$257,152,051
Advance conditional payments	14,083,778	7,517,043	7,051,392
Accrued interest payable	400,720	456,339	474,287
Patronage distributions payable	0	2,808,643	0
Reserve for losses on loan commitment	74,807	62,883	65,784
Other liabilities	843,370	672,955	594,097
Total liabilities	\$277,515,083	\$268,868,297	\$265,337,611
Commitments and Contingencies (See Notes)			
SHAREHOLDERS' EQUITY			
Capital stock and participation certificates	\$515,985	\$481,320	\$505,785
Allocated retained earnings (Memo Nonqualified)	24,303,750	22,380,647	22,380,647
Unallocated retained earnings	43,786,310	41,025,436	42,177,914
Accumulated other comprehensive income/(loss)	0	0	0
Total shareholders' equity	\$68,606,045	\$63,887,403	\$65,064,346
Total liabilities and shareholders' equity	\$346,121,128	\$332,755,700	\$330,401,957

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

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2021	2020	2021	2020
INTEREST INCOME				
Loans	\$3,450,118	\$3,475,528	\$10,121,559	\$10,278,491
Total interest income	3,450,118	3,475,528	10,121,559	10,278,491
INTEREST EXPENSE				
Notes payable to CoBank	1,160,171	1,335,363	3,421,911	4,241,663
Advance conditional payments	11,352	9,059	32,501	57,861
Total interest expense	1,171,523	1,344,422	3,454,412	4,299,524
Net interest income	2,278,595	2,131,106	6,667,147	5,978,967
(Provision for) or Reversal of loan losses and reserves	17,936	(14,857)	86,050	(37,854)
Net interest income after (provision)/reversal	2,296,531	2,116,249	6,753,197	5,941,113
NONINTEREST INCOME				
Patronage distributions from CoBank	299,000	234,000	850,115	636,299
Patronage distributions from other Farm Credit Inst.	0	0	74,665	137,313
Loan fees	75,275	111,546	630,214	521,279
Financially related services income	400	550	2,158	2,828
Other noninterest income	1,299	988	3,905	4,310
Total Noninterest Income	375,974	347,084	1,561,057	1,302,029
NONINTEREST EXPENSE				
Salaries and employee benefits	796,742	768,284	2,464,499	2,289,782
Director's Compensation	11,043	7,032	36,490	25,775
Occupancy and equipment	32,795	36,096	109,922	116,285
Farm Credit Insurance Fund premiums	92,000	60,000	259,000	75,336
Supervisory and examination costs	26,032	25,507	89,866	86,669
Purchased Services	88,721	86,863	217,643	209,199
Data processing services	2,430	2,430	7,290	7,290
Losses/(Gains) on other property owned, net	0	0	0	0
Other noninterest expense	154,817	81,038	427,729	307,330
Total noninterest expense	1,204,580	1,067,250	3,612,439	3,117,666
Income (loss) before income taxes	1,467,925	1,396,083	4,701,815	4,125,476
(Provision for)/Benefit from income taxes	0	(48,000)	(14,000)	(144,000)
Net Income/Comprehensive income	\$1,467,925	\$1,348,083	\$4,687,815	\$3,981,476

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

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

	Capital Stock and Participation Certificates	Memo Allocated Retained Earnings	Unallocated Retained Earnings	Total Shareholders' Equity
Balance at December 31, 2019	\$433,760	\$20,882,039	\$39,695,046	\$61,010,845
Net income/Comprehensive Income		1,498,608	2,482,868	3,981,476
Stock issued	156,510			156,510
Stock retired	(84,485)			(84,485)
Other (rounding)		0	0	0
Balance at September 30, 2020	\$505,785	\$22,380,647	\$42,177,914	\$65,064,346
Balance at December 31, 2020	\$481,320	\$22,380,647	\$41,025,436	\$63,887,403
Net income/Comprehensive Income		1,923,103	2,764,712	4,687,815
Stock issued	139,110			139,110
Stock retired	(104,445)			(104,445)
Patronage Distributions (Cash)			(3,838)	(3,838)
Other (rounding)		0	0	0
Balance at September 30, 2021	\$515,985	\$24,303,750	\$43,786,310	\$68,606,045

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**Note 1 – Organization and Significant Accounting Policies:**

A description of the organization and operations of Idaho AgCredit, ACA (Idaho AgCredit), the significant accounting policies followed, and the financial condition and results of operations as of and for the year ended December 31, 2020, are contained in the 2020 Annual Report to Shareholders (Annual Report). The accompanying unaudited third-quarter 2021 financial statements have been prepared in accordance with the accounting principles generally accepted in the U.S. (GAAP) for interim financial information. Accordingly, they do not include all the disclosures required by GAAP for annual financial statements and should be read in conjunction with the audited financial statements as of and for the year ended December 31, 2020, as contained in the Annual Report.

In the opinion of management, the unaudited financial information is complete and reflects all adjustments necessary for a fair statement of results for the interim periods. The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The results of operations for interim periods are not necessarily indicative of the results to be expected for the full year ending December 31, 2021. Descriptions of the significant accounting policies are included in the Annual Report. In the opinion of management, these policies and the presentation of the interim financial condition and results of operations conform with GAAP and prevailing practices within the banking industry.

In January 2021, the FASB issued an update whereby certain derivative instruments may be modified to change the rate used for margining, discounting, or contract price alignment. An entity may elect to apply the new amendments on a full retrospective basis as of any date from the beginning of an interim period that includes or is subsequent to March 12, 2020, or on a prospective basis to new modifications from any date within an interim period that includes or is subsequent to the date of the update, up to the date that financial statements are available to be issued. These amendments do not apply to contract modifications made or new hedging relationships entered into after December 31, 2022, and existing hedging relationships evaluated for effectiveness in periods after December 31, 2022. The institution adopted the guidance in the first quarter 2021 and the impact was not material to the institution's financial condition or results of operations.

In March 2020, the Financial Accounting Standards Board (FASB) issued guidance entitled "Facilitation of the Effects of Reference Rate Reform on Financial Reporting." The guidance provides optional expedients and exceptions for applying GAAP to contracts, hedging relationships and other transactions affected by reference rate reform. The guidance simplifies the accounting evaluation of contract modifications that replace a reference rate affected by reference rate reform and contemporaneous modifications of other contracts related to the replacement of the reference rate. With respect to hedge accounting, the guidance allows amendment of formal designation and documentation of hedging relationships in certain circumstances as a result of reference rate reform and provides additional expedients for different types of hedges, if certain criteria are met. The optional amendments are effective as of March 12, 2020, through December 31, 2022. The institution applied the optional accounting expedients available under the guidance to derivative contract modifications related to the LIBOR transition in the first quarter of 2021. The impact of adoption was not material to the institution's financial condition or its results of operations.

In June 2016, FASB issued guidance entitled "Measurement of Credit Losses on Financial Instruments." The guidance replaces the current incurred loss impairment methodology with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. Credit losses relating to available-for-sale securities would also be recorded through an allowance for credit losses. For public business entities that are not U.S. Securities and Exchange Commission filers this guidance was to become effective for interim and annual periods beginning after December 15, 2020, with early application permitted. In November 2019, the FASB issued an update that amends the mandatory effective date for this guidance for certain institutions. The change resulted from a change in the effective date philosophy that extends and simplifies the adoption by staggering the dates between large public entities and other entities. As a result of the change, the new credit loss standard, for those institutions qualifying for the delay, becomes effective for interim and annual reporting periods beginning after December 15, 2022, with early adoption permitted. The institution qualifies for the delay in the adoption date. The institution continues to evaluate the impact of adoption on its financial condition and its results of operations.

Certain amounts in the prior period's financial statements have been reclassified to conform to the current period's financial statement presentation. The reclassified amounts include splitting allocated retained earnings (memo

nonqualified) from unallocated retained earnings. The amounts shown as allocated retained earnings are considered to be permanently invested in the Association.

Idaho AgCredit may have loans in the categories of real estate mortgage, production and intermediate term, agribusiness (which may be further broken down into loans to cooperatives, processing and marketing and farm related business), rural infrastructure, rural residential real estate, energy and other. Only those categories for which Idaho AgCredit had loans are shown in these schedules.

Note 2 – Loans and Allowance for Loan Losses:

A summary of loans (excluding related accrued interest) follows:

Loans	September 30, 2021	December 31, 2020
Real estate mortgage	\$219,662,642	\$200,010,999
Production and intermediate term	92,406,591	96,714,053
Agribusiness	11,094,493	11,830,430
Communication	2,654,624	1,644,879
Energy	0	1,980,000
Total loans	\$325,818,350	\$312,180,361

Idaho AgCredit purchases or sells participation interests with other parties in order to diversify risk, manage loan volume and comply with Farm Credit Administration regulations. All of Idaho AgCredit's participations purchased and participations sold are with other Farm Credit Institutions. The following table presents information regarding participations purchased and sold (excluding related accrued interest) as of September 30, 2021:

Participation Loans	Other Farm Credit Institutions	
	Purchased	Sold
Real estate mortgage	\$39,864,098	\$17,135,598
Production and intermediate term	1,260,395	2,622,803
Agribusiness	4,112,639	0
Communication	2,654,624	0
Energy	0	0
Total	\$47,891,756	\$19,758,401

Nonperforming assets (including related accrued interest) and related credit quality statistics are as follows:

	September 30, 2021	December 31, 2020
<u>Nonaccrual loans:</u>		
Real estate mortgage	\$191,402	\$2,000
Production and Intermediate term	469,094	835,402
Agribusiness	0	0
Communication	0	0
Energy	0	0
Total nonaccrual loans	\$660,496	\$837,402
<u>Accruing restructured loans:</u>		
Total accruing restructured loans	\$0	\$0
<u>Accruing loans 90 days or more past due:</u>		
Real estate mortgage	\$0	\$0
Production and Intermediate term	0	0
Agribusiness	0	0
Communication	0	0
Energy	0	0
Total accruing loans 90 days or more past due	\$0	\$0
Total nonperforming loans	\$660,496	\$837,402
Other property owned	0	0
Total nonperforming assets	\$660,496	\$837,402

The following table shows loans and related accrued interest classified under the Farm Credit Administration Uniform Loan Classification System as a percentage of total loans and related accrued interest receivable by loan type as of:

	September 30, 2021	December 31, 2020
Real estate mortgage		
Acceptable	97.7%	97.0%
OAEM	1.3%	1.8%
Substandard	1.0%	1.2%
Doubtful	0.0%	0.0%
	100.0%	100.0%
Production and intermediate term		
Acceptable	94.6%	96.2%
OAEM	3.2%	2.5%
Substandard	1.9%	1.0%
Doubtful	0.3%	0.3%
	100.0%	100.0%
Agribusiness		
Acceptable	100.0%	93.9%
OAEM	0.0%	6.1%
Substandard	0.0%	0.0%
Doubtful	0.0%	0.0%
	100.0%	100.0%
Communication		
Acceptable	100.0%	100.0%
OAEM	0.0%	0.0%
Substandard	0.0%	0.0%
Doubtful	0.0%	0.0%
	100.0%	100.0%
Energy		
Acceptable	0.0%	100.0%
OAEM	0.0%	0.0%
Substandard	0.0%	0.0%
Doubtful	0.0%	0.0%
	0.0%	100.0%
Total loans		
Acceptable	96.9%	96.7%
OAEM	1.8%	2.2%
Substandard	1.2%	1.0%
Doubtful	0.1%	0.1%
	100.0%	100.0%

The recorded investment in loan receivables is the face amount increased or decreased by applicable accrued interest and unamortized premium, discount, finance charges, or acquisition costs and may also reflect a previous direct write-

down of the investment. The following tables provide an age analysis of past due loans (including accrued interest) as of:

(Dollars in Thousands)	30-89 Days Past Due	90 Days or More Past Due	Total Past Due	Not Past Due or <30 Days Past Due	Total Loans	90 Days or More Past Due and Accruing
September 30, 2021						
Real estate mortgage	\$341	\$0	\$341	\$223,798	\$224,139	\$0
Production and intermediate term	0	0	0	93,415	93,415	0
Agribusiness	0	0	0	11,239	11,239	0
Communication	0	0	0	2,676	2,676	0
Energy	0	0	0	0	0	0
Total	\$341	\$0	\$341	\$331,128	\$331,469	\$0
December 31, 2020						
Real estate mortgage	\$702	\$0	\$702	\$202,730	\$203,432	\$0
Production and intermediate term	174	371	545	97,135	97,680	0
Agribusiness	0	0	0	11,997	11,997	0
Communication	0	0	0	1,665	1,665	0
Energy	0	0	0	1,983	1,983	0
Total	\$876	\$371	\$1,247	\$315,510	\$316,757	\$0

Additional impaired loan information is as follows:

Impaired Loans	At September 30, 2021			At December 31, 2020		
	Recorded Investment	Contractual Principal Balance	Related Specific Allowance	Recorded Investment	Contractual Principal Balance	Related Specific Allowance
<u>With a related allowance:</u>						
Real estate mortgage	\$0	\$0	\$0	\$0	\$0	\$0
Production and intermediate term	295,053	312,378	272,763	302,253	312,378	275,654
Agribusiness	0	0	0	0	0	0
Energy	0	0	0	0	0	0
Total	\$295,053	\$312,378	\$272,763	\$302,253	\$312,378	\$275,654
<u>With no related allowance:</u>						
Real estate mortgage	\$191,402	\$195,921	\$0	\$2,000	\$72,522	\$0
Production and intermediate term	174,041	180,403	0	533,149	708,450	0
Agribusiness	0	0	0	0	0	0
Energy	0	0	0	0	0	0
Total	\$365,443	\$376,324	\$0	\$535,149	\$780,972	\$0
<u>Total impaired loans:</u>						
Real estate mortgage	\$191,402	\$195,921	\$0	\$2,000	\$72,522	\$0
Production and intermediate term	469,094	492,781	272,763	835,402	1,020,828	275,654
Communication	0	0	0	0	0	0
Energy	0	0	0	0	0	0
Total	\$660,496	\$688,702	\$272,763	\$837,402	\$1,093,350	\$275,654

(Dollars in Thousands) Impaired Loans	For the Quarter Ended				For the Nine Months Ended			
	September 30, 2021		September 30, 2020		September 30, 2021		September 30, 2020	
	Average Impaired Loans	Interest Income Recognized	Average Impaired Loans	Interest Income Recognized	Average Impaired Loans	Interest Income Recognized	Average Impaired Loans	Interest Income Recognized
<u>With a related allowance:</u>								
Real estate mortgage	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Prod. and intermediate term	296	0	304	0	299	0	306	0
Agribusiness	0	0	0	0	0	0	0	0
Communication	0	0	0	0	0	0	0	0
Energy	0	0	0	0	0	0	0	0
Total	\$296	\$0	\$304	\$0	\$299	\$0	\$306	\$0
<u>With no related allowance:</u>								
Real estate mortgage	\$192	\$0	\$90	\$6	\$167	\$0	\$427	\$6
Prod. and intermediate term	174	0	1,115	0	215	251	1,233	1
Agribusiness	0	0	0	0	0	0	0	0
Communication	0	0	0	0	0	0	0	0
Energy	0	0	0	0	0	0	0	0
Total	\$366	\$0	\$1,205	\$6	\$382	\$251	\$1,660	\$7
<u>Total impaired loans:</u>								
Real estate mortgage	\$192	\$0	\$90	\$6	\$167	\$0	\$427	\$6
Prod. and intermediate term	470	0	1,419	0	514	251	1,539	1
Agribusiness	0	0	0	0	0	0	0	0
Communication	0	0	0	0	0	0	0	0
Energy	0	0	0	0	0	0	0	0
Total	\$662	\$0	\$1,509	\$6	\$681	\$251	\$1,966	\$7

A summary of changes in the allowance for loan losses and period end recorded investment in loans is as follows:

	Beginning Balance	Charge-offs	Recoveries	Provision for Loan Losses/ (Loan Loss Reversals)	Ending Balance
June 30, 2021 to September 30, 2021					
Real estate mortgage	\$578,785	\$0	\$0	(\$13,333)	\$565,452
Production and intermediate term	926,314	0	0	516	926,830
Agribusiness	36,450	0	0	(10,061)	26,389
Communication	7,263	0	0	8,271	15,534
Energy	0	0	0	0	0
Total	\$1,548,812	\$0	\$0	(\$14,607)	\$1,534,205
June 30, 2020 to September 30, 2020					
Real estate mortgage	\$604,329	\$0	\$0	\$3,123	\$607,452
Production and intermediate term	945,214	0	0	(145)	945,069
Agribusiness	28,498	0	0	6,169	34,667
Communication	0	0	0	7,402	7,402
Energy	2,400	0	0	0	2,400
Total	\$1,580,441	\$0	\$0	\$16,549	\$1,596,990
December 31, 2020 to September 30, 2021					
Real estate mortgage	\$589,497	\$0	\$0	(24,045)	\$565,452
Production and intermediate term	947,232	0	48,637	(69,039)	926,830
Agribusiness	37,035	0	0	(10,646)	26,389
Communication	7,402	0	0	8,132	15,534
Energy	2,376	0	0	(2,376)	0
Total	\$1,583,542	\$0	\$48,637	(\$97,974)	\$1,534,205
December 31, 2019 to September 30, 2020					
Real estate mortgage	\$554,147	\$0	\$0	\$53,305	\$607,452
Production and intermediate term	997,319	0	0	(52,250)	945,069
Agribusiness	21,327	0	0	13,340	34,667
Communication	0	0	0	7,402	7,402
Energy	0	0	0	2,400	2,400
Total	\$1,572,793	\$0	\$0	\$24,197	\$1,596,990

A summary of recorded investment (including accrued interest) for allowance evaluations is as follows:

	Allowance for Loan Losses		Recorded Investments in Loans Outstanding	
	Individually evaluated for impairment	Collectively evaluated for impairment	Individually evaluated for impairment	Collectively evaluated for impairment
September 30, 2021				
Real estate mortgage	\$0	\$565,452	\$191,402	\$223,947,050
Production and intermediate term	272,763	654,067	469,094	92,946,593
Agribusiness	0	26,389	0	11,238,614
Communication	0	15,534	0	2,676,107
Energy	0	0	0	0
Total	\$272,763	\$1,261,442	\$660,496	\$330,808,364
December 31, 2020				
Real estate mortgage	\$0	\$589,497	\$2,000	\$203,429,750
Production and intermediate term	275,654	671,577	835,402	96,844,620
Agribusiness	0	37,036	0	11,996,901
Communication	0	7,402	0	1,665,211
Energy	0	2,376	0	1,982,815
Total	\$275,654	\$1,307,888	\$837,402	\$315,919,297
September 30, 2020				
Real estate mortgage	\$0	\$607,452	\$88,602	\$202,663,450
Production and intermediate term	277,454	667,615	1,418,386	95,372,184
Agribusiness	0	34,667	0	12,378,600
Communication	0	7,402	0	1,660,871
Energy	0	2,400	0	2,002,826
Total	\$277,454	\$1,319,536	\$1,506,988	\$314,077,931

There were no loans acquired which had credit quality that had deteriorated since origination for the periods shown.

A restructuring of debt constitutes troubled debt restructuring if the creditor for economic or legal reasons related to the debtor's financial difficulties grants a concession to the debtor that it would not otherwise consider. Idaho AgCredit had no troubled debt restructurings that occurred during the years represented in these statements.

Note 3 – Capital:

There have not been any significant capitalization bylaw changes or significant other capitalization plan or status changes since the date of the Annual Report and Idaho AgCredit is in compliance with FCA capital regulations.

Note 4 – Income Taxes:

There have not been any significant changes in the composition or valuation of tax assets or liabilities since the date of the Annual Report.

Note 5 – Contingent Liabilities and Litigation:

Idaho AgCredit has various commitments outstanding and contingent liabilities, as described in Note 14 "Commitments and Contingencies" of the Annual Report. There have not been any significant changes related to this subject area since that report, other than normal seasonal and operational variations in the amounts of outstanding commitments and deposit balances. There are no legal actions pending against Idaho AgCredit.

Note 6 – Whistleblower Notices:

Idaho AgCredit has established a whistleblower program to encourage reporting by any employee, customer or member of the public about any improper accounting or other activity to the Association's Audit Committee. Details about the whistleblower program and contact information for making whistleblower complaints are listed on the Association website at www.idahoagcredit.com.

Note 7 – Subsequent Events:

Idaho AgCredit has evaluated subsequent events through October 20, 2021, which is the date the financial statements were available to be issued.