Delhi Bank Corp. (DWNX)

Updated July 17th, 2026, by Nikolaos Sismanis

Key Metrics

Current Price:	$21.15	**5 Year Annual Expected Total Return:**	0.8%	**Market Cap:**	$71.4 M
Fair Value Price:	$18.00	**5 Year Growth Estimate:**	2.0%	**Ex-Dividend Date:**	09/30/26[1]
% Fair Value:	118%	**5 Year Valuation Multiple Estimate:**	-3.2%	**Dividend Payment Date:**	10/15/26
Dividend Yield:	1.9%	**5 Year Price Target**	$19.87	**Years Of Dividend Growth:**	23[2]
Dividend Risk Score:	C	**Sector:**	Financials	**Rating:**	Hold

Overview & Current Events

Delhi Bank Corp. is the holding company for The Delaware National Bank of Delhi, a community bank serving Delaware County, New York and nearby rural counties. Through its main office in Delhi, branches in Margaretville, Davenport, and Hobart, a loan office in Sidney, and an in-house trust services unit, it offers a full range of commercial and retail banking services. Its business is focused on local individuals and small businesses, with core products including deposit accounts, consumer and commercial loans, mortgages, debit card and ATM services, and trust and investment management. The bank operates in a rural market supported by light manufacturing, retail, and agricultural activity, and is regulated by the OCC, while the holding company is regulated by the Federal Reserve. The bank has a market cap of about $71.4 million.

On July 6th, 2026, Delhi Bank Corp. reported its Q2 results for the period ending June 30th, 2026. For the quarter, net income was $793,565, or $0.24 per share, up from $549,284, or $0.16 per share, in the prior-year period. Net interest income grew to $2.43 million from $2.10 million, as total interest income rose to $3.73 million while interest expense declined to $1.30 million from $1.36 million.

Noninterest income increased modestly to $419,347 from $404,652, while noninterest expense rose to $1.85 million from $1.80 million, mainly due to higher occupancy and equipment costs. Total assets rose to $382.2 million from $370.1 million, total deposits increased to $348.6 million from $338.2 million, and book value per share improved to $9.12 from $8.58. For FY2026, we forecast EPS of $0.90.

Growth on a Per-Share Basis

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2031
EPS	$0.44	$0.51	$0.78	$0.86	$0.68	$0.62	$0.76	$0.56	$0.50	$0.73	***$0.90***	***$0.99***
DPS	$0.32	$0.33	$0.34	$0.36	$0.37	$0.38	$0.38	$0.38	$0.38	$0.39	***$0.41***	***$0.45***
Shares[3]	3.1	3.1	3.1	3.2	3.2	3.3	3.4	3.4	3.4	3.4	***3.4***	***3.5***

Delhi Bank has a consistent track record of EPS growth, although that momentum has moderated in recent years. EPS grew from $0.44 in 2016 to $0.86 in 2019 as Delhi Bank steadily expanded loans, improved scale, and kept expenses under control, lifting net income from about $1.34 million to $2.72 million over that period. That trend stalled in 2020–2021. EPS fell to $0.68 in 2020 and $0.62 in 2021 as lower interest rates compressed asset yields and provision expense grew, even though the bank stayed profitable, grew loans and deposits, and benefited from PPP lending.

Results improved in 2022, with EPS rebounding to $0.76 as net income rose 26%, helped by stronger net interest income, lower provision expense, and continued loan growth. But that recovery faded in 2023–2024, when EPS slipped to $0.56 and then $0.50 as rapid Fed tightening pushed up funding costs and expenses. The rebound to $0.73 in 2025, along with stronger first-quarter 2026 earnings, suggests those pressures may be easing.

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[1] Estimated dates based on past dividend dates.
[2] The bank has raised its common dividend every year for at least the past 23 years. Our data only goes back to 2003, but the bank states that it has increased or maintained its dividend for 69 consecutive years, suggesting the track record may extend even further.
[3] In millions.

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Going forward, we expect EPS and the dividend to grow by about 2% per year, driven by modest loan growth, stable local deposits, and the bank's conservative community-banking model, offset by funding-cost pressure, limited scale, and a slow-growth rural market.

Valuation Analysis

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	Now	2031
Avg. P/E	25.5	22.8	16.3	16.3	22.1	26.8	24.6	34.2	39.5	28.1	***23.5***	***20.0***
Avg. Yld.	2.9%	2.8%	2.7%	2.6%	2.5%	2.3%	2.0%	2.0%	1.9%	1.9%	***1.9%***	***2.3%***

Delhi Bank's persistent P/E premium is fueled by the bank's long dividend growth streak and a "fortress" balance sheet that effectively turns the stock into a high-certainty bond proxy for local holders. While we have set a fair multiple at 20x, a figure we still consider quite expensive given that a traditional bank fundamentally warrants closer to 12x EPS, the stock's extreme illiquidity and overall trading history it unlikely that the market will ever drive it toward those rational industry levels. The "scarcity moat" and "trust premium" simply override standard fundamental math. Still, we expect valuation headwinds ahead.

Safety, Quality, Competitive Advantage, & Recession Resiliency

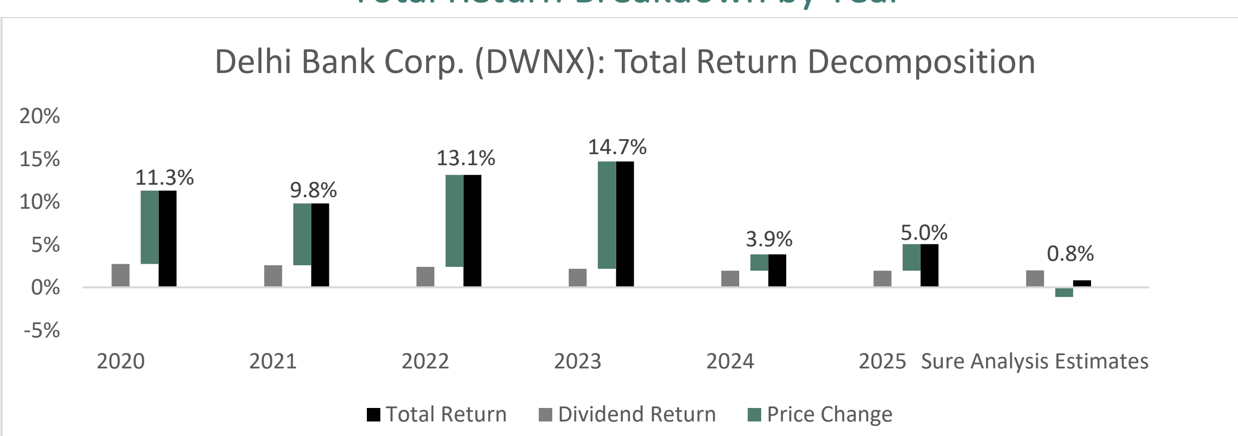
Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2031
Payout	73%	65%	44%	42%	54%	61%	50%	68%	76%	53%	***45%***	***45%***

Delhi Bank has a strong safety profile built on its virtually debt-free balance sheet that eliminates traditional insolvency risks. Its "Quality" is evidenced by its exceptional dividend history and a specialized agricultural lending focus that drives consistently high net profit margins. The bank's competitive advantage stems from a regional monopoly in Delaware County, NY, dating back to 1839, which secures a stable and exceptionally low-cost deposit base. Its resiliency was proven by its ability to increase payouts during both the 2008 Global Financial Crisis and 2023 regional banking turmoil, demonstrating a business model that thrives independently of broader market volatility. Still, we highlight that the stock is quite illiquid. Just about 1,000 shares get traded daily.

Final Thoughts & Recommendation

Delhi Bank features a defensive investment case defined by premier financial safety ratings, a relentless annual dividend growth trajectory, and a historic regional dominance that provides a structural competitive edge and proven resilience across various economic downturns. However, due to our soft growth expectations and the possibility of a valuation headwind even if the bank maintains a premium valuation, we believe the stock may struggle to produce meaningful returns in the coming years. We rate the stock a hold only due to its exceptional dividend history.

Total Return Breakdown by Year



Disclosure: This analyst has no position in the security discussed in this research report, and no plans to initiate one in the next 72 hours.

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Income Statement Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenue	10	10	11	12	11	11	11	14	15	16
D&A Exp.					0	0	0	0	0	
Operating Profit	2	3	3	3	2	2	3	2	2	3
Operating Margin	18.6%	24.1%	26.6%	28.4%	22.7%	23.5%	28.0%	16.9%	14.4%	19.6%
Net Profit	1	2	2	3	2	2	3	2	2	2
Net Margin	13.9%	15.1%	22.0%	23.0%	19.9%	19.2%	22.3%	13.8%	11.8%	15.9%
Free Cash Flow					3	2	2	3	2	
Income Tax	0	1	1	1	1	0	1	0	0	1

Balance Sheet Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total Assets	308	314	295	296	342	384	378	373	369	369
Cash & Equivalents	3	4	8	3	9	8	3	3	11	9
Goodwill & Int. Ass.	-	-	-	-	-	-	-	-	-	-
Total Liabilities	282	288	267	265	308	350	350	345	341	338
Long-Term Debt	0	0	0	0	0	0	0	0	0	0
Shareholder's Equity	26	26	28	31	34	34	28	28	28	
LTD/E Ratio	0.78	0.13	0.01	0.25	0.00	0.00	0.01	0.57	0.00	0.00

Profitability & Per Share Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Return on Assets	0.5%	0.5%	0.8%	0.9%	0.7%	0.6%	0.7%	0.5%	0.5%	0.7%
Return on Equity	5.1%	6.0%	8.9%	9.2%	6.7%	6.0%	8.3%	6.8%	6.1%	8.4%
ROIC	3.6%	4.1%	8.3%	8.1%	6.0%	5.9%	8.2%	5.3%	4.7%	8.3%
Shares Out.	3.1	3.1	3.1	3.2	3.2	3.3	3.4	3.4	3.4	3.4
Revenue/Share	3.35	3.38	3.54	3.85	1.72	3.23	3.40	4.08	4.27	
FCF/Share					0.43	0.48	0.66	0.94	0.74	

Note: All figures in millions of U.S. Dollars unless per share or indicated otherwise.