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WVS FINANCIAL CORP. ANNOUNCES NET INCOME AND EARNINGS PER SHARE FOR THE THREE AND SIX MONTHS ENDED DECEMBER 31, 2022

Pittsburgh, PA -- WVS Financial Corp. (NASDAQ: WVFC), the holding company for West View Savings Bank, today reported net income of \$497 thousand or \$0.29 per diluted share, for the three months ended December 31, 2022 as compared to \$330 thousand or \$0.19 per diluted share for the same period in 2021. The \$167 thousand or 50.6% increase in net income during the three months ended December 31, 2022 was primarily attributable to a \$303 thousand increase in net interest income, which was partially offset by a decrease in non-interest income of \$47 thousand, an increase of \$33 thousand in non-interest expense, a \$14 thousand increase in the provision of loan losses and an increase in income tax expense of \$42 thousand, when compared to the same period of 2021. The increase in net interest income was the result of a \$2.0 million increase in interest income which was partially offset by an \$1.7 million increase in interest expense for the three months ending December 31, 2022, when compared to the same period in 2021. The increase in interest income for the three months ended December 31, 2022 was primarily attributable to higher market yields earned on the Company's investment and mortgage-backed securities portfolio and higher average balances of mortgage-backed securities and Federal Home Loan Bank (FHLB) stock, which were partially offset by lower average balances of loans outstanding and investment securities when compared to the same period in 2021. The increase in interest expense for the three months ended December 31, 2022 was primarily attributable to higher rates paid on deposits and Federal Home Loan Bank (FHLB) advances and higher average balances of FHLB advances which were partially offset by lower average balances of time deposits when compared to the same period in 2021. The change in the provision for loan losses for the three months ended December 31, 2022 was primarily the result of lower average balances of loans outstanding and the absence of reversals of loan loss reserves attributable to the COVID-19 pandemic when compared to the same period in 2021. The increase in non-interest expense was primarily attributable to an increase of \$81 thousand in salaries and employee benefits partially offset by a decrease of \$37 thousand in occupancy and equipment and a \$10 thousand decrease in other non-interest expenses during the three months ended December 31, 2022 when compared to the same period of 2021. The decrease in total non-interest income was primarily the result of an \$39 thousand decrease in investment securities gains, a \$5 thousand decrease in ATM fee income and a \$3 thousand decrease in service charges on deposits during the quarter ended December 31, 2022, when compared to the same quarter of the prior year. The increase in income tax expense for the quarter ended December 31, 2022 was primarily due to higher taxable income, when compared to the same period of 2021.

Net income for the six months ended December 31, 2022 totaled \$929 thousand or \$0.55 per diluted share, as compared to \$601 thousand or \$0.35 per diluted share for the same period in 2021. The \$328 thousand or 54.6% increase in net income during the six months ended December 31, 2022 was primarily attributable to an \$515 thousand increase in net interest income and a \$30 thousand decrease in non-interest expense which were partially offset by a \$25 thousand increase in provision in loan losses, a \$95 thousand decrease in non-interest income, and a \$97 thousand increase in income tax expense when compared to the same period in 2021. The increase in net interest income during the six months ended December 31, 2022 was attributable to a \$3.0 million increase in interest income which was partially offset by a \$2.5 million increase in interest expense when compared to the same period in 2021. The increase in interest income was primarily the result of higher average yields on the Company's investment and mortgage-backed securities portfolios, higher average balances of mortgage-backed securities outstanding, and higher yields and average balances of FHLB stock holdings which were partially offset by lower average balances in the loan and investment portfolios, when compared to the same period in 2021. The change in the provision for loan losses for the six months ended December 31, 2022 was primarily attributable to lower average balances of loans outstanding and the absence of reversals of loan loss reserves attributable to the COVID-19 pandemic when compared to the same period in 2021. The increase in interest expense for the six months ended December 31, 2022 was primarily attributable to higher rates paid on time deposits and FHLB advances and higher average balances of FHLB advances outstanding which were partially offset by lower average time deposits outstanding when compared to the same period in 2021. The decrease in non-interest income was primarily attributable to a decrease of investment securities gains of \$78 thousand, a \$11 thousand decrease in ATM fee income and a \$6 thousand decrease in other non-interest income when compared to the prior year period. The \$30 thousand decrease in other non-interest expense was primarily attributable to lower occupancy and equipment costs of \$46 thousand, a \$18 thousand decrease in accounting services, an \$11 thousand decrease in electronic filing costs and \$5 thousand in data processing expense, which was partially offset by \$43 thousand increase in salaries and employee benefits when compared to the same period in 2021. The increase in income tax expense for the six months ended December 31, 2022 was primarily the result of higher levels of taxable income, when compared to the same period in 2021.

WVS Financial Corp. owns 100% of the outstanding common stock of West View Savings Bank. The Savings Bank is a Pennsylvania-chartered, FDIC savings bank, which conducts business from five offices located in the North Hills suburbs of Pittsburgh, Pennsylvania. The Bank wishes to thank our customers and host communities for allowing us to be their full service bank.

--TABLES ATTACHED--
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WVS FINANCIAL CORP. AND SUBSIDIARY
SELECTED CONSOLIDATED FINANCIAL DATA
(Dollars in thousands except per share data)

| | December 31, 2022 <u>(Unaudited)</u> | June 30, 2022 <u>(Unaudited)</u> |
|---|---|--|
| Total assets | \$ 376,606 | \$ 362,777 |
| Cash and Cash Equivalents | 3,774 | 4,113 |
| Certificates of Deposits | 846 | 350 |
| Investment securities available-for-sale | 100,455 | 129,763 |
| Investment securities held-to-maturity | 18,159 | 9,955 |
| Mortgage-backed securities held-to-maturity | 160,856 | 127,559 |
| Net loans receivable | 76,957 | 76,487 |
| Deposits | 148,988 | 151,174 |
| FHLB advances: short-term | 182,278 | 167,208 |
| FHLB advances: long-term, fixed-rate | - | 5,000 |
| FHLB advances: long-term variable-rate | - | - |
| Equity | 37,369 | 36,759 |
| Book value per share – Common Equity | 20.54 | 20.01 |
| Book value per share – Tier I Equity | 21.06 | 20.63 |
| Annualized Return on average assets | 0.51% | 0.35% |
| Annualized Return on average equity | 5.03% | 3.27% |
| Tier I leverage ratio | 10.43% | 10.30% |

WVS FINANCIAL CORP. AND SUBSIDIARY
SELECTED CONSOLIDATED OPERATING DATA
(In thousands except per share data)

| | Three Months Ended December 31, (Unaudited) | | Six Months Ended December 31, (Unaudited) | |
|---|---|---------------|---|---------------|
| | 2022 | 2021 | 2022 | 2021 |
| Interest income | \$ 3,312 | \$ 1,347 | \$ 5,686 | \$ 2,665 |
| Interest expense | 1,807 | 145 | 2,825 | 319 |
| Net interest income | 1,505 | 1,202 | 2,861 | 2,346 |
| Provision for loan losses | (8) | (22) | (11) | (36) |
| Net interest income after provision for loan losses | 1,513 | 1,224 | 2,872 | 2,382 |
| Non-interest income | 91 | 138 | 181 | 276 |
| Non-interest expense | 952 | 919 | 1,821 | 1,851 |
| Income before income tax expense | 652 | 443 | 1,232 | 807 |
| Income taxes | 155 | 113 | 303 | 206 |
| NET INCOME | \$ 497 | \$ 330 | \$ 929 | \$ 601 |
| EARNINGS PER SHARE: | | | | |
| Basic | \$ 0.29 | \$ 0.19 | \$ 0.55 | \$ 0.35 |
| Diluted | \$ 0.29 | \$ 0.19 | \$ 0.55 | \$ 0.35 |
| WEIGHTED AVERAGE SHARES OUTSTANDING: | | | | |
| Basic | 1,687,084 | 1,740,704 | 1,693,269 | 1,739,465 |
| Diluted | 1,687,084 | 1,740,704 | 1,693,269 | 1,739,465 |