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WVS FINANCIAL CORP. ANNOUNCES NET INCOME AND EARNINGS PER SHARE FOR THE THREE AND SIX MONTHS ENDED DECEMBER 31, 2023

Pittsburgh, PA -- WVS Financial Corp. (OTCQX: WVFC), the holding company for West View Savings Bank, today reported net income of \$287 thousand or \$0.18 per diluted share, for the three months ended December 31, 2023 as compared to \$497 thousand or \$0.29 per diluted share for the same period in 2022. The \$210 thousand or 42.3% decrease in net income during the three months ended December 31, 2023 was primarily attributable to a \$261 thousand decrease in net interest income and a decrease in credit provisions for loan losses of \$4 thousand, which were partially offset by a \$13 thousand decrease in non-interest expense, a \$4 thousand increase in non-interest income and a \$38 thousand decrease in income tax expense, when compared to the same period of 2022. The decrease in net interest income was the result of a \$776 thousand increase in interest expense which was partially offset by a \$515 thousand increase in interest income for the three months ending December 31, 2023, when compared to the same period in 2022. The increase in interest income for the three months ended December 31, 2023 was primarily attributable to a higher average balance of mortgage-backed securities and higher market yields earned on the Company's interest earnings assets, which were more than offset by lower average balances of investment securities, loans and Federal Home Loan Bank (FHLB) stock when compared to the same period in 2022. The increase in interest expense for the three months ended December 31, 2023 was primarily attributable to higher average balances of time deposits and Federal Reserve Bank (FRB) borrowings, offset by a lower average balance of FHLB advances, and higher rates paid on time deposits, FHLB and FRB borrowings when compared to the same period in 2022. The decrease in the provision for loan losses for the three months ended December 31, 2023 was primarily the result of lower average balances of loans outstanding when compared to the same period in 2022. The decrease in non-interest expense was primarily attributable to a decrease of \$26 thousand in salaries and employee benefits and an \$22 thousand decrease in provisions for off balance sheet items (e.g., loan commitments) which were partially offset by an increase of \$16 thousand in federal deposit insurance premiums, an \$11 thousand increase in ATM network expense, and a \$3 thousand increase in printing and office supply expenses during the three months ended December 31, 2023 when compared to the same period of 2022. The increase in total non-interest income for the quarter ended December 31, 2023 was primarily the result of higher earnings on bank owned life insurance when compared to the same period in 2022. The decrease in income tax expense for the quarter ended December 31, 2023 was primarily due to lower taxable income, when compared to the same period of 2022.

Net income for the six months ended December 31, 2023 totaled \$616 thousand or \$0.38 per diluted share, as compared to \$929 thousand or \$0.55 per diluted share for the same period in 2022. The \$313 thousand or 33.7% decrease in net income during the six months ended December 31, 2023 was primarily attributable to a \$323 thousand decrease in net interest income, a \$50 thousand increase in non-interest expense and a \$7 thousand decrease in the credit provision for loan losses, which were partially offset by a \$3 thousand increase in non-interest income, and a \$64 thousand decrease in income tax expense when compared to the same period in 2022. The decrease in net interest income during the six months ended December 31, 2023 was attributable to a \$2.2 million increase in interest expense which was partially offset by a \$1.9 million increase in interest income when compared to the same period in 2022. The increase in interest income for the six months ended December 31, 2023 was primarily attributable to higher yields earned on the Company's interest earning assets and higher average balances of mortgage-backed securities which were offset by lower average balances of investment securities, loans and FHL B stock when compared to the same period in 2022. The change in the provision for loan losses for the six months ended December 31, 2023 was primarily attributable to lower average balances of loans outstanding when compared to the same period in 2022. The increase in interest expense for the six months ended December 31, 2023 was primarily attributable to higher average balances of time deposits, FHLB advances and FRB borrowings outstanding and higher rates paid on time deposits, advances and borrowings when compared to the same period in 2022. The increase in non-interest income was primarily attributable to a \$6 thousand increase in earnings on bank-owned life insurance, a \$10 thousand increase in gain on disposal of assets, offset by a \$4 thousand decrease in service charges and a decrease of \$8 thousand in ATM fee income when compared to the prior year period. The \$50 thousand increase in non-interest expense was primarily attributable to a \$33 thousand increase in salary and compensation expense, a \$33 thousand increase in federal deposit insurance premiums, and a \$10 thousand increase in ATM network expense, which was partially offset by a \$19 thousand decrease in the provision for off-balance sheet commitments (e.g., outstanding loan commitments) and a \$5 thousand decrease in legal expense when compared to the same period in 2022. The decrease in income tax expense for the six months ended December 31, 2023 was primarily the result of a lower level of taxable income, when compared to the same period in 2022.

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, 2023 <u>(Unaudited)</u>	June 30, 2023 <u>(Unaudited)</u>
Total assets	\$ 361,443	\$ 362,839
Cash and Cash Equivalents	2,844	5,659
Certificates of Deposits	19,260	19,512
Investment securities available-for-sale	38,205	46,916
Investment securities held-to-maturity	17,602	18,160
Mortgage-backed securities held-to-maturity	195,047	184,470
Net loans receivable	72,585	73,138
Deposits	127,291	137,707
FHLB advances: short-term – fixed rate	3,460	10,664
FHLB advances: short-term variable rate	52,195	107,000
FRB advances	133,830	65,840
Equity	37,615	37,179
Book value per share – Common Equity	21.89	21.43
Book value per share – Tier I Equity	22.03	21.74
Annualized Return on average assets	0.32%	0.47%
Annualized Return on average equity	3.40%	4.60%
Tier, I leverage ratio	10.47%	10.35%

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)	
	2023	2022	2023	2022
Interest income	\$ 3,827	\$ 3,312	\$ 7,547	\$ 5,686
Interest expense	2,583	1,807	5,009	2,825
Net interest income	1,244	1,505	2,538	2,861
Provision for loan losses	(4)	(8)	(4)	(11)
Net interest income after provision for loan losses	1,248	1,513	2,542	2,872
Non-interest income	95	91	184	181
Non-interest expense	939	952	1,871	1,821
Income before income tax expense	404	652	855	1,232
Income taxes	117	155	239	303
NET INCOME	\$ 287	\$ 497	\$ 616	\$ 929
EARNINGS PER SHARE:				
Basic	\$ 0.18	\$ 0.29	\$ 0.38	\$ 0.55
Diluted	\$ 0.18	\$ 0.29	\$ 0.38	\$ 0.55
WEIGHTED AVERAGE SHARES OUTSTANDING:				
Basic	1,600,450	1,687,084	1,602,908	1,693,269
Diluted	1,600,450	1,687,084	1,602,908	1,693,269