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WVS FINANCIAL CORP. ANNOUNCES NET INCOME AND EARNINGS PER SHARE FOR THE THREE AND NINE MONTHS ENDED MARCH 31, 2024

Pittsburgh, PA -- WVS Financial Corp. (OTCQX: WVFC), the holding company for West View Savings Bank, today reported net income of \$397 thousand or \$0.25 per diluted share, for the three months ended March 31, 2024 as compared to \$426 thousand or \$0.25 per diluted share for the same period in 2023. The \$29 thousand or 6.8% decrease in net income during the three months ended March 31, 2024 was primarily attributable to a \$37 thousand increase in non-interest expense, an increase in the provision for credit losses of \$38 thousand, an increase of \$28 thousand in income tax expense and a \$1 thousand decrease in non-interest income which were partially offset by a \$75 thousand increase in net interest income, when compared to the same period of 2023.

The increase in non-interest expense was primarily attributable to an increase of \$34 thousand in miscellaneous operating expenses, \$18 thousand in salaries and employee benefits and a \$1 thousand increase in federal deposit insurance premiums which were partially offset by a decrease of \$11 thousand in occupancy and equipment expenses and a \$3 thousand decrease in data processing expenses during the three months ended March 31, 2024 when compared to the same period of 2023.

The increase in the provision for credit losses on loans and off balance sheet items (e.g., loan commitments) for the three months ended March 31, 2024 was primarily the result of higher balances of loans outstanding and outstanding off balance sheet items when compared to the same period in 2023.

The increase in income tax expense for the quarter ended March 31, 2024 was primarily due to increased taxable income, when compared to the same period of 2023.

The decrease in total non-interest income for the quarter ended March 31, 2024 was primarily the result of lower ATM fee income and service charges on deposits which was partially offset by higher earnings on bank owned life insurance when compared to the same period in 2023.

The increase in net interest income was the result of a \$440 thousand increase in interest income which was partially offset by a \$365 thousand increase in interest expense for the three months ending March 31, 2024, when compared to the same period in 2023. The increase in interest income for the three months ended March 31, 2024 was primarily attributable to higher average balances of mortgage-backed securities and certificates of deposit and higher market

yields earned on the Company's interest earnings assets, which were partially offset by lower average balances of investment securities, loans and Federal Home Loan Bank (FHLB) stock when compared to the same period in 2023. The increase in interest expense for the three months ended March 31, 2024 was primarily attributable to higher average balances and higher rates paid on time deposits and Federal Reserve Bank (FRB) borrowings, partially offset by a lower average balances and lower rates paid on Federal Home Loan Bank (FHLB) advances when compared to the same period in 2023.

Net income for the nine months ended March 31, 2024 totaled \$1.0 million or \$0.63 per diluted share, as compared to \$1.3 million or \$0.80 per diluted share for the same period in 2023. The \$342 thousand or 25.3% decrease in net income during the nine months ended March 31, 2024 was primarily attributable to a \$250 thousand decrease in net interest income, a \$103 thousand increase in non-interest expense and a \$27 thousand increase in the provision for credit losses, which were partially offset by a \$3 thousand increase in non-interest income, and a \$35 thousand decrease in income tax expense when compared to the same period in 2023.

The decrease in net interest income during the nine months ended March 31, 2024 was attributable to a \$2.5 million increase in interest expense which was partially offset by a \$2.3 million increase in interest income when compared to the same period in 2023. The increase in interest income for the nine months ended March 31, 2024 was primarily attributable to higher yields earned on the Company's interest earning assets and higher average balances of mortgage-backed securities and certificates of deposit which were offset by lower average balances of investment securities, loans and FHLB stock when compared to the same period in 2023. The increase in interest expense for the nine months ended March 31, 2024 was primarily attributable to higher average balances of time deposits and FRB borrowings, higher rates paid on time deposits and FHLB advances which were partially offset by lower average balances on FHLB advances when compared to the same period in 2023.

The change in the provision for credit losses for the nine months ended March 31, 2024 was primarily attributable to higher balances of loans outstanding partially offset by lower outstanding off balance sheet items when compared to the same period in 2023.

The increase in non-interest income was primarily attributable to a \$11 thousand increase in earnings on bank-owned life insurance, a \$5 thousand increase in miscellaneous income partially offset by a \$12 thousand decrease in ATM fee income when compared to the prior year period.

The \$92 thousand increase in non-interest expense was primarily attributable to a \$51 thousand increase in salary and compensation expense, a \$34 thousand increase in federal deposit insurance premiums, a \$34 thousand increase in miscellaneous operating expenses, and a \$7 thousand increase in ATM network expense which was partially offset by a of \$15 thousand decrease in occupancy and equipment expenses when compared to the same period in 2023.

The decrease in income tax expense for the nine months ended March 31, 2024 was primarily the result of a lower level of taxable income, when compared to the same period in 2023.

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)

	March 31, 2024 <u>(Unaudited)</u>	June 30, 2023 <u>(Unaudited)</u>
Total assets	\$ 362,951	\$ 362,839
Cash and Cash Equivalents	2,213	5,659
Certificates of Deposits	17,087	19,512
Investment securities available-for-sale	35,258	46,916
Investment securities held-to-maturity	17,141	18,160
Mortgage-backed securities held-to-maturity	192,528	184,470
Net loans receivable	74,862	73,138
Deposits	125,619	137,707
FHLB advances: short-term – fixed rate	33,407	10,664
FHLB advances: short-term variable rate	66,068	107,000
FRB advances	94,308	65,840
Equity	37,933	37,179
Book value per share – Common Equity	22.07	21.43
Book value per share – Tier I Equity	22.18	21.74
Annualized Return on average assets	0.35%	0.47%
Annualized Return on average equity	3.74%	4.60%
Tier, I leverage ratio	10.55%	10.35%

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

	Three Months Ended March 31, (Unaudited)		Nine Months Ended March 31, (Unaudited)	
	2024	2023	2024	2023
Interest income	\$ 4,003	\$ 3,563	\$ 11,550	\$ 9,251
Interest expense	2,565	2,200	7,575	5,026
Net interest income	1,438	1,363	3,975	4,225
Provision for credit losses-Loans	34	3	30	(8)
Provision for credit losses-Unfunded commitments	(8)	(15)	(15)	(4)
Net interest income after provision for credit losses	1,412	1,375	3,960	4,237
Non-interest income	88	89	273	270
Non-interest expense	953	916	2,831	2,728
Income before income tax expense	547	548	1,402	1,779
Income taxes	150	122	390	425
NET INCOME	\$ 397	\$ 426	\$ 1,012	\$ 1,354
EARNINGS PER SHARE:				
Basic	\$ 0.25	\$ 0.25	\$ 0.63	\$ 0.80
Diluted	\$ 0.25	\$ 0.25	\$ 0.63	\$ 0.80
WEIGHTED AVERAGE SHARES OUTSTANDING:				
Basic	1,596,416	1,677,419	1,600,759	1,688,065
Diluted	1,596,416	1,677,419	1,600,759	1,688,065