



Westbury Bancorp, Inc. Reports Net Income for the Three Months Ended December 31, 2022

Pewaukee, WI, January 25, 2023 - Westbury Bancorp, Inc. (OTCQX: WBBW), the holding company (the “Company”) for Westbury Bank (the “Bank”), today announced net income of \$3.0 million, or \$1.29 per common share for the three months ended December 31, 2022, compared to net income of \$2.2 million, or \$0.88 per common share for the three months ended December 31, 2021.

About Westbury Bancorp, Inc.

Westbury Bancorp, Inc. is the holding company for Westbury Bank. The Company's common shares are traded on OTC Expert Market under the symbol “WBBW”.

Westbury Bank is an independent community bank primarily serving communities in Washington and Waukesha Counties (Wisconsin) through its eight full service offices providing deposit and loan services to individuals, professionals and businesses throughout its markets.

Forward-Looking Information

Information contained in this press release, other than historical information, may be considered forward-looking in nature as defined by the Private Securities Litigation Reform Act of 1995 and is subject to various risks, uncertainties, and assumptions. Such forward-looking statements in this release are inherently subject to many uncertainties arising in the Company's operations and business environment. Should one or more of these risks or uncertainties materialize, or should the underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or expected. Among the key factors that may have a direct bearing on the Company's operating results, performance or financial condition are competition, the demand for the Company's products and services, the Company's ability to maintain current deposit and loan levels at current interest rates, deteriorating credit quality, including changes in the interest rate environment reducing interest margins, changes in prepayment speeds, loan origination and sale volumes, charge-offs and loan loss provisions, the Company's ability to maintain required capital levels and adequate sources of funding and liquidity, the Company's ability to secure confidential information through the use of computer systems and telecommunications networks, and other factors as set forth in filings with the Securities and Exchange Commission. The Company undertakes no duty to update any forward-looking statement to conform the statement to actual results or changes in the Company's expectations. Certain tabular presentations may not reconcile because of rounding.

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Greg Remus - President and CEO

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At or For the Three Months Ended:

	December 31, 2022	September 30, 2022	June 30, 2022	March 31, 2022	December 31, 2021
Selected Financial Condition Data:					
Total assets	\$ 937,985	\$ 957,927	\$ 953,792	\$ 908,352	\$ 914,633
Loans receivable, net	711,952	713,389	695,947	649,482	661,439
Allowance for loan losses	9,170	9,270	9,020	9,019	8,997
Securities available for sale	151,166	153,795	165,897	178,661	165,917
Total liabilities	865,475	886,621	879,946	827,365	828,673
Deposits	846,336	872,668	863,389	816,103	818,184
Stockholders' equity	72,511	71,306	73,846	80,987	85,960
Asset Quality Ratios:					
Non-performing assets to total assets	0.96%	0.95%	0.95%	0.99%	0.97%
Non-performing loans to total loans	1.27%	1.26%	1.29%	1.36%	1.33%
Total classified assets to total assets	1.32%	2.10%	1.93%	1.02%	1.01%
Allowance for loan losses to non-performing loans	101.92%	102.12%	99.39%	100.62%	100.98%
Allowance for loan losses to total loans	1.27%	1.28%	1.28%	1.37%	1.34%
Net charge-offs (recoveries) to average loans - annualized	—%	0.07%	—%	—%	—%
Capital Ratios:					
Average equity to average assets	7.57%	8.23%	8.72%	9.38%	9.46%
Equity to total assets at end of period	7.73%	7.44%	7.74%	8.92%	9.40%
Total capital to risk-weighted assets (Bank only)	12.70%	12.97%	13.55%	13.80%	13.43%
Tier 1 capital to risk-weighted assets (Bank only)	11.49%	11.72%	12.30%	12.55%	12.18%
Tier 1 capital to average assets (Bank only)	9.07%	9.04%	9.58%	9.59%	9.27%
CET1 capital to risk-weighted assets (Bank only)	11.49%	11.72%	12.30%	12.55%	12.18%

	Three Months Ended	
	December 31, 2022	December 31, 2021
	(in thousands, except per share data)	
Selected Operating Data:		
Interest and dividend income	\$ 8,516	\$ 6,824
Interest expense	346	305
Net interest income	8,170	6,519
Provision for loan losses	—	—
Net interest income after provision for loan losses	8,170	6,519
Service fees on deposit accounts	993	922
Gain on sale of loans	67	442
Other non-interest income	287	465
Total non-interest income	1,347	1,829
Compensation and employee benefits	2,969	3,003
Occupancy, furniture and equipment	580	559
Data processing	869	795
Other non-interest expense	990	975
Total non-interest expense	5,408	5,332
Income before income tax expense	4,109	3,016
Income tax expense	1,080	798
Net income	<u>\$ 3,029</u>	<u>\$ 2,218</u>
Basic earnings per share		
Diluted earnings per share	\$ 1.29	\$ 0.88
	\$ 1.22	\$ 0.82

For the Three Months Ended:

	December 31, 2022	September 30, 2022	June 30, 2022	March 31, 2022	December 31, 2021
Selected Operating Data:	(in thousands, except per share data)				
Interest and dividend income	\$ 8,516	\$ 7,886	\$ 6,791	\$ 6,532	\$ 6,824
Interest expense	346	252	227	245	305
Net interest income	8,170	7,634	6,564	6,287	6,519
Provision for loan losses	—	375	—	—	—
Net interest income after provision for loan losses	8,170	7,259	6,564	6,287	6,519
Service fees on deposit accounts	993	1,039	946	910	922
Gain on sale of loans	67	112	135	272	442
Other non-interest income	287	348	347	436	465
Total non-interest income	1,347	1,499	1,428	1,618	1,829
Salaries, employee benefits, and commissions	2,970	3,093	3,189	3,216	3,003
Occupancy and furniture and equipment	580	600	585	629	559
Data processing	869	696	852	829	795
Other non-interest expense	989	934	961	984	975
Total non-interest expense	5,408	5,323	5,587	5,658	5,332
Income before income tax expense	4,109	3,435	2,405	2,247	3,016
Income tax expense	1,080	958	693	662	798
Net income	\$ 3,029	\$ 2,477	\$ 1,712	\$ 1,585	\$ 2,218
Basic earnings per share	1.29	1.02	\$ 0.67	\$ 0.62	\$ 0.88
Diluted earnings per share	1.22	0.96	\$ 0.63	\$ 0.58	\$ 0.82

	At or For the Three Months Ended	
	December 31, 2022	December 31, 2021
Selected Financial Performance Ratios:		
Return on average assets	1.28 %	0.96 %
Return on average equity	16.87 %	10.11 %
Interest rate spread	3.65 %	2.96 %
Net interest margin	3.66 %	2.97 %
Non-interest expense to average total assets	2.28 %	2.30 %
Average interest-earning assets to average interest-bearing liabilities	103.22 %	106.02 %
Per Share and Stock Market Data:		
Basic earnings per share	\$ 1.29	\$ 0.88
Diluted earnings per share	\$ 1.22	\$ 0.82
Basic weighted average shares outstanding	2,344,897	2,529,138
Book value per share - excluding unallocated ESOP shares	\$ 31.20	\$ 33.42
Book value per share *	\$ 31.18	\$ 32.79
Closing market price	\$ 27.36	\$ 30.07
Price to book ratio - excluding unallocated ESOP shares	87.69 %	89.98 %
Price to book ratio *	87.75 %	91.70 %

* ESOP shares have been fully allocated to participants as of December 31, 2022.

Analysis of Net Interest Income

Net interest income represents the difference between the income we earn on interest-earning assets and the interest expense we pay on interest-bearing liabilities. Net interest income also depends upon the relative amounts of interest-earning assets and interest-bearing liabilities and the interest rates earned or paid on them. The following table sets forth average balance sheets, average yields and costs, and certain other information for the periods indicated. Average balances are derived from daily average balances for all periods. Non-accrual loans were included in the computation of average balances, but have been reflected in the tables as loans carrying a zero yield. The yields set forth below include the effect of loan fees, discounts and premiums that are amortized or accreted to interest income.

For the Three Months Ended December 31,

	2022			2021		
	Average Outstanding Balance	Interest	Yield/Cost	Average Outstanding Balance	Interest	Yield/Cost
Assets:						
Loans	\$ 715,139	\$ 7,642	4.24 %	\$ 671,974	\$ 6,241	3.68 %
Taxable securities	124,430	603	1.92 %	135,855	454	1.33 %
Securities exempt from federal income taxes(1)	29,523	109	1.85 %	36,020	113	1.58 %
Fed funds sold and other interest-earning deposits	17,582	162	3.66 %	26,530	15	0.22 %
Total interest-earning assets	886,674	8,516	3.81 %	870,379	6,823	3.11 %
Noninterest-earning assets	54,216			47,979		
Total assets	<u>\$ 940,890</u>			<u>\$ 918,358</u>		
Liabilities and stockholders' equity:						
Noninterest-bearing demand deposits	\$ 262,360	—	— %	\$ 249,453	—	— %
Checking accounts	178,699	44	0.10 %	162,826	32	0.08 %
Passbook and statement savings	222,414	69	0.12 %	209,338	27	0.05 %
Variable rate money market	125,564	109	0.34 %	108,713	25	0.09 %
Certificates of deposit	65,051	84	0.51 %	85,006	180	0.84 %
Total interest bearing deposits	591,728	306	0.21 %	565,883	264	0.19 %
Total deposits	854,088	306	0.14 %	815,336	264	0.13 %
Short-term FHLB advances	370	2	— %	598	—	—
Long-term FHLB advances	—	—	— %	—	—	— %
Term note	4,565	38	3.30 %	4,998	41	3.25
Line of credit	—	—	— %	—	—	—
Total borrowings	4,935	40	3.22 %	5,596	41	2.91 %
Total deposits and interest-bearing liabilities	859,023	346	0.16 %	820,932	305	0.15 %
Other liabilities	10,647			10,864		
Total liabilities	869,670			828,224		
Stockholders' equity	71,221			86,562		
Total liabilities and stockholders' equity	<u>\$ 940,891</u>			<u>\$ 914,786</u>		
Net interest income		<u>\$ 8,170</u>			<u>\$ 6,518</u>	
Net interest rate spread			<u>3.65 %</u>			<u>2.96 %</u>
Net interest-earning assets	<u>\$ 27,651</u>			<u>\$ 49,447</u>		
Net interest margin			<u>3.66 %</u>			<u>2.97 %</u>
Average of interest-earning assets to interest-bearing liabilities			<u>103.22 %</u>			<u>106.02 %</u>

1. Non-taxable investment income is presented on a fully tax equivalent basis assuming a 21% federal tax rate.

A summary of the balances of loans follows:

	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Real Estate:		
Single family	\$ 116,960	\$ 113,818
Multifamily	236,740	236,347
Commercial real estate non-owner occupied	116,615	119,765
Commercial real estate owner occupied	91,512	91,347
Construction and land development	20,251	20,773
Total Real Estate	<u>582,078</u>	<u>582,050</u>
Commercial Business	115,994	111,871
Consumer and Other:		
Home equity lines of credit	15,535	16,232
Life insurance cash value loans	7,178	6,385
Other	541	486
Total Consumer	<u>23,254</u>	<u>23,103</u>
Total Loans	<u>721,326</u>	<u>717,024</u>
Less:		
Net deferred loan fees	204	168
Allowance for loan losses	9,170	9,270
Net Loans	<u>\$ 711,952</u>	<u>\$ 707,586</u>

A summary of the balances of deposits follows:

	<u>December 31, 2022</u>		<u>September 30, 2022</u>	
	Amount	Percent	Amount	Percent
Negotiable order for withdrawal accounts:				
Non-interest bearing	\$ 262,262	31.09 %	\$ 275,017	31.52 %
Interest bearing	178,251	21.06 %	180,912	20.73 %
	<u>440,513</u>	<u>52.05 %</u>	<u>455,929</u>	<u>52.25 %</u>
Passbook and statement savings	220,536	26.06 %	223,859	25.65 %
Variable rate money market accounts	123,522	14.59 %	123,999	14.21 %
Certificates of deposit	61,765	7.30 %	68,881	7.89 %
	<u>\$ 846,336</u>	<u>100.00 %</u>	<u>\$ 872,668</u>	<u>100.00 %</u>