



Westbury Bancorp, Inc. Reports Net Income for the Three Months and Six Months Ended March 31, 2023

Pewaukee, WI, April 19, 2023 - Westbury Bancorp, Inc. (Ticker: WBBW), the holding company (the “Company”) for Westbury Bank (the “Bank”), today announced net income of \$2.7 million, or \$1.19 per common share and \$5.8 million, or \$2.49 per common share for the three and six months ended March 31, 2023, compared to net income of \$1.6 million, or \$0.62 per common share and \$3.8 million, or \$1.51 per common share for the three and six months ended March 31, 2022.

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.

WEBSITE: www.westburybankwi.com

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Greg Remus - President and CEO

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At or For the Three Months Ended:

	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022	March 31, 2022
Selected Financial Condition Data:					
Total assets	\$ 909,475	\$ 937,985	\$ 957,927	\$ 953,792	\$ 908,352
Loans receivable, net	692,041	711,952	713,389	695,947	649,482
Allowance for loan losses	9,170	9,170	9,270	9,020	9,019
Securities available for sale	139,912	151,166	153,795	165,897	178,661
Total liabilities	836,905	865,475	886,621	879,946	827,365
Deposits	806,756	846,336	872,668	863,389	816,103
Stockholders' equity	72,570	72,511	71,306	73,846	80,987
Asset Quality Ratios:					
Non-performing assets to total assets	0.99%	0.96%	0.95%	0.95%	0.99%
Non-performing loans to total loans	1.28%	1.27%	1.26%	1.29%	1.36%
Total classified assets to total assets	0.99%	1.32%	2.10%	1.93%	1.02%
Allowance for loan losses to non-performing loans	101.88%	101.92%	102.12%	99.39%	100.62%
Allowance for loan losses to total loans	1.31%	1.27%	1.28%	1.28%	1.37%
Net charge-offs (recoveries) to average loans - annualized	—%	—%	0.07%	—%	—%
Capital Ratios:					
Average equity to average assets	8.11%	7.57%	8.23%	8.72%	9.38%
Equity to total assets at end of period	7.98%	7.73%	7.44%	7.74%	8.92%
Total capital to risk-weighted assets (Bank only)	12.90%	12.70%	12.97%	13.55%	13.80%
Tier 1 capital to risk-weighted assets (Bank only)	11.65%	11.49%	11.72%	12.30%	12.55%
Tier 1 capital to average assets (Bank only)	9.23%	9.07%	9.04%	9.58%	9.59%
CETI capital to risk-weighted assets (Bank only)	11.65%	11.49%	11.72%	12.30%	12.55%

	Three Months Ended		Six Months Ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Selected Operating Data:				
	(in thousands, except per share data)			
Interest and dividend income	\$ 8,538	\$ 6,532	\$ 17,053	\$ 13,356
Interest expense	627	245	972	550
Net interest income	7,911	6,287	16,081	12,806
Provision for loan losses	—	—	—	—
Net interest income after provision for loan losses	7,911	6,287	16,081	12,806
Service fees on deposit accounts	951	910	1,943	1,832
Gain (loss) on sale of loans	(56)	272	11	714
Other non-interest income	368	436	657	902
Total non-interest income	1,263	1,618	2,611	3,448
Compensation and employee benefits	2,917	3,216	5,886	6,219
Occupancy, furniture and equipment	684	629	1,264	1,188
Data processing	880	829	1,749	1,624
Other non-interest expense	1,008	984	1,998	1,959
Total non-interest expense	5,489	5,658	10,897	10,990
Income before income tax expense	3,685	2,247	7,795	5,264
Income tax expense	943	662	2,024	1,461
Net income	\$ 2,742	\$ 1,585	\$ 5,771	\$ 3,803
Basic earnings per share	\$ 1.19	\$ 0.62	2.49	1.51
Diluted earnings per share	\$ 1.14	\$ 0.58	2.36	1.41

For the Three Months Ended:

	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022	March 31, 2022
Selected Operating Data:	(in thousands, except per share data)				
Interest and dividend income	\$ 8,538	\$ 8,516	\$ 7,886	\$ 6,791	\$ 6,532
Interest expense	627	346	252	227	245
Net interest income	7,911	8,170	7,634	6,564	6,287
Provision for loan losses	—	—	375	—	—
Net interest income after provision for loan losses	7,911	8,170	7,259	6,564	6,287
Service fees on deposit accounts	951	993	1,039	946	910
Gain (loss) on sale of loans	(56)	67	112	135	272
Other non-interest income	368	287	348	347	436
Total non-interest income	1,263	1,347	1,499	1,428	1,618
Salaries, employee benefits, and commissions	2,917	2,970	3,093	3,189	3,216
Occupancy and furniture and equipment	684	580	600	585	629
Data processing	880	869	696	852	829
Other non-interest expense	1,008	989	934	961	984
Total non-interest expense	5,489	5,408	5,323	5,587	5,658
Income before income tax expense	3,685	4,109	3,435	2,405	2,247
Income tax expense	943	1,080	958	693	662
Net income	\$ 2,742	\$ 3,029	\$ 2,477	\$ 1,712	\$ 1,585
Basic earnings per share	1.19	1.29	1.02	\$ 0.67	\$ 0.62
Diluted earnings per share	1.14	1.22	0.96	\$ 0.63	\$ 0.58

	At or For the Three Months Ended		At or For the Six Months Ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Selected Financial Performance Ratios:				
Return on average assets	1.21 %	0.71 %	1.25 %	0.84 %
Return on average equity	14.93 %	7.48 %	15.89 %	8.99 %
Interest rate spread	3.68 %	2.97 %	3.67 %	3.03 %
Net interest margin	3.70 %	2.98 %	3.68 %	3.04 %
Non-interest expense to average total assets	2.43 %	2.53 %	2.35 %	2.41 %
Average interest-earning assets to average interest-bearing liabilities	103.95 %	105.02 %	103.58 %	105.53 %
Per Share and Stock Market Data:				
Basic earnings per share	\$ 1.19	\$ 0.62	\$ 2.49	\$ 1.51
Diluted earnings per share	1.14	\$ 0.58	2.36	\$ 1.41
Basic weighted average shares outstanding	2,299,840	2,538,481	2,321,742	2,519,337
Book value per share - excluding unallocated ESOP shares *	\$ 32.30	\$ 31.32	\$ 32.30	\$ 31.32
Book value per share	\$ 32.30	\$ 30.90	\$ 32.30	\$ 30.90
Closing market price	\$ 25.50	\$ 33.19	\$ 25.50	\$ 33.19
Price to book ratio - excluding unallocated ESOP shares *	78.95 %	105.97 %	78.95 %	105.97 %
Price to book ratio	78.95 %	107.41 %	78.95 %	107.41 %

* 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 March 31,

	2023			2022		
	Average Outstanding Balance	Interest	Yield/Cost	Average Outstanding Balance	Interest	Yield/Cost
Assets:						
Loans	\$ 709,397	\$ 7,734	4.42 %	\$ 659,043	\$ 5,865	3.61 %
Taxable securities	125,791	621	2.00 %	139,806	540	1.57 %
Securities exempt from federal income taxes(1)	23,101	86	1.91 %	33,736	115	1.75 %
Fed funds sold and other interest-earning deposits	9,673	97	4.07 %	22,866	12	0.21 %
Total interest-earning assets	867,962	8,538	3.99 %	855,451	6,532	3.10 %
Noninterest-earning assets	49,732			52,797		
Total assets	<u>\$ 917,694</u>			<u>\$ 908,248</u>		
Liabilities and stockholders' equity:						
Noninterest-bearing demand deposits	\$ 254,983	—	— %	\$ 243,594	—	— %
Checking accounts	168,428	47	0.11 %	163,236	31	0.08 %
Passbook and statement savings	216,993	135	0.25 %	214,665	27	0.05 %
Variable rate money market	124,157	217	0.71 %	108,471	24	0.09 %
Certificates of deposit	56,552	81	0.58 %	79,720	123	0.63 %
Total interest bearing deposits	566,130	480	0.34 %	566,092	205	0.15 %
Total deposits	821,113	480	0.24 %	809,686	205	0.10 %
Short-term FHLB advances	9,410	110	4.74 %	—	—	—
Long-term FHLB advances	—	—	— %	—	—	— %
Term note	4,458	36	3.28 %	4,893	40	3.32
Line of credit	3	—	— %	—	—	—
Total borrowings	13,871	146	4.27 %	4,893	40	3.32 %
Total deposits and interest-bearing liabilities	834,984	626	0.30 %	814,579	245	0.12 %
Other liabilities	8,249			7,735		
Total liabilities	843,233			822,314		
Stockholders' equity	74,461			85,934		
Total liabilities and stockholders' equity	<u>\$ 917,694</u>			<u>\$ 908,248</u>		
Net interest income		<u>\$ 7,912</u>			<u>\$ 6,287</u>	
Net interest rate spread			<u>3.69 %</u>			<u>2.98 %</u>
Net interest-earning assets	<u>\$ 32,978</u>			<u>\$ 40,872</u>		
Net interest margin			<u>3.70 %</u>			<u>2.98 %</u>
Average of interest-earning assets to interest-bearing liabilities			<u>103.95 %</u>			<u>105.02 %</u>

For the Six Months Ended March 31,

	2023			2022		
	Average Outstanding Balance	Interest	Yield/Cost	Average Outstanding Balance	Interest	Yield/Cost
Assets:						
Loans	\$ 712,299	\$ 15,375	4.33 %	\$ 665,579	\$ 12,106	3.65 %
Taxable securities	125,103	1,224	1.96	137,809	994	1.45
Securities exempt from federal income taxes(1)	26,348	195	1.88	34,891	228	1.66
Fed funds sold and other interest-earning deposits	13,671	259	3.80	24,718	28	0.23
Total interest-earning assets	877,421	17,053	3.90	862,997	13,356	3.10
Noninterest-earning assets	51,999			50,361		
Total assets	\$ 929,420			\$ 913,358		
Liabilities and stockholders' equity:						
Noninterest-bearing demand deposits	\$ 258,712	—	— %	\$ 246,555	—	— %
Checking accounts	173,620	90	0.10 %	163,029	63	0.08 %
Passbook and statement savings	219,733	204	0.19	211,973	53	0.05
Variable rate money market	124,868	327	0.53	108,593	49	0.09
Certificates of deposit	60,848	165	0.54	82,392	303	0.74
Total interest bearing deposits	579,069	786	0.27	565,987	468	0.17
Total deposits	837,781	786	0.19	812,542	468	0.12
Short-term FHLB advances	4,840	112	4.64 %	302	—	0.20 %
Long-term FHLB advances	—	—	— %	—	—	—
Term note	4,512	74	3.29 %	4,946	81	3.28
Line of credit	2	—	— %	—	—	—
Total borrowings	9,354	186	3.99 %	5,248	81	3.10 %
Total deposits and interest-bearing liabilities	847,135	972	0.23 %	817,790	549	0.13 %
Other liabilities						
Total liabilities	9,461			9,317		
Stockholders' equity	856,596			827,107		
Total liabilities and stockholders' equity	72,823			86,251		
	<u>\$ 929,419</u>			<u>\$ 913,358</u>		
Net interest income		<u>\$ 16,081</u>			<u>\$ 12,807</u>	
Net interest rate spread			<u>3.67 %</u>			<u>2.97 %</u>
Net interest-earning assets						
Net interest margin			<u>3.68 %</u>			<u>2.98 %</u>
Average of interest-earning assets to interest-bearing liabilities	<u>\$ 30,286</u>		<u>103.58 %</u>	<u>\$ 45,207</u>		<u>105.53 %</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>March 31, 2023</u>	<u>September 30, 2022</u>
Real Estate:		
Single family	\$ 114,553	\$ 113,818
Multifamily	232,997	236,347
Commercial real estate non-owner occupied	113,946	119,765
Commercial real estate owner occupied	93,947	91,347
Construction and land development	21,882	20,773
Total Real Estate	<u>577,325</u>	<u>582,050</u>
Commercial Business	101,773	111,871
Consumer and Other:		
Home equity lines of credit	15,560	16,232
Life insurance cash value loans	6,152	6,385
Other	574	486
Total Consumer	<u>22,286</u>	<u>23,103</u>
Total Loans	<u>701,384</u>	<u>717,024</u>
Less:		
Net deferred loan fees	173	168
Allowance for loan losses	9,170	9,270
Net Loans	<u>\$ 692,041</u>	<u>\$ 707,586</u>

A summary of the balances of deposits follows:

	<u>March 31, 2023</u>		<u>September 30, 2022</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Negotiable order for withdrawal accounts:				
Non-interest bearing	\$ 257,465	31.09 %	\$ 275,017	31.52 %
Interest bearing	151,461	18.77 %	180,912	20.73 %
	<u>408,926</u>	<u>50.69 %</u>	<u>455,929</u>	<u>52.25 %</u>
Passbook and statement savings	215,867	26.76 %	223,859	25.65 %
Variable rate money market accounts	129,984	16.11 %	123,999	14.21 %
Certificates of deposit	51,980	6.44 %	68,881	7.89 %
	<u>\$ 806,757</u>	<u>100.00 %</u>	<u>\$ 872,668</u>	<u>100.00 %</u>