



FFBW, Inc. Announces Financial Results for the Three Months Ended June 30, 2025

Brookfield, WI, August 11, 2025 – FFBW, Inc. (OTCQX: FFBW) (the “Company”), the parent company of First Federal Bank of Wisconsin (the “Bank”), a federally chartered stock savings bank offering full-service commercial banking and consumer banking, today announced unaudited financial results for the three months ended June 30, 2025. For the three months ended June 30, 2025, net income was \$556,000, or \$0.14 per diluted share, compared to \$647,000, or \$0.15 per diluted share, for the three months ended June 30, 2024, a 14.1% decrease quarter to quarter. For the three months ending June 30, 2025, the dilutive weighted average shares outstanding, which excludes unallocated employee stock ownership plan shares, were 4,083,000 compared to 4,454,000 for the three months ended June 30, 2024.

Share Repurchase Program

On May 12, 2025, the Company announced the adoption of a repurchase program of up to an additional \$5,000,000 of the Company’s common stock. On June 13, 2025, the repurchase of all \$5,000,000 was completed reducing the number of outstanding shares to 4,288,000 at quarter end.

On August 11, 2025, the Company announced the adoption of a new repurchase program of up to an additional \$5,000,000 of the Company’s common stock.

Financial Highlights at June 30, 2025

- At June 30, 2025, the Company had 4,288,000 shares outstanding, resulting in a tangible book value per share of \$16.08.

Edward H. Schaefer, CEO, commented, “Our emphasis on pricing discipline continues to result in lower cost of funds and margin improvement; however, our earnings this quarter were impacted by a few large participation payoffs in the commercial loan portfolio as well as strategic exits, at par, from certain watchlist and classified loans. Encouragingly, our loan pipeline continues to strengthen. Additionally, our capital rationalization efforts, through significant stock repurchases during the quarter, offset the impact of lower interest income on earnings per share and we continue to look to enhance shareholder return through the additional share repurchases announced today.”

Income Statement and Balance Sheet Overview

Total interest and dividend income decreased \$422,000 or 10.2%, to \$3.7 million for the three months ended June 30, 2025, compared to \$4.2 million for the three months ended June 30, 2024. The decrease is the result of a decline in interest-earning assets offset by an increase in the yield on those assets.

Total interest expense decreased \$495,000, or 35.2%, to \$913,000 for the three months ended June 30, 2025, compared to \$1.4 million for the three months ended June 30, 2024, as a result of lower rates paid on core deposits and reduced reliance on alternative funding and certificates of deposit. Net interest margin for the three months ended June 30, 2025, was 4.3%, compared to 3.7% at June 30, 2024.

The total credit loss provision was \$0 for the three months ended June 30, 2025 and June 30, 2024. At June 30, 2025, our allowance for credit losses was \$2.7 million, or 1.27%, of total loans.

Noninterest income decreased \$17,000, or 6.7%, to \$244,000 for the three months ended June 30, 2025, compared to \$261,000 for the three months ended June 30, 2024. The decrease is due in part to a decline in other noninterest income.

Noninterest expense increased \$190,000, or 8.6%, to \$2.4 million for the three months ended June 30, 2025, compared to \$2.2 million for the three months ended June 30, 2024. The increase was primarily due to increases in employee expenses and data processing expenses.

Total assets decreased \$13.0 million, or 4.5%, to \$274.9 million at June 30, 2025, from \$287.9 million at December 31, 2024, resulting primarily from a decrease of \$12.0 million, or 5.4%, in net loans, as a result of accelerated loan payoffs. Accumulated other comprehensive loss, net of income taxes was \$1.7 million at June 30, 2025, down from \$2.2 million at December 31, 2024.

Nonaccrual loans were \$0, or 0.00% of total loans, at June 30, 2025, and \$166,000, or 0.07% of total loans, at December 31, 2024.

About the Company

FFBW, Inc. is the holding company for First Federal Bank of Wisconsin, a wholly owned subsidiary. The Company's stock trades on OTCQX under the symbol "FFBW." First Federal Bank of Wisconsin is a full-service stock savings bank based in Waukesha, Wisconsin, servicing customers in Waukesha and Milwaukee Counties in Wisconsin through six branch locations.

Cautionary Statement Regarding Forward-Looking Statements

This release contains forward-looking statements, which can be identified by the use of words such as "estimate," "project," "believe," "intend," "anticipate," "plan," "seek," "expect" and words of similar meaning. These forward-looking statements include but are not limited to: statements of our goals, intentions, and expectations; statements regarding our business plans, prospects, growth and operating strategies; statements regarding the quality of our loan and investment portfolios; and estimates of our risks and future costs and benefits. These forward-looking statements are based on current beliefs and expectations of our management and are inherently subject to significant business, economic and competitive uncertainties, and contingencies, many of which are beyond our control. In addition, these forward-looking statements are subject to assumptions with respect to future business strategies and decisions that are subject to change. The following factors, among others, could cause actual results to differ materially from the anticipated results or other expectations expressed in the forward-looking statements: general economic conditions, either nationally or in our market areas, that are worse than expected; changes in the level and direction of loan delinquencies and write-offs and changes in estimates of the adequacy of the allowance for credit losses; our ability to access cost-effective funding; fluctuations in real estate values and both residential and commercial real estate market conditions; demand for loans and deposits in our market area; our ability to implement and change our business strategies; competition among depository and other financial institutions; inflation and changes in the interest rate environment that reduce our margins and yields, our mortgage banking revenues, the fair value of financial instruments or our level of loan originations, or increase the level of defaults, losses and prepayments on loans we have made and make; adverse changes in the securities or secondary mortgage markets; changes in laws or government regulations or policies affecting financial institutions, including changes in regulatory fees and capital requirements; changes in the quality or composition of our loan or investment portfolios; technological changes that may be more difficult or expensive than expected; the inability of third-party providers to perform as expected; our ability to manage market risk, credit risk and operational risk in the current economic environment; our ability to enter new markets successfully and capitalize on growth opportunities; changes in accounting policies and practices, as may be adopted by the bank regulatory agencies, the Financial Accounting Standards Board or the Public Company Accounting Oversight Board; and our ability to retain key employees;. Because of these and a wide variety of other uncertainties, our actual future results may be materially different from the results indicated by these forward-looking statements.

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FFBW, Inc.
Consolidated Balance Sheets
June 30, 2025 (Unaudited) and December 31, 2024
(In thousands)

	June 30,	December 31,
Assets	2025	2024
Cash and cash equivalents	\$8,386	\$6,129
Available for sale securities, stated at fair value	31,848	34,924
Net loans	212,464	224,493
Premises and equipment, net	5,987	6,150
Intangible assets	59	79
Other assets	16,170	16,142
TOTAL ASSETS	\$274,914	\$287,917
Liabilities and Equity		
Deposits and escrow	\$202,736	\$208,656
Borrowings	-	-
Other liabilities	3,182	3,473
Total liabilities	\$205,918	\$212,129
Total equity	\$68,996	\$75,788
TOTAL LIABILITIES AND EQUITY	\$274,914	\$287,917

FFBW, Inc.
Condensed Statements of Income
Three Months Ended June 30, 2025 and 2024 (Unaudited)
(In thousands, except share data)

	2025	2024
Interest and dividend income	\$3,736	\$4,158
Interest expense	913	1,408
Net interest income	\$2,823	\$2,750
Provision for credit losses	-	-
Net interest income after provision for credit losses	\$2,823	\$2,750
Noninterest income	244	261
Noninterest expense	2,407	2,217
Income before income taxes	\$660	\$794
Provision for income taxes	104	147
Net income	\$556	\$647
Earnings per share:		
Basic	\$0.14	\$0.15
Diluted	\$0.14	\$0.15