



**HOME  
BANCORP**  
WISCONSIN, INC.

## Quarterly Report June 30, 2020

### Stockholder Information

Stock Symbol:  
HWIS

### Investor Relations:

Jim Bradley  
President & CEO  
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## Financial Highlights

Home Bancorp Wisconsin Inc.'s (the "Company") net income for nine months ended June 30, 2020, was \$591,000 compared to \$387,000, for the same period last year. The quarter just completed represents the eighth consecutive quarter of positive net income for the Company.

Net interest income for the nine months ended June 30, 2020 was \$3.5 million, up from \$3.3 million for the same period last year. A provision for loan losses of \$99,000 was recognized during the nine-month period ended June 30, 2020; a provision of \$7,000 was taken in the same nine-month period last year.

Non-interest income of \$325,000 for the nine-month period was down from \$387,000 for the same period last year, primarily due to a reduction in service fees.

Non-interest expense of \$3.2 million for the nine months ended June 30, 2020 was down \$161,000 for the same period last fiscal year. Cost savings were most significant in the areas of Occupancy and Equipment, Data Processing and Office Expense, and Examinations and Assessments.

Loan balances, net of allowance, increased \$15.0 million during the nine-month period to \$134.0 million at June 30, 2020, an annualized growth rate of 16.9%. The Bank's loan portfolio continues to be predominately residential real estate mortgages. As of June 30, 2020, 77.10% of the bank's portfolio was secured by residential real estate; 3.35% was in commercial and industrial loans. The bank has been working with a limited number of applicants to access COVID-19 SBA Paycheck Protection Program (PPP) loans. At the date of this communication, the bank has processed about 78 PPP loan applications with aggregate loan amounts of approximately \$3 million.

Noncurrent loans/loans at June 30, 2020 was 0.40%, up from .34% on September 30, 2019. The allowance for loan losses was 1.06% at June 30, 2020, compared to 1.12% on September 30, 2019.

Total deposits increased \$17.8 million during the nine-month period to \$138.2 million at June 30, 2020, an annualized growth rate of 19.7%.

Total equity as of June 30, 2020 is \$16.6 million, compared with \$16.0 million on September 30, 2019.

Total assets as of June 30, 2020 are \$183.0 million, up from \$153.9 million on September 30, 2019. The Bank's Tier 1 Leverage Ratio as of June 30, 2020 is 8.76%, compared to 9.56% as of September 30, 2019.

The Bank began its response to COVID-19 on February 5, 2020. Multiple strategies are in place to enable safety-conscious continuity of customer service and Bank operations alike.

*This communication may contain certain forward-looking statements. Forward-looking statements include statements regarding anticipated future events and can be identified by the fact that they do not relate strictly to historical or current facts. Forward-looking statements, by their nature, are subject to risks and uncertainties. Certain factors that could cause actual results to differ materially from expected results include increased competitive pressures, changes in the interest rate environment, general economic conditions or conditions within the securities markets, and legislative and regulatory changes that could adversely affect the business in which the Company and Home Savings Bank are engaged, including the effects of the coronavirus (COVID-19) pandemic. The Company and Home Savings Bank assume no obligation to publicly revise any forward-looking statements to reflect subsequent events or circumstances.*

**HOME BANCORP WISCONSIN, INC. AND SUBSIDIARY**  
**CONSOLIDATED BALANCE SHEETS**  
(DOLLARS IN THOUSANDS)

<b>ASSETS</b>	<b>06/30/20 (UNAUDITED)</b>	<b>09/30/19 (AUDITED)</b>
Cash and Due from Banks	\$ 7,261	\$ 3,808
Interest-Bearing Deposits	313	486
Cash and Cash Equivalents	7,574	4,294
Other Interest-Bearing Deposits	29,643	18,904
Securities Available-for-Sale	283	397
Securities Held to Maturity	954	1,187
Loans, Net of Allowance for Loan Losses	133,968	118,926
Premises and Equipment, Net	4,828	4,954
Federal Home Loan Bank Stock, at Cost	1,051	679
Cash Value of Life Insurance	3,678	3,622
Other Real Estate Owned	-	46
Other Assets	913	906
Total Assets	\$ 182,892	\$ 153,916
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Demand Deposits	\$ 39,412	\$ 31,476
Money Market and Savings Deposits	58,291	49,593
Time Deposits	40,528	39,353
Total Deposits	138,231	120,422
Advance Payments by Borrowers for Taxes and Insurance	489	720
Borrowed Funds	26,554	16,055
Other Liabilities	1,039	758
Total Liabilities	166,313	137,955
<b>STOCKHOLDERS' EQUITY</b>		
Common Stock - \$0.01 par Value; 30,000,000 Shares Authorized; 1,317,139 Shares Issued and Outstanding	13	13
Additional Paid-In Capital	11,173	11,173
Retained Earnings	5,920	5,328
Unearned Employee Stock Ownership Plan (ESOP) Shares	(532)	(558)
Accumulated Other Comprehensive Loss	5	5
Total Stockholders' Equity	16,579	15,961
Total Liabilities and Stockholders' Equity	\$ 182,892	\$ 153,916
<b>BOOK VALUE PER SHARE</b>	\$ 12.59	\$ 12.12

**HOME BANCORP WISCONSIN, INC. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FISCAL YTD COMPARISON - NINE MONTH**  
(DOLLARS IN THOUSANDS)

	<u>06/30/20</u> <u>(UNAUDITED)</u>	<u>06/30/19</u> <u>(UNAUDITED)</u>
<b>INTEREST INCOME</b>		
Loans, Including Fees	\$ 4,331	\$ 4,026
Interest-Bearing Deposits	375	215
Securities	22	28
Total Interest Income	4,729	4,269
<b>INTEREST EXPENSE</b>		
Deposits	887	643
Borrowed Funds	305	286
Total Interest Expense	1,192	928
<b>NET INTEREST INCOME</b>	3,537	3,340
<b>PROVISION FOR LOAN LOSSES</b>	99	7
Net Interest Income, After Provision for Loan Losses	3,438	3,334
<b>NONINTEREST INCOME</b>		
Service Fees	208	267
Increase in Cash Value of Life Insurance	56	57
Rental Income	19	18
Other Noninterest Income	43	45
Total Noninterest Income	325	387
<b>NONINTEREST EXPENSE</b>		
Compensation and Employee Benefits	1,755	1,665
Occupancy and Equipment	382	521
Data Processing and Office Expense	669	726
Advertising and Promotions	31	54
Professional Fees	245	168
Examinations and Assessments	34	98
Other Noninterest Expense	57	103
Total Noninterest Expense	3,173	3,334
Net Income Before Income Taxes	591	387
<b>PROVISION FOR INCOME TAXES</b>	-	-
<b>NET INCOME</b>	\$ 591	\$ 387
<b>EARNINGS PER SHARE</b>	\$ 0.45	\$ 0.29