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**FOR IMMEDIATE RELEASE:**

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**ASB Financial Corp. Reports Net Earnings For The Three Months Ended  
September 30, 2006**

Portsmouth, Ohio - ASB Financial Corp., parent company of American Savings Bank, fsb, reported net earnings for the three months ended September 30, 2006 of \$345,000, or \$.22 per diluted share, compared to the \$506,000, or \$.31 per diluted share in net earnings recorded in the comparable 2005 quarter.

The net earnings were impacted by a \$140,000, or 13.2%, increase in general, administrative and other expense, a \$18,000, or 6.4% decrease in other income and a \$3,000, or 3.0% increase in provision for federal income taxes.

The increase in general, administrative and other expense was due to increased employee compensation and data processing costs associated with the addition of two branch offices and an increase in the provision for losses on loans. The increase in the provision for losses on loans was necessary to reflect the risk associated with the \$5.6 million, or 3.4% increase in loans outstanding for the quarter.

On September 30, 2006, American Savings Bank completed its acquisition of the South Shore Kentucky branch of Peoples Bank Corp. Approximately \$5.5 million in deposits and \$675,000 in loans were acquired as a result of this transaction.

At September 30, 2006, ASB Financial Corp. reported total assets of \$206.0 million, total liabilities of \$188.7 million, including deposits of \$160.7 million, and shareholders' equity of \$17.3 million.

American Savings Bank, fsb, serving Southern Ohio and Greenup County Kentucky was founded in 1892. The common shares of ASB are traded through Pinksheets.com and Community Banc Investments, Inc. at cbibankstocks.com under the symbol ASBN.

**ASB Financial Corp.**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
(In thousands)

<b>ASSETS</b>	<b>September 30, 2006</b>	<b>June 30, 2006</b>
Cash and cash equivalents	\$ 6,019	\$ 3,625
Investment securities	11,387	12,343
Mortgage-backed securities	10,564	10,021
Loans receivable	168,677	163,056
Other assets	<u>9,313</u>	<u>9,454</u>
Total assets	<b><u>\$205,960</u></b>	<b><u>\$198,499</u></b>
 <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Deposits	\$160,739	\$152,495
Borrowings	25,601	27,496
Other liabilities	<u>2,343</u>	<u>1,592</u>
Total liabilities	188,683	181,583
Shareholders' equity	<u>17,277</u>	<u>16,916</u>
Total liabilities and shareholders' equity	<b><u>\$205,960</u></b>	<b><u>\$198,499</u></b>

**ASB Financial Corp.**  
**CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS**  
(In thousands, except share data)

	<b>Three months ended September 30,</b>	
	<b>2006</b>	<b>2005</b>
Total interest income	\$3,092	\$2,511
Total interest expense	<u>1,707</u>	<u>1,126</u>
Net interest income	1,385	1,385
Other income	263	281
General, administrative and other expense	<u>1,201</u>	<u>1,061</u>
Earnings before income taxes	447	605
Federal income taxes	<u>102</u>	<u>99</u>
<b>NET EARNINGS</b>	<b><u>\$ 345</u></b>	<b><u>\$ 506</u></b>
 <b>EARNINGS PER SHARE</b>		
Basic	<u>\$ .22</u>	<u>\$ .32</u>
Diluted	<u>\$ .22</u>	<u>\$ .31</u>