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FOR IMMEDIATE RELEASE:

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ASB Financial Corp. Reports Net Earnings for the Three Months ended September 30, 2016

Portsmouth, Ohio - ASB Financial Corp (“ASBF” or the “Corporation”), parent company of American Savings Bank, fsb, reported net earnings of \$741,000, or diluted earnings per share of \$0.37 for the three months ended September 30, 2016. This represents an increase of \$282,000, or 61.4%, from the \$459,000, or \$0.23 per diluted share, in net earnings recorded for the three months ended September 30, 2015. The increase in net earnings was the result of increased net interest income and noninterest income, partially offset by increased noninterest expenses. Net interest income increased \$210,000, or 10.3%, with interest income increasing \$169,000 and interest expense decreasing \$41,000. Noninterest income increased by 511,000, or 47.3%, compared to three months ended September 30, 2015, primarily a result of the bank expanding its secondary market loan operations and its presence in the southwestern Ohio market. Noninterest expenses increased \$277,000, or 11.3%, due to increased personnel and operating costs with the growth of the secondary market loan operations. The provision for federal income tax increased by \$172,000, or 96.9%.

At September 30, 2016, ASB Financial Corp. reported total assets of \$272.6 million; total liabilities of \$245.0 million, including deposits of \$198.0 million; and shareholders' equity of \$27.7 million.

ASB Financial Corp., a thrift holding company incorporated under the laws of the State of Ohio, owns all of the issued and outstanding common shares of American Savings Bank, fsb, a federal savings bank. American Savings Bank, fsb, was founded in 1892 serving the Portsmouth, Ohio area. It expanded its market into the Cincinnati, Ohio area in November 2012 with the acquisition of Cottage Savings Bank. ASB Financial completed a private placement offering for 385,000 additional shares of common stock on December 27, 2013. The common shares of ASB Financial are traded through OTCMarkets.com under the symbol ASBN.

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ASB Financial Corp.
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ASB FINANCIAL CORP.
Consolidated Balance Sheets
(In thousands, except per share data)
(unaudited)

	September 30,	June 30,
ASSETS	2016	2016
Cash and cash equivalents	\$ 5,805	\$ 4,528
Available-for-sale securities	26,065	26,796
Loans held for sale	4,412	6,242
Loans receivable, net of allowance for loan losses	219,166	214,484
Other assets	<u>17,201</u>	<u>17,274</u>
Total assets	<u>\$ 272,649</u>	<u>\$ 269,324</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits	\$ 197,991	\$ 203,135
Borrowings	44,873	37,153
Other liabilities	<u>2,093</u>	<u>1,755</u>
Total liabilities	244,957	242,043
Shareholders' equity (1,979,034 shares outstanding)	<u>27,692</u>	<u>27,281</u>
Total liabilities and shareholders' equity	<u>\$ 272,649</u>	<u>\$ 269,324</u>

ASB FINANCIAL CORP.
Consolidated Statements of Income
(In thousands, except per share data)
(unaudited)

	For the three months	
	ended September 30,	
	2016	2015
Total interest income	\$ 2,654	\$ 2,485
Total interest expense	<u>399</u>	<u>440</u>
Net interest income	2,255	2,045
Provision for losses on loans	<u>20</u>	<u>30</u>
Net interest income after provision for loan losses	2,235	2,015
Total noninterest income	1,591	1,080
Total noninterest expense	<u>2,735</u>	<u>2,458</u>
Income before income taxes	1,091	637
Provision for federal income taxes	<u>350</u>	<u>178</u>
NET INCOME	<u>\$ 741</u>	<u>\$ 459</u>
 Basic Earnings per Share	 <u>\$ 0.37</u>	 <u>\$ 0.23</u>
 Diluted Earnings per Share	 <u>\$ 0.37</u>	 <u>\$ 0.23</u>