

# ASB FINANCIAL CORP.

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July 24, 2012

## **FOR IMMEDIATE RELEASE:**

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## **ASB Financial Corp. Reports Net Earnings For The Twelve and Three Months Ended June 30, 2011**

Portsmouth, Ohio - ASB Financial Corp, parent company of American Savings Bank, fsb, reported net earnings for the twelve months ended June 30, 2012, of \$1.7 million, or diluted earnings per share of \$1.04, a decrease of \$317,000, or 16.1%, from the \$2.0 million, or \$1.24 per diluted share in net earnings recorded for the twelve months ended June 30, 2011.

The \$317,000, or 16.1%, decrease in net earnings resulted primarily from a \$190,000, or 24.2%, increase in provision for losses on loans and decreases of \$63,000 or 5.1%, in other income. These decreases were partially offset by an increase of \$24,000, or 0.3% in net interest income, and a decrease of \$91,000, or 12.9%, in provision for income taxes. The increase in provisions for losses on loans was due to management's analysis of the appropriate level for the allowance for loan losses and the decrease in net interest income was due to a decline in overall market interest rates.

Net earnings for the three months ended June 30, 2012, totaled \$409,000, or \$.26 per diluted share, compared to net earnings of \$491,000, or \$.31 per diluted share, for the quarter ended June 30, 2011. The decrease in net earnings of \$82,000, or 16.7%, was due primarily to a \$61,000 or 2.2% decrease in net interest income, a \$19,000 or 5.5% decrease in other income and a \$179,000 or 11.9% increase in General administration and other expenses. These decreases were partially offset by a decrease of \$14,000 or 7.7% in provision for income taxes, a decrease of \$103,000 or 16.0% in interest expense and a \$42,000 or 2.0% increase in net interest income.

At June 30, 2012, ASB Financial Corp. reported total assets of \$237 million, total liabilities of \$215.8 million, including deposits of \$200.5 million, and shareholders' equity of \$21.1 million.

American Savings Bank, fsb, serving Southern Ohio and Northeastern Kentucky, was founded in 1892. The common shares of ASB are traded through Pinksheets.com under the symbol ASBN.

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

<b>ASSETS</b>	<b>June 30, 2012</b>	<b>June 30, 2011</b>
Cash and cash equivalents	\$ 10,514	\$ 9,627
Investment securities	23,405	18,507
Mortgage –backed securities	24,059	22,550
Loans receivable	167,226	167,005
Other assets	<u>11,770</u>	<u>11,610</u>
Total assets	<b>\$ <u>236,974</u></b>	<b>\$ <u>229,299</u></b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Deposits	\$ 200,540	\$ 192,798
Borrowings	13,001	13,010
Other liabilities	<u>2,336</u>	<u>2,585</u>
Total liabilities	215,877	208,393
Shareholders' equity	<u>21,097</u>	<u>20,906</u>
Total liabilities and shareholders' equity	<b>\$ <u>236,974</u></b>	<b>\$ <u>229,299</u></b>

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

	<b>Twelve months ended</b>		<b>Three months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
Total interest income	\$10,608	\$11,328	\$2,727	\$2,788
Total interest expense	<u>2,286</u>	<u>3,030</u>	<u>540</u>	<u>643</u>
Net interest income	8,322	8,298	2,187	2,145
Provision for losses on loans	<u>975</u>	<u>785</u>	<u>250</u>	<u>310</u>
Net interest income after provision for losses on loans	7,347	7,513	1,937	1,835
Other income	1,175	1,238	327	346
General, administrative and other expense	<u>6,256</u>	<u>6,077</u>	<u>1,688</u>	<u>1,509</u>
Earnings before income taxes	2,266	2,674	576	672
Federal income taxes	<u>612</u>	<u>703</u>	<u>167</u>	<u>181</u>
<b>NET EARNINGS</b>	<b>\$ <u>1,654</u></b>	<b>\$ <u>1,971</u></b>	<b>\$ <u>409</u></b>	<b>\$ <u>491</u></b>
<b>EARNINGS PER SHARE</b>				
Basic	<u>\$1.04</u>	<u>\$1.24</u>	<u>\$ .26</u>	<u>\$ .31</u>
Diluted	<u>\$1.04</u>	<u>\$1.24</u>	<u>\$ .26</u>	<u>\$ .31</u>