

FFW CORP PRESS RELEASE

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FFW CORPORATION ANNOUNCES EARNINGS FOR THE QUARTER AND YEAR TO DATE ENDED MARCH 31, 2024

WABASH, INDIANA - - FFW Corporation (the "Corporation") (OTC PINK: FFWC) (**4/23/2024 Close: \$34.65**), parent corporation of Crossroads Bank (the "Bank"), announced earnings for the quarter and year to date ended March 31, 2024.

For the three months ended March 31, 2024, the Corporation reported net income of \$920,000 or \$0.82 per common share compared to \$1,216,000 or \$1.07 per common share for the three months ended March 31, 2023. Net interest income for the three months ended March 31, 2024 was \$3,536,000 compared to \$3,975,000 for the three months ended March 31, 2023. The provision for credit losses was \$0 for the three months ended March 31, 2024 compared to \$75,000 for the three months ended March 31, 2023. Total noninterest income was \$1,068,000 for the three months ended March 31, 2024 compared to \$880,000 for the three months ended March 31, 2023. Noninterest expense was \$3,609,000 for the three months ended March 31, 2024 and \$3,478,000 for the three months ended March 31, 2023.

For the nine months ended March 31, 2024, the Corporation reported net income of \$2,972,000 or \$2.64 per common share compared to \$4,355,000 or \$3.84 per common share for the nine months ended March 31, 2023. Net interest income for the nine months ended March 31, 2024 was \$10,813,000 compared to \$12,599,000 for the nine months ended March 31, 2023. The Company recognized a provision for credit losses of \$0 for the nine months ended March 31, 2024 and \$475,000 for the nine months ended March 31, 2023. Total noninterest income was \$3,007,000 for the nine months ended March 31, 2024 compared to \$2,975,000 for the nine months ended March 31, 2023. Noninterest expense was \$10,584,000 for the nine months ended March 31, 2024 and \$10,084,000 for the nine months ended March 31, 2023.

The three and nine months ended March 31, 2024 represented a return on average common equity of 7.67% and 8.56%, respectively, compared to 10.47% and 12.59% for the three and nine month periods ended March 31, 2023. The three and nine months ended March 31, 2024 represented a return on average assets of 0.66% and 0.72%, respectively, compared to 0.93% and 1.09%, for the three and nine month periods ended March 31, 2023.

The allowance for credit losses as a percentage of gross loans receivable was 1.29% at March 31, 2024 compared to 1.23% at June 30, 2023. Nonperforming assets were \$4,105,000 at March 31, 2024 compared to \$2,065,000 at June 30, 2023.

As of March 31, 2024, FFWC's equity-to-assets ratio was 8.62% compared to 8.54% at June 30, 2023. Total assets at March 31, 2024 were \$556,704,000 compared to \$543,245,000 at June 30, 2023. Shareholders' equity was \$47,963,000 at March 31, 2024 compared to \$46,385,000 at June 30, 2023. Crossroads Bank exceeds all applicable regulatory requirements to be considered "well capitalized."

Forward Looking Statements

This press release may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include expressions such as "expects," "intends," "believes," and "should," which are necessarily statements of belief as to the expected outcomes of future events. Actual results could materially differ from those presented. The Corporation's ability to predict future results involves a number of risks and uncertainties. The Corporation undertakes no obligation to release revisions to these forward-looking statements or reflect events or circumstances after the date of this release.

Crossroads Bank is a wholly owned subsidiary of FFW Corporation providing an extensive array of banking services and a wide range of investments and securities products through its main office in Wabash and six Indiana banking centers located in Columbia City, North Manchester, Peru, South Whitley, Syracuse, and Warsaw. The Bank also provides leasing services at each of its banking centers. Insurance products are offered through an affiliated company, Insurance 1 Services, Inc. The Corporation's stock is traded on the OTC Markets under the symbol "FFWC." Our website address is www.crossroadsbanking.com. Crossroads Bank, Member FDIC.

FFW Corporation
Selected Financial Information

Consolidated Balance Sheet

	March 31	June 30
	2024	2023
	Unaudited	
Assets		
Cash and due from financial institutions	\$ 2,635,498	\$ 8,686,057
Interest-bearing deposits in other financial institutions	4,410,327	4,668,889
Cash and cash equivalents	7,045,825	13,354,946
Securities available for sale	107,185,861	110,063,452
Loans held for sale	158,000	80,000
Loans receivable, net of allowance for credit losses of \$5,366,311 at March 31, 2024 and \$4,852,745 at June 30, 2023	410,645,871	390,544,236
Federal Home Loan Bank stock, at cost	1,289,700	1,289,700
Accrued interest receivable	2,718,842	2,648,368
Premises and equipment, net	7,762,148	8,121,511
Mortgage servicing rights	1,095,003	1,128,019
Cash surrender value of life insurance	12,619,809	10,086,476
Goodwill	1,213,898	1,213,898
Repossessed assets	1,250	109,596
Other assets	4,967,346	4,604,551
Total assets	\$ 556,703,553	\$ 543,244,753
Liabilities and shareholders' equity		
Deposits		
Noninterest-bearing	\$ 50,711,836	\$ 53,267,081
Interest-bearing	446,835,882	437,700,301
Total deposits	497,547,718	490,967,382
Borrowings	6,500,000	2,100,000
Accrued expenses and other liabilities	4,692,595	3,792,808
Total liabilities	508,740,313	496,860,190
Shareholders' equity		
Common stock, \$.01 par; 2,000,000 shares authorized; Issued: 1,836,328; outstanding: 1,126,843 - March 31, 2024 and 1,126,357 - June 30, 2023		
	18,363	18,363
Additional paid-in capital	10,220,664	10,150,145
Retained earnings	60,903,966	59,406,634
Accumulated other comprehensive income (loss)	(10,532,232)	(10,588,876)
Treasury stock, at cost: 709,485 at March 31, 2024 and 709,971 shares at June 30, 2023	(12,647,521)	(12,601,703)
Total shareholders' equity	47,963,240	46,384,563
Total liabilities and shareholders' equity	\$ 556,703,553	\$ 543,244,753

FFW Corporation
Selected Financial Information

Consolidated Statement of Income

	Three Months Ended March 31		Nine Months Ended March 31	
	2024	2023	2024	2023
	Unaudited	Unaudited	Unaudited	Unaudited
Interest and dividend income:				
Loans, including fees	\$ 5,373,052	\$ 4,494,524	\$ 15,688,146	\$ 12,606,871
Taxable securities	508,864	477,067	1,493,040	1,381,213
Tax exempt securities	407,951	457,460	1,250,686	1,377,899
Other	57,616	76,502	189,900	360,583
Total interest and dividend income	6,347,483	5,505,553	18,621,772	15,726,566
Interest expense:				
Deposits	2,746,943	1,526,134	7,680,525	3,121,684
Borrowings	64,888	4,665	128,357	6,037
Total interest expense	2,811,831	1,530,799	7,808,882	3,127,721
Net interest income	3,535,652	3,974,754	10,812,890	12,598,845
Provision for credit losses	-	75,000	-	475,000
Net interest income after provision for credit losses	3,535,652	3,899,754	10,812,890	12,123,845
Noninterest income:				
Net gains (losses) on sales of securities	-	(3,633)	-	(3,633)
Net gains on sales of loans	28,349	12,710	71,755	151,602
Net gains (losses) on fixed assets	-	(20,533)	-	(20,533)
Net gains (losses) on sales of REO	-	(8,775)	(37,006)	3,066
Commission income	364,240	299,231	1,034,231	923,239
Service charges and fees	276,777	242,269	779,262	804,352
Earnings on life insurance	107,851	79,662	283,332	238,088
Other	291,081	278,705	874,958	879,123
Total noninterest income	1,068,298	879,636	3,006,532	2,975,304
Noninterest expense:				
Salaries and benefits	1,942,761	1,913,505	5,726,167	5,551,802
Occupancy and equipment	323,582	320,444	950,172	932,825
Professional	116,840	109,579	359,794	326,487
Marketing	98,890	102,263	281,794	281,215
Deposit insurance premium	69,000	39,025	207,666	119,968
Regulatory assessment	10,345	8,511	31,035	24,690
Correspondent bank charges	25,675	21,650	69,885	66,073
Data processing	474,275	435,771	1,384,115	1,236,359
Printing, postage and supplies	64,214	65,940	219,432	221,267
Expense on life insurance	41,249	21,889	88,785	65,982
Contribution expense	20,946	20,248	40,881	40,124
Expense on REO	-	636	5,822	6,540
Other	421,267	418,077	1,217,961	1,210,389
Total noninterest expense	3,609,044	3,477,538	10,583,509	10,083,721
Income before income taxes	994,906	1,301,852	3,235,913	5,015,428
Income tax expense	75,100	85,468	264,001	660,505
Net income	\$ 919,806	\$ 1,216,384	\$ 2,971,912	\$ 4,354,923

FFW Corporation
Selected Financial Information

Key Balances and Ratios

	Three Months Ended March 31		Nine Months Ended March 31	
	2024	2023	2024	2023
	Unaudited	Unaudited	Unaudited	Unaudited
Per common share data:				
Earnings	\$0.82	\$1.07	\$2.64	\$3.84
Diluted earnings	\$0.82	\$1.07	\$2.64	\$3.84
Dividends paid	\$0.29	\$0.28	\$0.87	\$0.84
Average shares issued and outstanding	1,128,394	1,128,995	1,126,998	1,133,501
Shares outstanding end of period	1,126,843	1,127,357	1,126,843	1,127,357
Supplemental data:				
Net interest margin **	2.66%	3.13%	2.70%	3.25%
Return on average assets ***	0.66%	0.93%	0.72%	1.09%
Return on average common equity ***	7.67%	10.47%	8.56%	12.59%
	March 31		June 30	
	2024		2023	
Nonperforming assets *	\$4,105,121	\$2,065,381		
Reposessed assets	\$1,250	\$109,596		

* Includes non-accruing loans, accruing loans delinquent more than 90 days and reposessed assets

** Yields reflected have not been computed on a tax equivalent basis

*** Annualized