



**HOME
BANCORP**
WISCONSIN, INC.

Quarterly Report September 30, 2021

Stockholder Information

Stock Symbol:
HWIS

Investor Relations:

Jim Bradley
CEO
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Financial Highlights

As previously announced, Home Bancorp Wisconsin, Inc., the holding company of Home Savings Bank, has signed a definitive purchase and assumption agreement whereby Dupaco Community Credit Union, Dubuque, Iowa, will acquire the assets and assume the liabilities of Home Savings Bank in an all-cash transaction. Founded in 1948, Dupaco serves more than 143,000 members, has assets in excess of \$2.6 billion, over 600 employees, and 18 branch offices, including Platteville, Wisconsin. The transaction is expected to close in the second quarter of 2022, subject to customary closing conditions, the approval of Home Bancorp's stockholders, and regulatory approvals. Home Bancorp will provide its stockholders with a proxy statement and other relevant documents concerning the transaction and liquidation.

Home Bancorp Wisconsin Inc.'s (the "Company") net income for the twelve months ended September 30, 2021, was \$617,000 compared to \$2.5 million for the same period last year. Net income in fiscal 2020 included the full elimination of the \$1.9 million allowance against the Company's deferred tax asset. Net income before income taxes for the twelve months ended September 30, 2021 was \$835,000, up from \$783,000 for the same period last year.

Net interest income for the twelve months ended September 30, 2021 was \$4.9 million, up from \$4.7 million for the same period last year. A provision for loan losses of \$65,000 was recognized during the fiscal year ended September 30, 2021; a provision of \$154,000 was taken in the same period last year.

Non-interest income of \$419,000 for the twelve-month period ended September 30, 2021 was down modestly from \$433,000 for the same period last year.

Non-interest expense of \$4.4 million for the twelve months ended September 30, 2021 was up \$174,000 from last fiscal year. Cost savings were achieved in the areas of occupancy and equipment, data processing and office expense, and other noninterest expenses. Professional fees increased \$433,000 over last year, largely attributable to professional advisory services related to the announced strategic acquisition by Dupaco Community Credit Union.

Loan balances, net of allowance, increased \$14.9 million during the twelve-month period to \$150.3 million at September 30, 2021, a growth of 11.05%. The Bank's loan portfolio continues to be predominately residential real estate mortgages. Noncurrent loans/loans at September 30, 2021 was 0.00%, down from 0.34% on September 30, 2020. The allowance for loan losses was .94% at September 30, 2021, compared to 1.09% on September 30, 2020.

Total deposits increased \$3.6 million during the twelve-month period to \$134.0 million at September 30, 2021, a growth of 2.74%. In addition to deposit increases, loan growth was funded by the redeployment of liquid assets held in interest bearing deposits.

Total equity as of September 30, 2021 was \$19.2 million, compared with \$18.5 million on September 30, 2020.

Total assets as of September 30, 2021 were \$182.7 million, up from \$177.6 million on September 30, 2020. The Bank's Regulatory Tier 1 Leverage Ratio as of September 30, 2021 is 9.42%, compared to 8.94% as of September 30, 2020.

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.

The date and location of the Annual Meeting of Stockholders of Home Bancorp Wisconsin, Inc., the holding company for Home Savings Bank, will be announced at a later date.

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)

ASSETS	09/30/21 (UNAUDITED)	09/30/20 (AUDITED)
Cash and Due from Banks	\$ 1,723	\$ 1,303
Interest-Bearing Deposits	184	300
Cash and Cash Equivalents	1,907	1,603
Other Interest-Bearing Deposits	17,913	27,398
Securities Available-for-Sale	174	257
Securities Held to Maturity	548	864
Loans, Net of Allowance for Loan Losses	150,291	135,342
Premises and Equipment, Net	4,625	4,779
Federal Home Loan Bank Stock, at Cost	1,094	1,094
Cash Value of Life Insurance	3,770	3,697
Other Real Estate Owned	-	-
Deferred Tax Asset, Net	1,629	1,698
Other Assets	699	835
Total Assets	<u>\$ 182,650</u>	<u>\$ 177,567</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Demand Deposits	\$ 42,341	\$ 36,844
Money Market and Savings Deposits	55,826	54,682
Time Deposits	35,867	38,935
Total Deposits	134,034	130,461
Advance Payments by Borrowers for Taxes and Insurance	675	680
Borrowed Funds	26,675	26,431
Other Liabilities	2,055	1,513
Total Liabilities	163,439	159,085
STOCKHOLDERS' EQUITY		
Common Stock - \$0.01 par Value; 30,000,000 Shares Authorized; Shares Issued and Outstanding of 1,353,104	14	14
Additional Paid-In Capital	11,559	11,526
Retained Earnings	8,427	7,809
Unearned Employee Stock Ownership Plan (ESOP) Shares	(496)	(525)
Unearned Deferred Stock Compensation	(297)	(347)
Accumulated Other Comprehensive Loss	5	5
Total Stockholders' Equity	19,211	18,482
Total Liabilities and Stockholders' Equity	<u>\$ 182,650</u>	<u>\$ 177,567</u>
BOOK VALUE PER SHARE	<u>\$ 14.20</u>	<u>\$ 13.66</u>

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

	<u>09/30/21</u> <u>(UNAUDITED)</u>	<u>09/30/20</u> <u>(AUDITED)</u>
INTEREST INCOME		
Loans, Including Fees	\$ 5,761	\$ 5,768
Interest-Bearing Deposits	330	489
Securities	20	28
Total Interest Income	<u>6,112</u>	<u>6,285</u>
INTEREST EXPENSE		
Deposits	802	1,126
Borrowed Funds	413	414
Total Interest Expense	<u>1,215</u>	<u>1,540</u>
NET INTEREST INCOME	4,897	4,745
PROVISION FOR LOAN LOSSES	65	154
Net Interest Income, After Provision for Loan Losses	<u>4,832</u>	<u>4,591</u>
NONINTEREST INCOME		
Service Fees	318	323
Increase in Cash Value of Life Insurance	73	75
Rental Income	26	25
Other Noninterest Income	2	10
Total Noninterest Income	<u>419</u>	<u>433</u>
NONINTEREST EXPENSE		
Compensation and Employee Benefits	2,207	2,318
Occupancy and Equipment	438	509
Data Processing and Office Expense	789	861
Advertising and Promotions	37	41
Professional Fees	767	334
Examinations and Assessments	69	59
Net Loss on Sale of Investments	-	-
Other Noninterest Expense	109	119
Total Noninterest Expense	<u>4,415</u>	<u>4,241</u>
Net Income Before Income Taxes	835	783
PROVISION FOR INCOME TAXES	218	(1,698)
NET INCOME	<u>\$ 617</u>	<u>\$ 2,481</u>
EARNINGS PER SHARE	<u>\$ 0.46</u>	<u>\$ 1.91</u>