

FOR IMMEDIATE RELEASE

MID-SOUTHERN BANCORP, INC. ANNOUNCES FINANCIAL POSITION AT JUNE 30, 2025 AND EXPECTED RANGE OF PER SHARE CONSIDERATION IN DISSOLUTION PAYMENT

SALEM, IN; September 03, 2025 - Mid-Southern Bancorp, Inc. (the “Company”) (OTC Pink: MSVB), the parent holding company of Mid-Southern Savings Bank, FSB (the “Bank”), announced that the Company’s consolidated assets at June 30, 2025, were \$59.2 million.

As previously reported, effective April 25, 2025, the Bank completed its purchase and assumption transaction with Beacon Credit Union in which Beacon Credit Union purchased substantially all of the Bank’s assets and assumed substantially all of the Bank’s liabilities, including all deposit liabilities (“P&A Transaction”).

Based on the Company’s financial condition at June 30, 2025, the Company estimates that shareholders are currently expected to receive in the dissolution of the Company between \$16.75 and \$17.25 in cash in exchange for each share of the Company’s common stock owned (the “per share consideration”), but, as previously disclosed, the per share consideration is subject to significant variation based on various factors including the amount of corporate taxation to be paid by the Company in the P&A Transaction; the costs associated with the liquidation accounts; the amount of cash held by the Company at the closing of the dissolution; costs related to the liquidation and the distribution of the Bank’s remaining assets to the Company; and costs related to the dissolution and the distribution of the Company’s remaining assets to its shareholders. Based on these factors, investors should not assume that the ultimate per share consideration distributed to shareholders will be within the range set forth above. Distribution of the per share consideration is expected to be made in the fourth quarter of 2025.

Forward-Looking Statements

This press release contains forward-looking statements. Forward-looking statements are not historical or current facts and they often include words like “believe,” “expect,” “anticipate,” “estimate,” “intend” or similar terminology. Factors that could cause actual results to differ materially from those expected include delays in completing the liquidation and the dissolution. Except as required by law, neither the Company nor Mid-Southern Savings Bank, FSB undertake any obligation to update any forward-looking statement to reflect circumstances or events that occur after the date the forward-looking statement is made.

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**MID-SOUTHERN BANCORP, INC.
SALEM, INDIANA**

FINANCIAL STATEMENTS

**THREE AND SIX MONTHS ENDED
JUNE 30, 2025**

MID-SOUTHERN BANCORP, INC.

CONTENTS

	Page
Independent Accountant's Compilation Report.....	3
CONSOLIDATED BALANCE SHEET	4
CONSOLIDATED STATEMENTS OF INCOME	5
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME.....	6
CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY	7



Independent Accountant's Compilation Report

Board of Directors
Mid-Southern Bancorp, Inc.
Salem, Indiana

Management is responsible for the accompanying consolidated financial statements of **Mid-Southern Bancorp, Inc.**, which comprise the consolidated balance sheet as of June 30, 2025, and the related consolidated statements of income, comprehensive income and changes in stockholders' equity for the three and six months then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the consolidated financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these consolidated financial statements.

Management has elected to omit substantially all the disclosures and statements of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statements of cash flows were included in the consolidated financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the consolidated financial statements are not designed for those who are not informed about such matters.

Monroe Shine

New Albany, Indiana
August 26, 2025

MID-SOUTHERN BANCORP, INC.
CONSOLIDATED BALANCE SHEET
JUNE 30, 2025
(In thousands, except share information)

ASSETS	
Cash and due from banks	\$ 59,158
Other assets	4
	4
Total Assets	\$ 59,162
 LIABILITIES	
Federal and state income taxes payable	\$ 2,352
Liquidation account payable	5,977
Accrued expenses and other liabilities	1,042
	9,371
Total Liabilities	9,371
 STOCKHOLDERS' EQUITY	
Preferred stock, 1,000,000 shares authorized, \$0.01 par value, no shares issued and outstanding	-
Common stock, 30,000,000 shares authorized, \$0.01 par value, 3,482,462 shares issued and 2,802,071 shares outstanding	35
Additional paid-in-capital	30,426
Retained earnings, substantially restricted	28,924
Treasury stock, at cost - 680,391 shares	(9,594)
	49,791
Total Stockholders' Equity	49,791
Total Liabilities and Stockholders' Equity	\$ 59,162

See independent accountant's compilation report.

MID-SOUTHERN BANCORP, INC.
CONSOLIDATED STATEMENTS OF INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2025

(In thousands)

	Three Months Ended <u>June 30, 2025</u>	Six Months Ended <u>June 30, 2025</u>
INTEREST INCOME		
Loans, including fees	\$ 542	\$ 2,341
Securities:		
Taxable	10	43
Tax-exempt	9	38
Federal Home Loan Bank dividends	1	7
Interest-bearing deposits with banks	<u>645</u>	<u>1,509</u>
Total interest income	<u>1,207</u>	<u>3,938</u>
INTEREST EXPENSE		
Deposits	<u>158</u>	<u>705</u>
Total interest expense	<u>158</u>	<u>705</u>
Net interest income	1,049	3,233
Provision for credit losses	<u>(13)</u>	<u>(82)</u>
Net interest income after provision for credit losses	<u>1,062</u>	<u>3,315</u>
NONINTEREST INCOME		
Deposit account service charges	22	98
Brokered loan fees	-	14
Increase in cash value of life insurance	4	19
ATM and debit card fee income	41	175
Gain on sale of assets to Beacon Credit Union	25,571	25,571
Other income	<u>5</u>	<u>15</u>
Total noninterest income	<u>25,643</u>	<u>25,892</u>
NONINTEREST EXPENSE		
Compensation and benefits	2,471	3,248
Occupancy and equipment	101	244
Data processing	812	1,056
Professional fees	217	402
Directors' compensation	70	129
Supervisory examinations	2	15
Deposit insurance premiums	8	32
Other expenses	<u>67</u>	<u>195</u>
Total noninterest expense	<u>3,748</u>	<u>5,321</u>
Income before income taxes	22,957	23,886
Income tax expense	<u>6,067</u>	<u>6,269</u>
Net Income	<u>\$ 16,890</u>	<u>\$ 17,617</u>

See independent accountant's compilation report.

MID-SOUTHERN BANCORP, INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2025
(In thousands)

	Three Months Ended <u>June 30, 2025</u>	Six Months Ended <u>June 30, 2025</u>
Net Income	\$ 16,890	\$ 17,617
OTHER COMPREHENSIVE INCOME, NET OF TAX		
Change in net unrealized loss on securities available for sale:		
Net unrealized holding losses arising during the period	(82)	(114)
Income tax benefit	<u>21</u>	<u>28</u>
Net of tax amount	<u>(61)</u>	<u>(86)</u>
Less: Reclassification adjustment for realized losses included in net income during the period		
	(852)	(852)
Income tax benefit	<u>212</u>	<u>212</u>
Net of tax amount	<u>(640)</u>	<u>(640)</u>
Other Comprehensive Income, net of tax	<u>579</u>	<u>554</u>
Comprehensive Income	<u>\$ 17,469</u>	<u>\$ 18,171</u>

See independent accountant's compilation report.

MID-SOUTHERN BANCORP, INC.
CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2025

(In thousands)

	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Unearned ESOP Shares	Unearned Stock Compensation	Treasury Stock	Total
Balances at April 1, 2025	\$ 36	\$ 30,942	\$ 18,011	\$ (579)	\$ (1,231)	\$ (101)	\$ (9,594)	\$ 37,484
Net income	-	-	16,890	-	-	-	-	16,890
Other comprehensive income	-	-	-	579	-	-	-	579
Cash dividends	-	-	-	-	-	-	-	-
Accrued liquidation account payment	-	-	(5,977)	-	-	-	-	(5,977)
ESOP shares committed to be released	(1)	(542)	-	-	1,231	-	-	688
Stock compensation expense	-	26	-	-	-	101	-	127
Balances at June 30, 2025	<u>\$ 35</u>	<u>\$ 30,426</u>	<u>\$ 28,924</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,594)</u>	<u>\$ 49,791</u>
Balances at January 1, 2025	\$ 36	\$ 30,924	\$ 17,450	\$ (554)	\$ (1,259)	\$ (123)	\$ (9,594)	\$ 36,880
Net income	-	-	17,617	-	-	-	-	17,617
Other comprehensive income	-	-	-	554	-	-	-	554
Cash dividends	-	-	(166)	-	-	-	-	(166)
Accrued liquidation account payment	-	-	(5,977)	-	-	-	-	(5,977)
ESOP shares committed to be released	(1)	(528)	-	-	1,259	-	-	730
Stock compensation expense	-	30	-	-	-	123	-	153
Balances at June 30, 2025	<u>\$ 35</u>	<u>\$ 30,426</u>	<u>\$ 28,924</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,594)</u>	<u>\$ 49,791</u>

See independent accountant's compilation report.