MW Bancorp, Inc. Reports Results for the Three and Nine Months Ended March 31, 2018

Cincinnati, Ohio – April 10, 2018 – MW Bancorp, Inc. (the "Company") (OTC: MWBC), the parent company of Watch Hill Bank (the "Bank"), today reported net income of $201,000, or $0.23 per diluted share, for the three months ended March 31, 2018, which was a decrease of $1.0 million from net income of $1.2 million, or $1.46 per diluted share, for the three months ended March 31, 2017. The Company reported a net loss for the nine months ended March 31, 2018 of $(579,000), or $(0.70) per share, compared to net income of $1.4 million, or $1.73 per diluted share for the nine months ended March 31, 2017.

The decrease in net income for the three months ended March 31, 2018, compared to the same quarter ended March 31, 2017, was due primarily to a $1.4 million increase in federal income taxes. The increase in federal income taxes was due primarily to our recognition of a $1.3 million tax benefit in the quarter ended March 31, 2017, related to the reversal of the impairment valuation allowance on our deferred tax assets. The Company reported a $347,000 increase in pre-tax income for the three months ended March 31, 2018 compared to the same quarter in 2017, comprised primarily of a $179,000 increase in net interest income and a $186,000 decrease in noninterest expense, which were partially offset by an $18,000 decrease in noninterest income.

The decrease in net income for the nine months ended March 31, 2018, was primarily due to a $2.2 million increase in income taxes. The increase in income taxes was due to an $804,000 write-down of the Company's deferred tax assets, which was attributable to the change in the federal income tax rates pursuant to the Tax Cuts and Jobs Act (the "Tax Act") enacted in December 2017. The deferred tax assets had previously been carried using the 34% tax rate. The new Tax Act had the effect of changing the corporate tax rate to 21%, and accordingly, the Company adjusted the carrying value of the deferred tax assets to reflect the new rate. In addition, in the year-ago period, the Company recognized a $1.3 million tax benefit related to the reversal of an impairment valuation allowance on the deferred tax assets. The Company reported a $159,000 increase in pre-tax income for the nine months ended March 31, 2018, compared to the same nine-month period ended March 31, 2017, due primarily to a $574,000 increase in net interest income, which was partially offset by a $255,000 increase in noninterest expense and a $160,000 decrease in noninterest income.

The Company reported total assets of $163.2 million at March 31, 2018, an increase of $19.9 million, or 13.9%, over June 30, 2017. Total loans increased by 16.8% to $141.9 million; total deposits increased by 16.4% to $113.2 million; and shareholders' equity decreased by 3.1% to $16.8 million at March 31, 2018 compared to June 30, 2017.

Total nonperforming loans were $823,000 and $856,000 at March 31, 2018 and June 30, 2017, respectively. Classified loans totaled $1.1 million at March 31, 2018, compared to $1.2 million at June 30, 2017, and total loans past due greater than 30 days were $576,000 and $656,000 at those respective dates. As a percentage of nonperforming loans, the allowance for loan losses was 199.3% at March 31, 2018, compared to 191.6% at June 30, 2017.

Information contained in this report may be considered forward-looking in nature as defined by the Private Securities Litigation Reform Act of 1995 and is subject to various risks, uncertainties, and assumptions. Such forward-looking statements in this report are inherently subject to many uncertainties arising in MW Bancorp's operations and business environment. Should one or more of these risks or uncertainties materialize, or should the underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or expected. Among the key factors that may have a direct bearing on MW Bancorp's operating results, performance or financial condition are competition, the demand for our products and services, our ability to maintain current deposit and loan levels at current interest rates, deteriorating credit quality, including changes in the interest rate environment reducing interest margins, changes in prepayment speeds, loan origination and sale volumes, charge-offs and loan loss provisions, our ability to maintain required capital levels and adequate sources of funding and liquidity, our ability to secure confidential information through the use of computer systems and telecommunications networks, and other factors as set forth in filings with the Securities and Exchange Commission, including the risk factors set forth in our Annual Report on Form 10-K for the year ended June 30, 2017. MW Bancorp undertakes no duty to update any forward-looking statement to conform the statement to actual results or changes in our expectations.

MW Bancorp, Inc.
Condensed Consolidated Statements of Operations
For the Three and Nine Months Ended March 31, 2018 and 2017
(In thousands, except share data)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2018	**2017**	**2018**	**2017**
Interest Income		(Unaudited)		
Loans, including fees	$ 1,414	$ 1,090	$ 4,044	$ 3,161
Investment securities	22	19	69	50
Interest-bearing deposits	42	26	122	85
Total interest income	1,478	1,135	4,235	3,296
Interest Expense				
Deposits	320	198	859	588
Federal Home Loan Bank advances	140	98	368	274
Total interest expense	460	296	1,227	862
Net Interest Income	1,018	839	3,008	2,434
Provision for Loan Losses	-	-	-	-
Net Interest Income After Provision for Loan Losses	1,018	839	3,008	2,434
Noninterest Income				
Gain on sale of loans	45	70	102	297
Income from Bank owned life insurance	22	23	68	70
Other operating	26	18	66	29
Total noninterest income	93	111	236	396
Noninterest Expense				
Salaries, employee benefits and directors fees	477	674	1,577	1,607
Occupancy and equipment	81	78	260	211
Data processing	74	58	216	177
Franchise taxes	34	33	99	96
FDIC insurance premiums	31	9	80	30
Professional services	58	76	314	235
Advertising	34	27	68	54
Office supplies	22	14	58	41
Business entertainment	11	10	40	36
Other	39	68	240	210
Total noninterest expense	861	1,047	2,952	2,697
Income (Loss) Before Federal Income Taxes	250	(97)	292	133
Federal Income Taxes (Credits)	49	(1,344)	871	(1,311)
Net Income (Loss)	**$ 201**	**$ 1,247**	**$ (579)**	**$ 1,444**
Basic earnings (loss) per share	**$ 0.24**	**$ 1.51**	**$ (0.70)**	**$ 1.76**
Diluted earnings (loss) per share	**$ 0.23**	**$ 1.46**	**$ (0.70)**	**$ 1.73**
Weighted-average shares outstanding				
Basic	**834,781**	**826,782**	**830,614**	**821,473**
Diluted	**877,171**	**853,291**	**830,614**	**837,310**

MW Bancorp, Inc.
Condensed Consolidated Balance Sheets
March 31, 2018 and June 30, 2017
(In thousands, except share data)

Assets	**March 31, 2018**	**June 30, 2017**
	(Unaudited)	
Cash and cash equivalents	$ 8,037	$ 7,868
Interest-bearing time deposits in other financial institutions	100	100
Available-for-sale securities	4,192	4,024
Held-to-maturity securities	94	264
Loans, net of allowance for loan losses of $1,640 and $1,640	141,915	121,520
Premises and equipment, net	1,801	1,905
Federal Home Loan Bank stock, at cost	1,238	1,203
Other assets	4,528	4,258
Deferred tax assets, net	1,254	2,103
Total assets	**$ 163,159**	**$ 143,245**
Liabilities and Shareholders' Equity		
Liabilities		
Deposits	$ 113,168	$ 97,197
Federal Home Loan Bank advances	32,547	28,255
Other liabilities	633	445
Total liabilities	146,348	125,897
Shareholders' Equity		
Preferred stock	-	-
Common stock	9	9
Additional paid-in capital	8,144	8,022
Shares acquired by ESOP	(564)	(627)
Unearned compensation - restricted stock awards	(466)	(463)
Retained earnings	10,085	10,715
Accumulated other comprehensive loss	(95)	(6)
Treasury stock	(302)	(302)
Total shareholders' equity	16,811	17,348
Total liabilities and shareholders' equity	**$ 163,159**	**$ 143,245**

MW Bancorp, Inc.
Selected Performance Ratios
At or For the Three and Nine Months Ended March 31, 2018 and 2017

	At or for the three months ended March 31,		At or for the nine months ended March 31,	
	2018	**2017**	**2018**	**2017**
Performance Ratios: (1)		(Unaudited)		
Return on average assets (ratio of net income to average total assets) (2)	0.50%	0.10%	0.19%	0.14%
Return on average equity (ratio of net income to average total equity) (2)	4.82%	(0.79)%	1.75%	1.10%
Interest rate spread (3)	2.55%	2.59%	2.60%	2.57%
Net interest margin (4)	2.65%	2.69%	2.72%	2.71%
Loans to deposits	126.85%	130.34%	126.85%	130.34%
Average equity to average total assets	10.45%	12.46%	11.11%	12.89%
Asset Quality Ratios:				
Non-performing assets to total assets	0.50%	0.65%	0.50%	0.65%
Non-performing loans to total loans	0.57%	0.76%	0.57%	0.76%
Allowance for loan losses to non-performing loans	202.47%	185.08%	202.47%	185.08%
Allowance for loan losses to total loans	1.16%	1.41%	1.16%	1.41%
Net charge-offs (recoveries) to average outstanding loans	-0.14%	0.00%	0.00%	0.00%
Capital ratios:				
Equity to total assets at period end	10.30%	12.60%	10.30%	12.60%

(1) Ratios are annualized where applicable.

(2) Ratios for the 2018 nine-month period are annualized exclusive of the $804,000 deferred tax asset charge related to the change in tax rates, and ratios for the 2017 periods are annualized exclusive of the $1.3 million reversal of the impairment valuation allowance on the deferred tax assets.

(3) The interest rate spread represents the difference between the average yield on interest-earning assets and the average cost of interest-bearing liabilities for the period.

(4) The net interest margin represents net interest income as a percent of average interest-earning assets for the period.

(5) Bank only capital ratios are presented.