

FFW CORP PRESS RELEASE

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FFW CORPORATION ANNOUNCES EARNINGS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

WABASH, INDIANA - - FFW Corporation (the "Corporation") (OTC PINK: FFWC) (**8/11/2021 Close: \$46.50**), parent corporation of Crossroads Bank (the "Bank"), announced earnings for the fiscal year ended June 30, 2021.

For the three months ended June 30, 2021, the Corporation reported net income of \$1,379,000 or \$1.21 per common share compared to \$1,399,000 or \$1.23 per common share for the three months ended June 30, 2020. Net interest income for the three months ended June 30, 2021 was \$3,608,000 compared to \$3,637,000 for the three months ended June 30, 2020. The provision for loan losses was (\$150,000) for the three months ended June 30, 2021 and \$105,000 for the three months ended June 30, 2020. Total noninterest income was \$1,248,000 for the three months ended June 30, 2021 compared to \$1,367,000 for the three months ended June 30, 2020. Noninterest expense was \$3,419,000 for the three months ended June 30, 2021 and \$3,236,000 for the three months ended June 30, 2020.

For the twelve months ended June 30, 2021, the Corporation reported net income of \$6,476,000 or \$5.67 per common share compared to \$5,011,000 or \$4.40 per common share for the twelve months ended June 30, 2020. Net interest income for the twelve months ended June 30, 2021 was \$14,697,000 compared to \$14,176,000 for the twelve months ended June 30, 2020. The Company recognized a provision for loan losses of \$345,000 for the twelve months ended June 30, 2021 and \$305,000 for the twelve months ended June 30, 2020. Total noninterest income was \$6,961,000 for the twelve months ended June 30, 2021 compared to \$4,197,000 for the twelve months ended June 30, 2020. Noninterest expense was \$13,674,000 for the twelve months ended June 30, 2021 and \$12,232,000 for the twelve months ended June 30, 2020.

The three and twelve months ended June 30, 2021 represented a return on average common equity of 10.37% and 12.42%, respectively, compared to 11.78% and 10.72% for the three and twelve month periods ended June 30, 2020. The three and twelve months ended June 30, 2021 represented a return on average assets of 1.12% and 1.36%, respectively, compared to 1.24% and 1.17%, for the three and twelve month periods ended June 30, 2020.

The allowance for loan losses as a percentage of gross loans receivable was 1.43% at June 30, 2021 compared to 1.29% at June 30, 2020. Nonperforming assets were \$3,242,000 at June 30, 2021 compared to \$3,551,000 at June 30, 2020.

As of June 30, 2021, FFWC's equity-to-assets ratio was 10.89% compared to 10.66% at June 30, 2020. Total assets at June 30, 2021 were \$486,442,000 compared to \$461,724,000 at June 30, 2020. Shareholders' equity was \$52,954,000 at June 30, 2021 compared to \$49,198,000 at June 30, 2020. 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 twelve 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

	June 30	June 30
	2021	2020
	Unaudited	
Assets		
Cash and due from financial institutions	\$ 4,779,188	\$ 6,084,611
Interest-bearing deposits in other financial institutions	51,646,720	30,077,626
Cash and cash equivalents	56,425,908	36,162,237
Securities available for sale	116,335,455	86,147,475
Loans receivable, net of allowance for loan losses of \$4,168,689 at June 30, 2021 and \$4,098,026 at June 30, 2020	285,643,064	303,102,891
Loans held for sale	2,613,987	10,876,733
Federal Home Loan Bank stock, at cost	1,462,500	1,462,500
Accrued interest receivable	2,131,744	2,281,588
Premises and equipment, net	8,949,842	9,338,832
Mortgage servicing rights	1,011,046	731,190
Cash surrender value of life insurance	9,459,746	9,159,293
Goodwill	1,213,898	1,213,898
Repossessed Assets	148,621	145,782
Other assets	1,045,876	1,101,841
Total assets	\$ 486,441,687	\$ 461,724,260
Liabilities and shareholders' equity		
Deposits		
Noninterest-bearing	\$ 49,510,375	\$ 42,014,196
Interest-bearing	380,084,790	366,527,945
Total deposits	429,595,165	408,542,141
Accrued expenses and other liabilities	3,892,719	3,984,019
Total liabilities	433,487,884	412,526,160
Shareholders' equity		
Common stock, \$.01 par; 2,000,000 shares authorized;		
Issued: 1,836,328; outstanding: 1,141,190 - June 30, 2021 and 1,129,394 - June 30, 2020	18,363	18,363
Additional paid-in capital	9,809,754	9,826,124
Retained earnings	51,852,194	47,660,175
Accumulated other comprehensive income	3,058,832	3,634,798
Treasury stock, at cost: 695,138 shares at June 30, 2021 and 706,934 shares at June 30, 2020	(11,785,340)	(11,941,360)
Total shareholders' equity	52,953,803	49,198,100
Total liabilities and shareholders' equity	\$ 486,441,687	\$ 461,724,260

FFW Corporation
Selected Financial Information

Consolidated Statement of Income

	Three Months Ended June 30		Twelve Months Ended June 30	
	2021	2020	2021	2020
	Unaudited		Unaudited	
Interest and dividend income:				
Loans, including fees	\$ 3,257,093	\$ 3,631,205	\$ 13,769,397	\$ 14,804,286
Taxable securities	313,689	349,342	1,308,266	1,391,566
Tax exempt securities	418,267	329,816	1,627,426	1,268,773
Other	14,860	5,613	38,650	239,067
Total interest and dividend income	4,003,909	4,315,976	16,743,739	17,703,692
Interest expense:				
Deposits	395,295	679,327	2,046,577	3,497,764
Borrowings	200	-	200	29,434
Total interest expense	395,495	679,327	2,046,777	3,527,198
Net interest income	3,608,414	3,636,649	14,696,962	14,176,494
Provision for loan losses	(150,000)	105,000	345,000	305,000
Net interest income after provision for loan losses	3,758,414	3,531,649	14,351,962	13,871,494
Noninterest income:				
Net gains on sales of securities	-	25,503	98,467	20,958
Net gains on sales of loans	417,457	693,285	3,632,838	1,298,996
Net gains (losses) on fixed assets	-	-	9,204	-
Net gains (losses) on sales of REO	-	(12,986)	(23,498)	(33,854)
Commission income	309,389	280,750	1,224,845	1,145,772
Service charges and fees	188,237	84,895	721,677	633,476
Earnings on life insurance	75,757	73,864	300,452	291,693
Other	257,103	221,248	996,765	839,903
Total noninterest income	1,247,943	1,366,559	6,960,750	4,196,944
Noninterest expense:				
Salaries and benefits	1,875,637	1,792,027	6,885,238	6,631,880
Occupancy and equipment	325,235	288,374	1,339,852	1,161,072
Professional	143,066	52,291	850,073	470,967
Marketing	104,293	111,551	431,982	407,145
Deposit insurance premium	33,000	14,912	132,000	53,851
Regulatory assessment	9,588	8,954	37,705	37,002
Correspondent bank charges	18,881	16,853	71,511	75,931
Data processing	391,172	385,597	1,613,051	1,416,850
Printing, postage and supplies	62,193	79,924	292,047	294,099
Expense on life insurance	20,518	14,895	72,827	59,579
Contribution expense	11,138	59,558	70,753	94,538
Expense on REO	5,626	15,833	18,683	45,515
Other	418,361	395,547	1,858,369	1,483,412
Total noninterest expense	3,418,708	3,236,316	13,674,091	12,231,841
Income before income taxes	1,587,649	1,661,892	7,638,621	5,836,597
Income tax expense	208,465	262,844	1,163,097	825,368
Net income	\$ 1,379,184	\$ 1,399,048	\$ 6,475,524	\$ 5,011,229

FFW Corporation
Selected Financial Information

Key Balances and Ratios

	Three Months Ended June 30		Twelve Months Ended June 30	
	2021	2020	2021	2020
	Unaudited		Unaudited	
Per common share data:				
Earnings	\$1.21	\$1.23	\$5.67	\$4.40
Diluted earnings	\$1.21	\$1.23	\$5.67	\$4.40
Dividends paid	\$1.25	\$0.23	\$2.00	\$0.92
Average shares issued and outstanding	1,141,717	1,129,394	1,142,448	1,138,115
Shares outstanding end of period	1,141,190	1,129,394	1,141,190	1,129,394
Supplemental data:				
Net interest margin **	3.11%	3.45%	3.29%	3.54%
Return on average assets ***	1.12%	1.24%	1.36%	1.17%
Return on average common equity ***	10.37%	11.78%	12.42%	10.72%
	June 30	June 30		
	2021	2020		
Nonperforming assets *	\$3,241,581	\$3,550,611		
Repossessed assets	\$148,621	\$145,782		

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

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

*** Annualized