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**BV FINANCIAL, INC. ANNOUNCES FINANCIAL RESULTS**

Baltimore, Maryland, February 4, 2016. - BV Financial, Inc. (OTCBB: BVFL), the holding company for Bay-Vanguard Federal Savings Bank, today reported net income of \$409,000, or \$0.14 per diluted share, for the six months ended December 31, 2015 compared to net income of \$481,000, or \$0.16 per diluted share, for the six months ended December 31, 2014. In addition, the Company reported net income of \$237,000, or \$0.08 per diluted share, for the quarter ended December 31, 2015, compared to net income of \$257,000, or \$0.09 per diluted share, for the quarter ended December 31, 2014.

The decrease in net income for the six months ended December 31, 2015 was largely attributable to a decrease in noninterest income of \$256,000 due to gains on the sale of a former branch building of \$173,000 and the gain on the sale of an REO property of \$162,000 recognized in the six month period ended December 31, 2014. This reduction in non-interest income as well as a decrease in \$187,000 in net interest income offset a \$214,000 decrease in operating expenses and a \$90,000 decrease in the provision for loan losses. Net interest income decreased \$187,000 primarily due to lower average loan balances and average yields offsetting lower deposit costs. Operating expenses decreased \$214,000 primarily due to lower REO holding costs and lower professional fees associated with loan workouts.

The decrease in net income for the three months ended December 31, 2015 was largely attributable to a decrease in noninterest income of \$103,000 due to lower gains on the sale of repossessed real estate and a \$89,000 decrease in net interest income primarily due to lower average loan balances offsetting a \$107,000 decrease in noninterest expenses. The lower expenses result primarily from lower costs associated with maintaining repossessed real estate and lower professional fees associated with loan workouts.

Non-performing assets increased by \$600,000 to \$4.1 million at December 31, 2015 compared to \$3.5 million at June 30, 2015. Non-performing loans increased to \$3.5 million at December 31, 2015 from \$2.5 million at June 30, 2015. At December 31, 2015, the loan loss allowance was \$1.8 million, which represented 1.4% of total loans and 48.3% of non-performing loans compared to \$1.8 million at June 30, 2015, which represented 1.4% of total loans and 72.3% of non-performing loans. In addition at December 31, 2015, the Bank had a credit impairment allowance of \$669,000 that is not included in the loan loss allowance. The credit impairment allowance was established for loans acquired in the merger with Vigilant Savings Bank in 2013.

As of December 31, 2015, BV Financial, Inc. assets of \$167.6 million, net loans of \$128.8 million, deposits of \$139.9 million and total stockholders' equity of \$21.5 million compared to \$169.5 million, \$126.2 million, \$141.0 million and \$21.0 million at June 30, 2015.

Bay-Vanguard's Tier 1 leverage capital ratio was 11.81% at December 31, 2015 compared to 11.31% at June 30, 2015. This ratio and the Bank's other capital measurements continue to exceed all regulatory standards for "well-capitalized" financial institutions.

This press release may contain certain forward-looking statements that are based on management's current expectations regarding economic, legislative and regulatory issues that may impact the Company's earnings in future periods. Factors that could cause future results to vary materially from current management expectations include, but are not limited to, general economic conditions, changes in interest rates, deposit flows, real estate values and competition, changes in accounting principles, policies or guidelines, changes in legislation or regulation and other economic, competitive, governmental, regulatory and technological factors affecting the Company's operations, pricing, products and services.

BV Financial, Inc. is the parent company of Bay-Vanguard Federal Savings Bank. Bay-Vanguard Federal Savings Bank is headquartered in Baltimore, Maryland with three other branches in the Baltimore metropolitan area. The Bank is a full service community-oriented financial institution dedicated to serving the financial service needs of consumers and businesses within its market area.

BV Financial, Inc.  
Consolidated Financial Highlights  
(In thousands, except per share data)

	<u>12/31/2015</u>	<u>6/30/2015</u>		
Selected Balance Sheet Data: (unaudited)				
Total assets	\$167,564	\$169,507		
Investment securities	13,678	14,584		
Loans receivable, net	128,767	126,261		
Total deposits	139,906	141,001		
Borrowings	3,137	3,163		
Stockholders' equity	21,464	21,060		
	Three months ended December 31,	Six months ended December 31,		
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Operating Results:	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Interest income	\$ 1,693	\$ 1,778	\$ 3,453	\$ 3,643
Interest expense	185	181	363	366
Net interest income	<u>1,508</u>	<u>1,597</u>	<u>3,090</u>	<u>3,277</u>
Provision for loan losses	105	150	195	285
Net interest income after provision	<u>1,403</u>	<u>1,447</u>	<u>2,895</u>	<u>2,992</u>
Non-interest income	146	249	252	508
Non-interest expense	<u>1,195</u>	<u>1,302</u>	<u>2,505</u>	<u>2,719</u>
Income before income taxes	354	394	642	781
Income taxes	117	137	233	300
Net income	<u>\$ 237</u>	<u>\$ 257</u>	<u>\$ 409</u>	<u>\$ 481</u>
Diluted income per share	<u>\$ 0.08</u>	<u>\$ 0.09</u>	<u>\$ 0.14</u>	<u>\$ 0.16</u>