

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(D) OF  
THE SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): May 9, 2024

**BANKFINANCIAL CORPORATION**

(Exact Name of Registrant as Specified in Charter)

Maryland  
(State or Other Jurisdiction  
of Incorporation)

0-51331  
(Commission  
File No.)

75-3199276  
(I.R.S. Employer  
Identification No.)

60 North Frontage Road, Burr Ridge, Illinois  
(Address of Principal Executive Offices)

60527  
(Zip Code)

Registrant's telephone number, including area code: (800) 894-6900

Not Applicable  
(Former name, former address and former fiscal year, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, par value \$0.01 per share	BFIN	The NASDAQ Stock Market LLC

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

**Item 8.01. Other Events.**

On May 9, 2024, the Company issued a press release announcing the filing of its Quarterly Report on Form 10-Q for the first quarter ended March 31, 2024 and issued the Quarterly Financial and Statistical Supplement for the latest five quarters. The press release and Quarterly Financial and Statistical Supplement are included as Exhibits 99.1 and 99.2 to this report.

**Item 9.01 Financial Statements and Exhibits.**

- (a) Not Applicable.
- (b) Not Applicable.
- (c) Not Applicable.
- (d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
<a href="#">99.1</a>	Press Release dated May 9, 2024
<a href="#">99.2</a>	Quarterly Financial and Statistical Supplement
104	Cover Page Interactive Data File (embedded within the Inline XBRL document).

---

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

**BANKFINANCIAL CORPORATION**

Dated:                     May 9, 2024

By:                     /s/ F. Morgan Gasior  
F. Morgan Gasior  
Chairman of the Board, Chief Executive Officer and President



**FOR IMMEDIATE RELEASE**

**BankFinancial Corporation Reports Financial Results for the First Quarter 2024**

**Burr Ridge, Illinois** - (May 9, 2024) BankFinancial Corporation (Nasdaq – BFIN) (“BankFinancial”) filed its Quarterly Report on Form 10-Q for the quarter ended March 31, 2024 and a Quarterly Financial and Statistical Supplement in Form 8-K with the U.S. Securities and Exchange Commission (the “SEC”) today.

BankFinancial reported net income for the three months ended March 31, 2024 of \$1.7 million, or \$0.14 per common share. At March 31, 2024, BankFinancial had total assets of \$1.480 billion, total loans of \$1.008 billion, total deposits of \$1.259 billion and stockholders' equity of \$156 million.

In the first quarter of 2024, interest income increased by \$422,000 due to our investment of scheduled loan and lease portfolio payments into short-term liquidity investments. Interest expense increased by \$327,000 due to higher interest rates paid on deposit accounts, as certain depositors sought to benefit from increases in short-term market rates. Our net interest margin increased to 3.59%, compared to 3.48% on a tax-equivalent basis.

Noninterest income decreased by \$164,000 due to a seasonal decline in VISA debit interchange income and a decline in other income compared to the fourth quarter of 2023. The decrease was partially offset by an increase in Trust and Insurance income and a gain on the repurchase of \$1.0 million of Subordinated notes.

Noninterest expense increased by \$887,000 due in part to seasonal increases in employment benefits expenses (\$280,000) and snow removal expenses (\$198,000). Nonperforming assets expenses increased by \$232,000, primarily due to a \$225,000 expense for the final resolution of pending litigation and an inter-creditor tax liability related to a middle market equipment finance transaction. These expense items total approximately \$703,000 or \$0.04 per share on an after-tax basis.

*Cash & Cash Equivalent Assets*

For the quarter ended March 31, 2024, cash and cash equivalent assets were 9% of total assets, compared to 12% of total assets at December 31, 2023.

*Investment Securities Portfolio*

For the quarter ended March 31, 2024, total investment securities increased by \$86.3 million due to \$125 million in new investments in U.S. government-sponsored agencies at an average tax-equivalent yield of 5.72% and an average duration of 1.5 years. The investment securities portfolio had a weighted-average term to maturity of 1.4 years as of March 31, 2024, with an after-tax unrealized loss of \$2.3 million or 1.5% of Tier 1 capital. The new investment securities improved our interest rate risk balance and reduced our exposure to declining interest rates over the medium term.

*Loan Portfolio*

Our loan portfolio declined by \$42.8 million in the first quarter of 2024, primarily due to scheduled repayments of equipment finance transactions and low levels of loan originations in the equipment finance portfolio due to the lower market yields this asset class offered during the fourth quarter of 2023. The average yield on equipment finance portfolio repayments in the first quarter was 4.80%, contributing to an increase in the average yield on loans to 5.21% for the quarter ended March 31, 2024 from 4.99% for the quarter ended December 31, 2023. Commercial line of credit utilization remained consistent intra-quarter, offset by quarter-end repayment activity in the lessor finance portfolio and a \$3 million reduction in criticized and classified commercial line of credit balances related to resolution agreements with the borrowers.

*Asset Quality*

The ratio of nonperforming assets to total assets declined to 1.54% at March 31, 2024, inclusive of two U.S. Government equipment finance transactions in the total amount of \$18.9 million. Excluding these two U.S. Government transactions, our ratio of nonperforming assets to total assets would have been 0.27%. Past due trends improved, and nonperforming asset resolution activity continued to accelerate during the first quarter of 2024. As noted above, we concluded all bankruptcy and other litigation with respect to the nonperforming middle market credit exposure placed on nonaccrual status in June 2023. The related equipment constitutes 81% of the \$2.3 million total other foreclosed assets and is now being actively marketed pursuant to a six-month marketing plan.

Our allowance for credit losses increased to 0.81% of total loans at March 31, 2024, compared to 0.79% at December 31, 2023.

*Deposit Portfolio*

Total deposits decreased by \$2.3 million, 0.2%, primarily due to seasonal activity by municipal depositors. Our cost of total retail and commercial deposits increased to 1.75% during the first quarter of 2024 from 1.59% at December 31, 2023. Core deposits represented 82% of total deposits, with noninterest-bearing demand deposits representing 20% of total deposits at March 31, 2024. Total commercial deposits were 21% of total deposits at March 31, 2024 and December 31, 2023. FDIC-insured deposits were 85% of total deposits and collateralized public funds deposits were 1% of total deposits as of March 31, 2024.

---

### *Capital Adequacy*

The Company's capital position remained strong, with a Tier 1 leverage ratio of 10.59% at March 31, 2024. The Company repurchased 15,203 common shares during the quarter ended March 31, 2024 at a total cost of \$156,000. The Company also repurchased \$1.0 million of its Subordinated notes issued in 2021. The book value of the Company's common shares increased to \$12.52 at March 31, 2024 from \$12.45 per share at December 31, 2023.

F. Morgan Gasior, the Chairman and CEO of the Company, said: "The continuing deployment of our liquidity at higher yields resulted in stable net interest income and a balanced interest rate risk position in an uncertain environment at March 31, 2024. With our liquidity and Tier 1 tangible capital strength, we look forward to focusing on expanding our net interest margin via loan portfolio growth, strengthening our noninterest income and improving our operating expense efficiency during the second quarter and the remainder of 2024."

### **Second Quarter 2024 Outlook**

#### *Loans*

New loan origination pipelines improved late in the first quarter of 2024 from approximately \$15 million as of December 31, 2023 to approximately \$60 million in new commitments as of April 30, 2024. The average pipeline time to close is approximately 80 days. In the first quarter of 2024, we began marketing our new Community Finance business line of credit products to existing and new small business customers via our new dedicated Business Banking Department. We also commenced initial marketing for our hybrid and universal Commercial Finance products in the late first quarter of 2024 following the conclusion of advanced product training for our Commercial Bankers. In the second quarter of 2024, we released updated Lessor Finance products for independent equipment lessors, with an emphasis on working capital lines of credit, retained lease line of credit and residual equipment equity lines of credit supported by our Treasury Services Equipment Finance Paying Agency product. We will commence new marketing to Healthcare Finance supply-chain participants in the second quarter of 2024.

For the second quarter of 2024, total loan balances are expected to increase by between 0% and 2% primarily due to higher loan originations activity. Based on the expected current yields on commercial credit originations and scheduled repayments, we expect the total yield on the loan portfolio to increase between 0.10% to 0.15%. For the second half of 2024, we believe that quarterly loan growth similar to the second quarter of 2024 is achievable in the current interest rate environment, with total yields on the loan portfolio continuing to increase between 0.10% to 0.15% per quarter due to higher yields on loan originations.

#### *Deposits*

For the second quarter of 2024, total deposit balances are expected to decline between 0% to 2% due to seasonal tax payments and continued consumption of liquidity, particularly by commercial depositors. We expect our cost of deposits to increase by 0.05% during the second quarter of 2024. For the second half of 2024, we expect that total deposits may further decline by 1% per quarter and our cost of funds to further increase by 0.05% per quarter due to continued reductions in liquidity for both retail and commercial depositors, partially offset by modestly increasing balances from new business, commercial and Treasury Services customers.

#### *Cash & Cash Equivalent Assets*

For the second quarter of 2024, we expect cash and cash equivalent assets to be between 9% and 12% of total assets. For the second half of 2024, we expect cash and cash equivalent assets to be between 8% and 11% of total assets.

#### *Investments*

For the second quarter of 2024, we expect the investment portfolio balances to decline between 0% and 5% as we utilize maturing investment proceeds for loan originations, maintaining short-term liquidity or funding deposit withdrawals. For the second half of 2024, we expect investment portfolio balances to decline between 5% and 10%, depending on loan and deposit portfolio activity and opportunities for reinvestment at higher market interest rates. As of March 31, 2024, we have \$58.9 million in investment securities at an average yield of 1.70% maturing during the remainder of 2024.

#### *Net Interest Margin*

For the second quarter of 2024, based on the expected activity in the loan, deposit and investment portfolios, we expect our net interest margin to remain stable, due to the anticipated timing of loan originations later in the quarter. For the second half of 2024, we expect our net interest margin to increase between 2% and 4% each quarter.

#### *Noninterest Income*

For the second quarter of 2024, we expect noninterest income to remain stable. For the second half of 2024, we expect noninterest income to grow between 3% and 5% per quarter due to higher revenues from retail deposit services, commercial/treasury services, trust services and bank-owned life insurance.

#### *Noninterest Expense*

For the second quarter of 2024, we expect noninterest expense to decline by approximately 6% to 8% due to seasonal differences and declines in nonperforming assets and foreclosed assets expenses compared to the first quarter of 2024. For the second half of 2024, we expect noninterest expense to decline between 5% and 8% compared to the first half of 2024 as we achieve further operating efficiencies.

---

The Quarterly Financial and Statistical Supplement will be available today on BankFinancial's website, [www.bankfinancial.com](http://www.bankfinancial.com) on the "Investor Relations" page, and through the EDGAR database on the U.S. Securities and Exchange Commission's website, [www.sec.gov](http://www.sec.gov). The Quarterly Financial and Statistical Supplement includes comparative GAAP and non-GAAP performance data and financial measures for the most recent five quarters.

BankFinancial Corporation is the holding company for BankFinancial, NA, a national bank providing banking, wealth management and fiduciary services to individuals, families and businesses in the Chicago metropolitan area and on a regional or national basis for commercial finance, equipment finance, commercial real estate finance and treasury management business customers. BankFinancial Corporation's common stock trades on the Nasdaq Global Select Market under the symbol "BFIN." Additional information may be found at the company's website, [www.bankfinancial.com](http://www.bankfinancial.com).

This release includes "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995. A variety of factors could cause BankFinancial's actual results to differ from those expected at the time of this release. For a discussion of some of the factors that may cause actual results to differ from expectations, please refer to BankFinancial's most recent Annual Report on Form 10-K as filed with the SEC, as supplemented by subsequent filings with the SEC. Investors are urged to review all information contained in these reports, including the risk factors discussed therein. Copies of these filings are available at no cost on the SEC's web site at [www.sec.gov](http://www.sec.gov) or on BankFinancial's web site at [www.bankfinancial.com](http://www.bankfinancial.com). Forward-looking statements speak only as of the date they are made, and we do not undertake to update them to reflect changes.

**For Further Information Contact:**

Shareholder, Analyst and Investor Inquiries:  
Elizabeth A. Doolan  
Senior Vice President – Finance  
BankFinancial Corporation  
Telephone: 630-425-5568

Media Inquiries:  
Gregg T. Adams  
President – Marketing & Sales  
BankFinancial, NA  
Telephone: 630-425-5877

**BANKFINANCIAL CORPORATION**  
**FIRST QUARTER 2024**  
**QUARTERLY FINANCIAL AND STATISTICAL SUPPLEMENT**  
**FOR THE LATEST FIVE QUARTERS**

Note: Certain reclassifications have been made in the prior period's financial statements and reflected in the Selected Quarterly Financial and Statistical Data tables to conform to the current period's presentation.

The information and statistical data contained herein have been prepared by BankFinancial Corporation and have been derived or calculated from selected unaudited quarterly and period-end historical financial statements prepared in accordance with accounting principles generally accepted in the United States. BankFinancial Corporation is under no obligation to update, keep current, or continue to provide the information contained herein. This information is provided solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or establish any business relationships with BankFinancial Corporation or its subsidiary.

---

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**  
**Latest Five Quarters**  
**(Dollars in thousands; except per share) – (Unaudited)**

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>PERFORMANCE MEASUREMENTS</b>					
Return on assets (ratio of net income to average total assets) <sup>(1)</sup>	0.46%	0.56%	0.63%	0.61%	0.68%
Return on equity (ratio of net income to average equity) <sup>(1)</sup>	4.38	5.37	6.16	6.02	6.96
Net interest rate spread <sup>(1)</sup>	3.07	3.01	3.16	3.23	3.41
Net interest margin <sup>(1) (2)</sup>	3.59	3.48	3.57	3.58	3.68
Efficiency ratio <sup>(3)</sup>	84.11	77.39	76.02	79.11	74.51
Noninterest expense to average total assets <sup>(1)</sup>	3.17	2.92	2.86	2.94	2.65
Average interest-earning assets to average interest-bearing liabilities	135.89	136.25	136.78	136.86	135.85
Number of full service offices	18	18	18	18	18
Employees (full time equivalents)	217	205	200	198	202
<b>SUMMARY STATEMENT OF FINANCIAL CONDITION</b>					
<b>ASSETS</b>					
Cash and due from other financial institutions	\$ 18,533	\$ 19,781	\$ 19,691	\$ 20,401	\$ 19,963
Interest-bearing deposits in other financial institutions	113,907	158,703	151,870	94,930	57,042
Interest-bearing time deposits in other financial institutions	30,748	29,513	2,725	2,977	2,977
Securities, at fair value	239,549	153,203	155,700	166,670	167,262
Loans receivable, net	1,007,980	1,050,761	1,105,604	1,170,767	1,225,288
Foreclosed assets, net	2,332	2,777	902	950	1,393
Stock in Federal Home Loan Bank and Federal Reserve Bank, at cost	7,490	7,490	7,490	7,490	7,490
Premises held-for-sale	—	523	540	540	1,246
Premises and equipment, net	22,614	22,950	22,914	22,957	22,955
Bank-owned life insurance	18,382	18,469	18,556	18,644	18,731
Deferred taxes	4,159	4,512	4,979	5,476	5,395
Other assets	14,364	18,702	14,483	14,894	14,368
<b>Total assets</b>	<b>\$ 1,480,058</b>	<b>\$ 1,487,384</b>	<b>\$ 1,505,454</b>	<b>\$ 1,526,696</b>	<b>\$ 1,544,110</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>					
Deposits	\$ 1,259,286	\$ 1,261,623	\$ 1,275,828	\$ 1,303,720	\$ 1,315,214
Borrowings	25,000	25,000	25,000	25,000	35,000
Subordinated notes, net of unamortized issuance costs	18,705	19,678	19,667	19,656	19,645
Other liabilities	21,036	25,700	31,204	26,017	21,892
<b>Total liabilities</b>	<b>1,324,027</b>	<b>1,332,001</b>	<b>1,351,699</b>	<b>1,374,393</b>	<b>1,391,751</b>
Stockholders' equity	156,031	155,383	153,755	152,303	152,359
<b>Total liabilities and stockholders' equity</b>	<b>\$ 1,480,058</b>	<b>\$ 1,487,384</b>	<b>\$ 1,505,454</b>	<b>\$ 1,526,696</b>	<b>\$ 1,544,110</b>

(1) Annualized

(2) On a tax equivalent basis ("TEB") assuming a federal income tax rate of 21% and an average state income tax rate of 9.5%.

(3) The efficiency ratio represents noninterest expense, divided by the sum of net interest income and noninterest income.



**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**  
**Latest Five Quarters**

(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>SUMMARY STATEMENT OF OPERATIONS</b>					
Total interest income	\$ 17,345	\$ 16,923	\$ 16,894	\$ 16,178	\$ 16,160
Total interest expense	4,818	4,491	3,940	3,235	2,660
Net interest income	12,527	12,432	12,954	12,943	13,500
Provision for (recovery of) credit losses	12	317	136	(188)	48
Net interest income after provision for (recovery of) credit losses	12,515	12,115	12,818	13,131	13,452
Noninterest income	1,461	1,625	1,240	1,239	313
Noninterest expense	11,766	10,879	10,790	11,220	10,292
Income before income tax	2,210	2,861	3,268	3,150	3,473
Income tax expense	500	782	899	838	840
Net income	<u>\$ 1,710</u>	<u>\$ 2,079</u>	<u>\$ 2,369</u>	<u>\$ 2,312</u>	<u>\$ 2,633</u>
Basic and diluted earnings per common share	<u>\$ 0.14</u>	<u>\$ 0.17</u>	<u>\$ 0.19</u>	<u>\$ 0.18</u>	<u>\$ 0.21</u>
<b>NONINTEREST INCOME AND EXPENSE</b>					
<b>Noninterest Income</b>					
Deposit service charges and fees	\$ 809	\$ 836	\$ 836	\$ 830	\$ 816
Loan servicing fees	156	164	98	141	129
Trust insurance commissions and annuities income	450	347	290	276	367
Losses on sales of securities	—	—	—	—	(454)
(Loss) gain on sale of premises and equipment	(75)	—	—	13	(4)
Valuation adjustment on bank premises held-for-sale	—	(17)	—	(32)	(553)
Loss on bank-owned life insurance	(87)	(87)	(88)	(87)	(84)
Gain on repurchase of Subordinated notes	107	—	—	—	—
Other	101	382	104	98	96
<b>Total noninterest income</b>	<u>\$ 1,461</u>	<u>\$ 1,625</u>	<u>\$ 1,240</u>	<u>\$ 1,239</u>	<u>\$ 313</u>
<b>Noninterest Expense</b>					
Compensation and benefits	\$ 6,052	\$ 5,679	\$ 5,369	\$ 5,629	\$ 5,555
Office occupancy and equipment	2,241	1,937	2,046	2,031	2,038
Advertising and public relations	90	139	171	262	190
Information technology	1,002	974	944	965	849
Professional fees	454	292	366	355	317
Supplies, telephone, and postage	286	289	311	295	359
FDIC insurance premiums	161	207	222	282	154
Other	1,480	1,362	1,361	1,401	830
<b>Total noninterest expense</b>	<u>\$ 11,766</u>	<u>\$ 10,879</u>	<u>\$ 10,790</u>	<u>\$ 11,220</u>	<u>\$ 10,292</u>

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**  
**Latest Five Quarters**  
(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>LOANS</b>					
One-to-four family residential real estate	\$ 18,247	\$ 18,945	\$ 19,233	\$ 20,448	\$ 21,475
Multi-family residential real estate	526,087	527,460	528,251	542,165	544,673
Nonresidential real estate	110,319	118,016	117,641	120,505	123,360
Commercial loans and leases	360,328	393,321	447,687	495,520	544,216
Consumer	1,248	1,364	1,351	1,355	1,596
	<u>1,016,229</u>	<u>1,059,106</u>	<u>1,114,163</u>	<u>1,179,993</u>	<u>1,235,320</u>
Allowance for credit losses	(8,249)	(8,345)	(8,559)	(9,226)	(10,032)
<b>Loans, net</b>	<u>\$ 1,007,980</u>	<u>\$ 1,050,761</u>	<u>\$ 1,105,604</u>	<u>\$ 1,170,767</u>	<u>\$ 1,225,288</u>
<b>LOAN ORIGINATIONS (1)</b>					
One-to-four family residential real estate	\$ 173	\$ 758	\$ 137	\$ 128	\$ 173
Multi-family residential real estate	5,561	6,226	5,902	6,686	17,097
Nonresidential real estate	—	3,183	834	200	5,436
Commercial loans	158,172	145,930	172,081	157,704	181,227
Equipment finance	3,427	8,141	14,442	7,290	24,623
Consumer	471	617	514	539	565
	<u>\$ 167,804</u>	<u>\$ 164,855</u>	<u>\$ 193,910</u>	<u>\$ 172,547</u>	<u>\$ 229,121</u>
<b>Weighted average interest rate</b>	9.04%	9.09%	9.11%	9.24%	8.67%
<b>LOAN PAYMENTS and PAYOFFS (2)</b>					
One-to-four family residential real estate	\$ 852	\$ 1,049	\$ 1,409	\$ 1,139	\$ 1,826
Multi-family residential real estate	6,931	7,336	19,784	9,095	10,151
Nonresidential real estate	7,684	3,278	3,253	2,934	1,967
Commercial loans	161,429	148,964	176,493	169,402	168,461
Equipment finance	34,669	55,433	56,844	43,567	45,250
Consumer	612	565	529	675	615
	<u>\$ 212,177</u>	<u>\$ 216,625</u>	<u>\$ 258,312</u>	<u>\$ 226,812</u>	<u>\$ 228,270</u>
<b>Weighted average interest rate</b>	8.25%	7.85%	7.86%	8.35%	8.20%

(1) Loan originations include purchased loans, draws on revolving lines of credit and exclude loan renewals.

(2) Loan payments and payoffs exclude loan renewals.

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**

**Latest Five Quarters**

(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>CREDIT QUALITY:</b>					
<b>Nonperforming Assets:</b>					
Nonaccrual loans:					
One-to-four family residential real estate	\$ 34	\$ 37	\$ 40	\$ 45	\$ 55
Multi-family residential real estate	—	—	—	148	—
Equipment finance	20,475	21,294	23,468	23,965	8,807
	<u>20,509</u>	<u>21,331</u>	<u>23,508</u>	<u>24,158</u>	<u>8,862</u>
Loans past due over 90 days still accruing	—	1,007	6,245	—	—
Foreclosed assets, net					
Other real estate owned	—	405	468	472	472
Other foreclosed assets	2,332	2,372	434	478	921
	<u>2,332</u>	<u>2,777</u>	<u>902</u>	<u>950</u>	<u>1,393</u>
<b>Nonperforming assets</b>	<b>\$ 22,841</b>	<b>\$ 25,115</b>	<b>\$ 30,655</b>	<b>\$ 25,108</b>	<b>\$ 10,255</b>
<b>Asset Quality Ratios</b>					
Nonperforming assets to total assets	1.54%	1.69%	2.04%	1.64%	0.66%
Nonperforming loans to total loans <sup>(1)</sup>	2.02	2.11	2.67	2.05	0.72
Nonperforming commercial-related loans to total commercial-related loans <sup>(2)</sup>	2.05	2.15	2.72	2.08	0.73
Nonperforming residential and consumer loans to total residential and consumer loans	0.17	0.18	0.19	0.21	0.24
Allowance for credit losses to nonperforming loans	40.22	37.36	28.77	38.19	113.20
<b>Concentrations of Credit</b>					
Commercial real estate for FFIEC concentration limits	\$ 620,694	\$ 624,575	\$ 624,469	\$ 641,022	\$ 645,768
% FFIEC total capital	364.28%	370.83%	363.55%	372.44%	374.63%
Multi-family mortgage loans - 50% risk based capital qualified (included above)	\$ 297,958	\$ 315,179	\$ 248,128	\$ 175,902	\$ 122,213
% FFIEC total capital	174.87%	187.13%	144.45%	102.20%	70.90%

(1) Nonperforming loans include nonaccrual loans and loans past due 90 days and still accruing.

(2) Commercial-related loans include multi-family mortgage, nonresidential real estate, and commercial loans and leases.

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**  
**Latest Five Quarters**  
(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>SUBSTANDARD PERFORMING LOANS</b>					
One-to-four family residential real estate	\$ 204	\$ 272	\$ 282	\$ 272	\$ 280
Multi-family residential real estate	—	—	—	—	148
Nonresidential real estate	465	—	—	—	—
Commercial loans and leases	3,606	4,056	5,685	3,759	3,846
Consumer	5	3	3	5	5
	<u>\$ 4,280</u>	<u>\$ 4,331</u>	<u>\$ 5,970</u>	<u>\$ 4,036</u>	<u>\$ 4,279</u>
<b>ALLOWANCE FOR CREDIT LOSSES</b>					
Beginning balance	\$ 8,345	\$ 8,559	\$ 9,226	\$ 10,032	\$ 8,129
Impact of adopting ASC 326	—	—	—	—	1,907
Charge-offs:					
One-to-four family residential real estate	—	(1)	—	—	—
Commercial loans and leases	(158)	(570)	(889)	(638)	(79)
Consumer	(13)	(9)	(14)	(7)	(22)
	<u>(171)</u>	<u>(580)</u>	<u>(903)</u>	<u>(645)</u>	<u>(101)</u>
Recoveries:					
One-to-four family residential real estate	3	1	32	7	5
Multi-family residential real estate	6	5	4	6	5
Commercial loans and leases	5	50	20	6	1
Consumer	—	—	—	—	1
	<u>14</u>	<u>56</u>	<u>56</u>	<u>19</u>	<u>12</u>
Net charge-offs	(157)	(524)	(847)	(626)	(89)
Provision for (recovery of) credit losses - loans	61	310	180	(180)	85
Ending balance	<u>\$ 8,249</u>	<u>\$ 8,345</u>	<u>\$ 8,559</u>	<u>\$ 9,226</u>	<u>\$ 10,032</u>
Allowance for credit losses to total loans	0.81%	0.79%	0.77%	0.78%	0.81%
Net charge-offs ratio (1)	(0.06)	(0.19)	(0.30)	(0.21)	(0.03)

(1) Annualized

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**

**Latest Five Quarters**

(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>DEPOSITS</b>					
Noninterest-bearing demand	\$ 256,698	\$ 260,851	\$ 258,318	\$ 278,170	\$ 287,493
Interest-bearing NOW accounts	297,010	306,548	326,874	349,374	360,441
Money market accounts	309,695	297,074	291,154	271,194	273,256
Savings deposits	171,521	174,759	178,318	190,277	200,659
Certificates of deposit - retail	224,362	222,391	220,915	214,456	193,116
Certificates of deposit - wholesale	—	—	249	249	249
	<u>\$ 1,259,286</u>	<u>\$ 1,261,623</u>	<u>\$ 1,275,828</u>	<u>\$ 1,303,720</u>	<u>\$ 1,315,214</u>
<b>SELECTED AVERAGE BALANCES</b>					
Total average assets	\$ 1,484,332	\$ 1,492,759	\$ 1,511,422	\$ 1,526,246	\$ 1,553,445
Total average interest-earning assets	1,415,175	1,425,504	1,444,259	1,459,369	1,494,248
Average loans	1,031,256	1,088,172	1,141,788	1,206,175	1,225,636
Average securities	186,339	161,772	167,046	173,350	209,871
Average stock in FHLB & FRB	7,490	7,490	7,490	7,490	7,490
Average other interest-earning assets	190,090	168,070	127,935	72,354	51,251
Total average interest-bearing liabilities	1,041,381	1,046,249	1,055,874	1,066,332	1,099,950
Average interest-bearing deposits	996,741	1,001,576	1,011,212	1,021,023	1,066,321
Average borrowings and Subordinated notes	44,640	44,673	44,662	45,309	33,629
Average stockholders' equity	156,115	154,927	153,796	153,703	151,417
<b>SELECTED YIELDS AND COST OF FUNDS (1)</b>					
Total average interest-earning assets	4.93%	4.71%	4.64%	4.45%	4.39%
Average loans	5.21	4.99	4.96	4.77	4.76
Average securities (TEB) (2)	2.96	2.12	1.95	2.03	2.27
Average other interest-earning assets	5.51	5.48	5.40	5.09	4.64
Total average interest-bearing liabilities	1.86	1.70	1.48	1.22	0.98
Average interest-bearing deposits	1.75	1.59	1.36	1.08	0.87
Average cost of total deposits	1.39	1.26	1.07	0.85	0.70
Average cost of retail and commercial deposits	1.75	1.59	1.36	1.08	0.87
Average cost of wholesale deposits, borrowings and Subordinated notes	4.34	4.18	4.18	4.21	4.34
Average cost of funds	1.49	1.36	1.18	0.96	0.79
Net interest rate spread	3.07	3.01	3.16	3.23	3.41
Net interest margin (TEB) (2)	3.59	3.48	3.57	3.58	3.68

(1) Annualized

(2) On a tax equivalent basis assuming a federal income tax rate of 21% and an average state income tax rate of 9.5%.

**BANKFINANCIAL CORPORATION**  
**SELECTED QUARTERLY FINANCIAL AND STATISTICAL DATA**  
**Latest Five Quarters**  
(Dollars in thousands; except per share) – (Unaudited)

	2024		2023		
	IQ	IVQ	IIIQ	IIQ	IQ
<b>CAPITAL RATIOS</b>					
<b>BankFinancial Corporation (1)</b>					
Equity to total assets (end of period)	10.54%	10.45%	10.21%	9.98%	9.87%
Risk-based total capital ratio	20.73	20.70	19.13	17.75	16.98
Common Tier 1 (CET1)	17.75	17.66	16.30	15.05	14.34
Risk-based tier 1 capital ratio	17.75	17.66	16.30	15.05	14.34
Tier 1 leverage ratio	10.59	10.54	10.38	10.23	10.03
Tier 1 capital	\$ 157,062	\$ 157,246	\$ 156,780	\$ 156,050	\$ 155,789
<b>BankFinancial, NA (2)</b>					
Risk-based total capital ratio	19.30%	18.96%	17.90%	16.64%	15.88%
Common Tier 1 (CET1)	18.43	18.13	17.10	15.83	15.04
Risk-based tier 1 capital ratio	18.43	18.13	17.10	15.83	15.04
Tier 1 leverage ratio	11.03	10.85	10.93	10.80	10.52
Tier 1 capital	\$ 162,715	\$ 161,037	\$ 164,172	\$ 163,806	\$ 163,249
<b>COMMON STOCK AND DIVIDENDS</b>					
Stock Prices:					
Close	\$ 10.50	\$ 10.26	\$ 8.62	\$ 8.18	\$ 8.75
High	11.12	10.76	9.11	8.94	10.59
Low	9.65	8.31	7.98	7.17	8.55
Common shares outstanding	12,460,678	12,475,881	12,547,390	12,600,478	12,693,993
Book value per share	\$ 12.52	\$ 12.45	\$ 12.25	\$ 12.09	\$ 12.00
Cash dividends declared on common stock	\$ 0.10	\$ 0.10	\$ 0.10	\$ 0.10	\$ 0.10
Dividend payout ratio	72.94%	60.33%	53.16%	54.88%	48.36%
Stock repurchases	\$ 156	\$ 676	\$ 471	\$ 744	\$ 502
Stock repurchases – shares	15,203	71,509	53,088	93,515	48,604
<b>EARNINGS PER SHARE COMPUTATIONS</b>					
Net income	\$ 1,710	\$ 2,079	\$ 2,369	\$ 2,312	\$ 2,633
Weighted average basic and dilutive common shares outstanding	12,468,052	12,526,673	12,578,494	12,667,129	12,721,841
Basic and diluted earnings per common share	\$ 0.14	\$ 0.17	\$ 0.19	\$ 0.18	\$ 0.21

- (1) As a small bank holding company, the Company is exempt from the Federal Reserve Board's risk-based capital and leverage rules. BankFinancial Corporation capital data is included for informational purposes only.
- (2) As a qualifying community bank pursuant to Section 201 of the Economic Growth, Regulatory Relief and Consumer Protection Act of 2018, the Bank elected to adopt the Community Bank Leverage Ratio requirement in 2020. The Community Bank Leverage Ratio is equal to the Bank's Tier 1 Leverage Ratio. Other BankFinancial, NA capital data is included for informational purposes only.