

FOR IMMEDIATE RELEASE

DATE: January 6, 2015  
CONTACT: Larry Hueth  
President and Chief Executive Officer  
PHONE: (360) 457-0461

**FIRST FEDERAL ANNOUNCES RESULTS OF STOCK OFFERING; EXTENDS  
VOTING PERIOD FOR MEMBERS**

Port Angeles, Washington, January 6, 2015 — First Federal Savings and Loan Association of Port Angeles (“First Federal” or the “Bank”) today announced that First Northwest Bancorp (“First Northwest”), a Washington corporation that is the proposed holding company for First Federal, concluded its subscription and community common stock offerings on December 16, 2014. The offering was well received, with total subscriptions exceeding the adjusted maximum of the offering range. Accordingly, no syndicated or firm commitment public offering will be held. Based on the subscriptions received, First Northwest expects that only first-tier eligible depositors, all of whom are members of First Federal, will receive shares of stock in the offering.

First Federal also announced that its special meeting of members, our depositors and borrowers, was convened earlier today and was adjourned to permit First Federal additional time to solicit votes in connection with the approval of the plan of conversion and the contribution to the First Federal Community Foundation. Larry Hueth, President and Chief Executive Officer of First Federal, stated: “The Board of Directors and all of the employees of First Federal have been extremely happy with the support of our customers and the community for both the conversion, foundation and our stock offering. While the votes received to date reflect strong support for the conversion, the holidays have delayed the process and we have not yet received the votes of a significant number of our depositors. To allow depositors additional time to cast their votes, we have adjourned the special meeting to January 28, 2015. We urge all depositors and borrowers who have not yet voted to cast their votes in favor of the conversion and funding of the foundation, and hope that they will support us in strengthening our Bank for the future.”

In addition to approval of First Federal’s members, the completion of the conversion and offering is subject to customary closing conditions as well as the receipt of final regulatory approvals. Subject to receipt of those approvals, First Federal anticipates completing the conversion and offering in late January 2015.

**About First Federal**

First Federal is a Washington-chartered, community-based savings bank primarily serving the North Olympic Peninsula (Clallam and Jefferson counties) region of Washington through nine full-service banking offices, eight of which are located within Clallam and Jefferson counties, Washington, and one that is located in Kitsap County. First Federal also has one loan production office located in Bellingham, Washington.

## **Disclosures About Forward Looking Statements**

This press release contains certain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934 about the conversion and offering. Such forward looking statements may be identified by reference to a future period or periods, or by the use of forward looking terminology, such as “estimate,” “project,” “believe,” “intend,” “anticipate,” “plan,” “seek,” “expect,” “will,” “may,” “continue,” or similar terms or variations on those terms, or the negative of those terms. Forward-looking statements, by their nature, are subject to risks and uncertainties. Certain factors that could cause actual results to differ materially from expected results include delays in consummation of the conversion and offering, a failure to receive one or more of the necessary approvals referenced above, changes to the real estate and economic environment, particularly in the market areas in which First Federal operates, increased competitive pressures, changes in the interest rate environment, general economic conditions or conditions within the securities markets, and legislative and regulatory changes affecting financial institutions, including regulatory compliance costs and capital requirements that could adversely affect the business in which First Northwest and First Federal are engaged. First Northwest wishes to caution readers not to place undue reliance on any such forward looking statements, which speak only as of the date made. Except as required by law, First Northwest does not undertake any obligation to update any forward-looking statements to reflect changes in belief, expectations or events.

A registration statement relating to these securities has been filed with the Securities and Exchange Commission. This press release is neither an offer to sell nor a solicitation of an offer to buy common stock.

The shares of common stock of First Northwest are not deposits or savings accounts, may lose value and are not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.