

Coastway Bancorp, Inc. (NASDAQ: CWAY; Warwick, RI) has agreed to merge with HarborOne Bancorp, Inc. (MHC) (NASDAQ: HONE; Brockton, MA)

Deal Value: Approximately \$125.6 Million

Sandler O'Neill served as financial advisor and provided a fairness opinion to Coastway Bancorp, Inc. in this transaction. This represents Sandler O'Neill's 159th bank or thrift transaction nationwide since January 1, 2015, representing \$48.3 billion in aggregate transaction value. Sandler O'Neill has served as a financial advisor on more bank and thrift transactions and for a greater aggregate deal value than any other investment bank during that time period.¹

This transaction represents Sandler O'Neill's 11th bank or thrift transaction in New England since January 1, 2015, representing \$751.1 million in aggregate transaction value, for a greater aggregate deal value than any other investment bank during that time period.¹

Brockton, Mass. and Warwick, R.I. – (March 14, 2018) – HarborOne Bancorp, Inc. (“HarborOne”) (NASDAQ: HONE) and Coastway Bancorp, Inc. (“Coastway”) (NASDAQ: CWAY) today announced that they have entered into a definitive agreement under which HarborOne will acquire Coastway in an all cash transaction valued at approximately \$125.6 million. Coastway stockholders will receive \$28.25 for each share of Coastway common stock. The transaction has been unanimously approved by the boards of directors of both companies.

Coastway, the holding company of Coastway Community Bank, is headquartered in Warwick, Rhode Island. With 9 branches in the greater Providence area, as well as 3 mortgage lending offices, Coastway has \$739 million in assets and deposits of \$477 million as of December 31, 2017. The combined company will be the 12th largest publicly-traded New England community bank based on total assets, with 65 locations serving individuals and business across Massachusetts, Rhode Island, New Hampshire and Maine. The combined company will be positioned to be a major mortgage lender in New England, and the number one mortgage lender in Rhode Island.

“This is a strategic acquisition for HarborOne, and a great fit with our growth plan. The Rhode Island market is incredibly attractive to us, and Coastway’s established position provides a natural extension of our successful commercial lending business in Rhode Island. This is a unique opportunity for HarborOne to access excellent customer demographics and grow our business,” said James Blake, President and Chief Executive Officer of HarborOne Bancorp.

William White, President and Chief Executive Officer of Coastway, said “HarborOne and Coastway have so much in common; our values, our history, and the commitment we make to the customers and communities that we serve. This is a great union for both companies, and our customers will benefit with access to expanded mobile banking capabilities, rewards and affinity programs.”

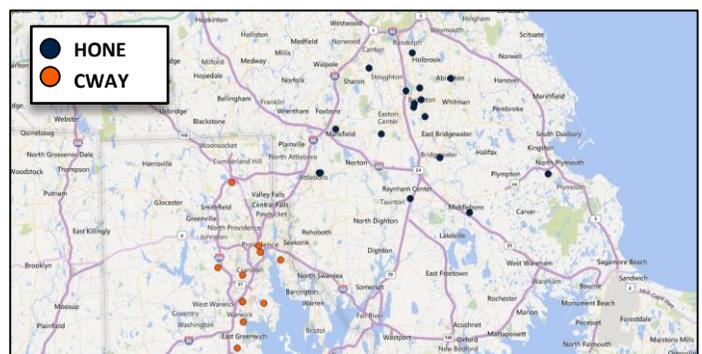
The transaction is expected to close in the second half of 2018 and is subject to customary closing conditions, including the approval of the stockholders of Coastway and required regulatory approvals.

Financial Highlights

(Dollars in thousands)	HONE	CWAY
Total Assets	\$2,684,920	\$738,905
Total Net Loans	\$2,235,938	\$625,670
Total Deposits	\$2,013,738	\$476,956
Total Equity	\$343,484	\$71,345
TCE / TA	12.35%	9.66%

(1) Source: S&P Global Market Intelligence. Excludes terminated transactions and self-advisory roles
Note: Financial data as of December 31, 2017

Pro Forma Branch Map



Sandler O'Neill Contacts:

Derek Szot
Managing Director
(212) 466-7717

Matthew Murray
Vice President
(212) 466-7726

John Plantemoli
Associate
(212) 466-7743

Ryan Joyce
Analyst
(212) 466-7739