

Press Release – For Immediate Release

January 25, 2022

CCFNB Bancorp, Inc. Reports Fourth Quarter 2021 Earnings

Bloomsburg, PA – CCFNB Bancorp, Inc. (OTC Pink: CCFN), parent company of First Columbia Bank & Trust Co., has released its unaudited financial statements for the fourth quarter of 2021.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended December 31, 2021 was \$2,513,000 compared to \$2,862,000 for the same period in 2020. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the twelve months-ended December 31, 2021 was \$9,405,000 compared to \$9,332,000 for the same period in 2020. Earnings per share for the quarter-ended December 31, 2021 and 2020 were \$1.21 and \$1.38, respectively. Earnings per share for the twelve months-ended December 31, 2021 and 2020 were \$4.53 and \$4.47, respectively. The return on average assets and return on average equity were 1.02% and 8.91% for the twelve months-ended December 31, 2021 as compared to 1.15% and 9.07% for the same period of 2020.

The net interest margin, tax effected, on interest earning assets and liabilities was 2.58% and 2.97% at December 31, 2021 and 2020, respectively.

Total assets amounted to \$952.7 million at December 31, 2021 as compared to \$855.1 at December 31, 2020. For the twelve months ended December 31, 2021, net loans, not held for sale, decreased by \$15.3 million while investment securities increased \$127.3 million and cash and cash equivalents decreased \$11.8 million to \$97.5 million. Over the same time period, loans held for sale decreased \$3.4 million. Total deposits increased \$68.2 million while short term borrowings increased \$31.1 million since the end of 2020.

When compared to December 31, 2020, stockholders' equity, excluding accumulated other comprehensive (loss) income, increased \$3.0 million to \$107.2 million as of December 31, 2021. The current level of stockholders' equity equated to a book value per share of \$50.21 at December 31, 2021 as compared with \$50.90 as of December 31, 2020. For the twelve months-ended December 31, 2021 cash dividends of \$3.13 per share were paid to stockholders as compared to \$1.59 for the same 2020 period. CCFNB Bancorp, Inc. remains well capitalized, with an equity to assets ratio of 11.0% as of December 31, 2021 and 12.4% at December 31, 2020.

Note: This press release may contain forward-looking statements as defined in the Private Securities Litigation Reform Act of 1995. Actual results and trends could differ materially from those set forth in such statements due to various factors. These factors include operating, legal and regulatory risks; changing economic and competitive conditions and other risks and uncertainties.

CCFNB Bancorp, Inc.
Consolidated Balance Sheets

(In Thousands, except share data)	December 31, 2021	December 31, 2020
ASSETS		
Cash and due from banks	\$ 14,496	\$ 18,694
Interest-bearing deposits in other banks	74,868	89,700
Federal funds sold	8,179	951
Total cash and cash equivalents	97,543	109,345
Investment debt securities, available for sale, at fair value	337,832	210,257
Investment equity securities, at fair value	1,114	950
Restricted securities	3,060	3,459
Loans held for sale	3,935	7,369
Loans, net of unearned income	467,300	482,580
Less: Allowance for loan losses	9,136	9,119
Loans, net	458,164	473,461
Premises and equipment:		
Operating lease right-of-use asset	914	970
Other premises and equipment, net	12,877	13,297
Accrued interest receivable	1,490	1,945
Cash surrender value of bank-owned life insurance	20,964	20,500
Investment in limited partnerships	1,499	1,404
Goodwill	7,937	7,937
Other assets	5,384	4,194
TOTAL ASSETS	\$ 952,713	\$ 855,088
LIABILITIES		
Interest-bearing deposits	\$ 517,511	\$ 476,923
Noninterest-bearing deposits	183,984	156,420
Total deposits	701,495	633,343
Short-term borrowings	142,718	111,595
Long-term borrowings	28	31
Accrued interest payable	206	288
Operating lease liability	914	970
Other liabilities	3,010	3,174
TOTAL LIABILITIES	848,371	749,401
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,342,184 shares in 2021 and 2,340,501 shares in 2020	2,928	2,926
Surplus	29,950	29,875
Retained earnings	84,113	81,209
Accumulated other comprehensive (loss) income	(2,884)	1,442
Treasury stock, at cost; 264,200 shares in 2021 and 2020	(9,765)	(9,765)
TOTAL STOCKHOLDERS' EQUITY	104,342	105,687
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 952,713	\$ 855,088

CCFNB Bancorp, Inc.
Consolidated Statements of Income
(Unaudited)

(In Thousands, Except Per Share Data)	For the Three Months Ended		For the Twelve Months Ended	
	December 31,		December 31,	
	2021	2020	2021	2020
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 5,206	\$ 5,247	\$ 20,634	\$ 20,690
Tax-exempt	180	216	725	866
Interest and dividends on investment securities:				
Taxable	663	505	2,343	2,616
Tax-exempt	41	85	229	426
Dividend and other interest income	48	65	213	256
Federal funds sold	-	-	1	8
Deposits in other banks	37	22	128	93
TOTAL INTEREST AND DIVIDEND INCOME	6,175	6,140	24,273	24,955
INTEREST EXPENSE				
Deposits	445	581	1,923	2,510
Short-term borrowings	90	75	322	512
Long-term borrowings	1	-	2	2
TOTAL INTEREST EXPENSE	536	656	2,247	3,024
NET INTEREST INCOME	5,639	5,484	22,026	21,931
PROVISION FOR LOAN LOSSES	30	415	120	1,055
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,609	5,069	21,906	20,876
NON-INTEREST INCOME				
Service charges and fees	361	297	1,185	1,144
Gain on sale of loans	352	771	1,837	2,591
Earnings on bank-owned life insurance	105	105	421	433
Brokerage	147	153	599	630
Trust	264	259	901	826
Gain (loss) on equity securities	31	203	164	(340)
Gain on sale of premises and equipment	-	-	149	-
Interchange fees	441	395	1,788	1,524
Other	241	209	954	967
TOTAL NON-INTEREST INCOME	1,942	2,392	7,998	7,775
NON-INTEREST EXPENSE				
Salaries	1,935	2,130	7,411	7,736
Employee benefits	(7)	2	2,140	2,155
Occupancy	308	307	1,309	1,290
Furniture and equipment	411	359	1,504	1,403
State shares tax	209	(87)	829	451
Professional fees	554	159	1,384	840
Director's fees	98	80	335	296
FDIC assessments	65	56	242	132
Telecommunications	96	91	395	357
Automated teller machine and interchange	131	108	321	342
Other	604	787	2,281	2,360
TOTAL NON-INTEREST EXPENSE	4,404	3,992	18,151	17,362
INCOME BEFORE INCOME TAX PROVISION	3,147	3,469	11,753	11,289
INCOME TAX PROVISION	634	607	2,348	1,957
NET INCOME	\$ 2,513	\$ 2,862	\$ 9,405	\$ 9,332
EARNINGS PER SHARE	\$ 1.21	\$ 1.38	\$ 4.53	\$ 4.47
CASH DIVIDENDS PER SHARE	\$ 0.41	\$ 0.40	\$ 3.13	\$ 1.59
WEIGHTED AVERAGE SHARES OUTSTANDING	2,077,606	2,078,595	2,076,963	2,089,177

	Quarter Ended (unaudited)				
(Dollars in Thousands, Except Per Share Data)	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Operating Highlights					
Net income	\$ 2,513	\$ 2,311	\$ 2,141	\$ 2,440	\$ 2,862
Net interest income	5,639	5,603	5,309	5,475	5,484
Provision for loan losses	30	30	30	30	415
Non-interest income	1,942	2,083	1,835	2,138	2,392
Non-interest expense	4,404	4,757	4,463	4,527	3,992
Financial Condition Data:					
Total assets	\$ 952,713	\$ 964,205	\$ 917,356	\$ 896,803	\$ 855,088
Loans, net and loans held for sale	462,099	470,718	466,542	483,268	480,830
Intangibles	7,937	7,937	7,937	7,937	7,937
Total deposits					
Noninterest-bearing	\$ 183,983	\$ 179,009	\$ 179,866	\$ 177,520	\$ 156,420
Savings	165,664	163,199	157,801	151,601	140,958
NOW	159,028	166,521	158,860	152,252	148,590
Money Market	52,479	60,373	48,910	49,812	43,944
Time Deposits	140,340	141,525	142,146	143,145	143,431
Total interest-bearing deposits	517,511	531,618	507,717	496,810	476,923
Core deposits*	561,154	569,102	545,437	531,185	489,912
Selected Ratios					
Net interest margin(YTD)	2.58%	2.60%	2.63%	2.75%	2.97%
Annualized return on average assets	1.02%	1.01%	1.03%	1.11%	1.15%
Annualized return on average equity	8.91%	8.68%	8.62%	9.20%	9.07%
Capital Ratios					
Common equity tier I capital ratio	21.26%	21.08%	21.91%	21.79%	21.74%
Tier 1 capital ratio	21.26%	21.08%	21.91%	21.79%	21.74%
Total risk-based capital ratio	22.52%	22.34%	23.17%	23.05%	23.00%
Leverage ratio	10.50%	10.55%	11.03%	11.39%	11.55%
Asset Quality Ratios					
Non-performing assets	\$ 2,870	\$ 3,406	\$ 3,615	\$ 4,300	\$ 4,110
Allowance for loan losses	9,136	9,125	9,125	9,137	9,119
Allowance for loan losses to total loans	1.94%	1.90%	1.92%	1.86%	1.86%
Allowance for loan losses to non-performing loans	318.31%	267.90%	252.42%	212.47%	221.91%
Per Share Data					
Earnings per share	\$ 1.21	\$ 1.11	\$ 1.03	\$ 1.18	\$ 1.38
Dividend declared per share	0.41	1.91	0.41	0.40	0.40
Book value	50.21	50.55	51.29	50.80	50.90
Common stock price:					
Bid	\$ 53.00	\$ 52.51	\$ 44.25	\$ 43.55	\$ 42.50
Ask	53.99	55.00	47.00	48.00	43.94
Weighted average common shares	2,077,606	2,077,204	2,076,276	2,076,301	2,078,595
* Core deposits are defined as total deposits less time deposits					