

Press Release – For Immediate Release
May 16, 2017

CCFNB Bancorp, Inc. Reports First Quarter 2017 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 first quarter of 2017.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the three months-ended March 31, 2017 was \$1,838,000 compared to \$1,684,000 for the same period in 2016. Earnings per share for the three months-ended March 31, 2017 and 2016 were \$0.86 and \$0.78, respectively. The return on average assets and return on average equity were 1.07% and 8.47% for the three months-ended March 31, 2017 as compared to 1.03% and 8.01% for the same period of 2016.

The net interest margin, tax effected, on interest earning assets was 3.27% at March 31, 2017 as compared to 3.32% as of March 31, 2016.

Total assets amounted to \$699.6 million at March 31, 2017 as compared to \$673.6 at December 31, 2016. Since the end of 2016, net loans, not held for sale, increased by \$11.9 million while investment securities increased \$5.4 million. Over the same time period, loans held for sale decreased \$1.1 million. Total deposits increased \$22.7 million while short term borrowings decreased \$1.9 million since the end of 2016.

When compared to December 31, 2016, stockholders' equity, excluding accumulated other comprehensive income, increased \$1.1 million to \$87.0 million as of March 31, 2017. The current level of stockholders' equity equated to a book value per share of \$40.83 at March 31, 2017 as compared with \$40.42 as of December 31, 2016. For the three months-ended March 31, 2017 cash dividends of \$0.36 per share were paid to stockholders as compared to \$0.355 for the same 2016 period. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 12.4% as of March 31, 2017 and 12.8% at December 31, 2016.

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)	March 31, 2017	December 31, 2016
ASSETS		
Cash and due from banks	\$ 9,371	\$ 10,844
Interest-bearing deposits in other banks	11,361	3,219
Federal funds sold	2,230	274
Total cash and cash equivalents	22,962	14,337
Investment securities, available for sale, at fair value	179,933	174,296
Restricted securities, at cost	3,199	3,477
Loans held for sale	3,339	4,430
Loans, net of unearned income	448,215	436,281
Less: Allowance for loan losses	6,499	6,488
Loans, net	441,716	429,793
Premises and equipment, net	12,182	11,448
Accrued interest receivable	1,846	1,791
Cash surrender value of bank-owned life insurance	19,132	18,988
Investment in limited partnerships	2,553	2,423
Intangible Assets:		
Core deposit	110	135
Goodwill	7,937	7,937
Other assets	4,701	4,544
TOTAL ASSETS	\$ 699,610	\$ 673,599
LIABILITIES		
Interest-bearing deposits	\$ 410,624	\$ 397,124
Noninterest-bearing deposits	115,255	106,053
Total deposits	525,879	503,177
Short-term borrowings	79,796	81,694
Long-term borrowings	85	87
Accrued interest payable	252	248
Other liabilities	6,544	2,228
TOTAL LIABILITIES	612,556	587,434
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,334,990 shares in 2017 and 2,334,624 shares in 2016	2,919	2,918
Surplus	29,635	29,620
Retained earnings	61,461	60,391
Accumulated other comprehensive income	(110)	87
Treasury stock, at cost; 202,700 shares in 2017 and 202,700 shares in 2016	(6,851)	(6,851)
TOTAL STOCKHOLDERS' EQUITY	87,054	86,165
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 699,610	\$ 673,599

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

(In Thousands, Except Per Share Data)	For the Three Months Ended	
	March 31,	
	2017	2016
INTEREST AND DIVIDEND INCOME		
Interest and fees on loans:		
Taxable	\$ 4,371	\$ 4,203
Tax-exempt	251	258
Interest and dividends on investment securities:		
Taxable	424	381
Tax-exempt	294	328
Dividend and other interest income	64	67
Federal funds sold	3	1
Deposits in other banks	18	10
TOTAL INTEREST AND DIVIDEND INCOME	5,425	5,248
INTEREST EXPENSE		
Deposits	491	447
Short-term borrowings	98	57
Long-term borrowings	1	1
TOTAL INTEREST EXPENSE	590	505
NET INTEREST INCOME	4,835	4,743
PROVISION FOR LOAN LOSSES	30	30
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	4,805	4,713
NON-INTEREST INCOME		
Service charges and fees	334	303
Gain on sale of loans	111	135
Earnings on bank-owned life insurance	119	105
Brokerage	156	134
Trust	132	150
Investment security gains, net	154	-
Interchange fees	305	294
Other	321	318
TOTAL NON-INTEREST INCOME	1,632	1,439
NON-INTEREST EXPENSE		
Salaries	1,645	1,631
Employee benefits	652	623
Occupancy	282	267
Furniture and equipment	245	272
State shares tax	155	149
Professional fees	183	173
Director's fees	73	73
FDIC assessments	47	84
Telecommunications	76	94
Amortization of core deposit intangible	25	42
Automated teller machine and interchange	111	165
Other	413	434
TOTAL NON-INTEREST EXPENSE	3,907	4,007
INCOME BEFORE INCOME TAX PROVISION	2,530	2,145
INCOME TAX PROVISION	692	461
NET INCOME	\$ 1,838	\$ 1,684
EARNINGS PER SHARE	\$ 0.86	\$ 0.78
CASH DIVIDENDS PER SHARE	\$ 0.36	\$ 0.355
WEIGHTED AVERAGE SHARES OUTSTANDING	2,131,924	2,156,299

	Quarter Ended				
	3/31/2017	12/31/2016	9/30/2016	6/30/2016	3/31/2016
<i>(Dollars in Thousands, Except Per Share Data)</i>					
Operating Highlights					
Net income	\$ 1,838	\$ 1,808	\$ 1,867	\$ 1,805	\$ 1,684
Net interest income	4,835	4,780	4,765	4,703	4,743
Provision for loan losses	30	130	30	30	30
Non-interest income	1,632	1,611	1,637	1,539	1,439
Non-interest expense	3,907	3,948	3,949	3,926	4,007
Financial Condition Data:					
Total assets	\$ 699,610	\$ 673,599	\$ 680,430	\$ 669,713	\$ 649,041
Loans, net	445,055	434,223	429,835	424,584	421,751
Intangibles	8,047	8,072	8,113	8,155	8,197
Total deposits					
Noninterest-bearing	\$ 115,255	\$ 106,053	\$ 103,933	\$ 104,716	\$ 97,813
Savings	112,676	105,261	102,557	101,246	100,043
NOW	96,241	93,361	90,071	88,184	84,515
Money Market	39,932	38,143	38,193	39,605	42,560
Time Deposits	161,775	160,359	165,223	163,637	163,624
Total interest-bearing deposits	410,624	397,124	396,044	392,672	390,742
Core deposits*	364,104	342,818	334,754	333,751	324,931
Selected Ratios					
Net interest margin(YTD)	3.27%	3.28%	3.29%	3.32%	3.32%
Annualized return on average assets	1.07%	1.07%	1.08%	1.06%	1.03%
Annualized return on average equity	8.47%	8.42%	8.44%	8.28%	8.01%
Capital Ratios					
Common equity tier I capital ratio	19.18%	19.49%	19.64%	19.94%	19.28%
Tier I capital ratio	19.18%	19.49%	19.64%	19.94%	19.28%
Total risk-based capital ratio	20.43%	20.74%	20.92%	21.20%	20.53%
Leverage ratio	11.82%	11.86%	11.70%	11.71%	11.87%
Asset Quality Ratios					
Non-performing assets	\$ 4,351	\$ 4,420	\$ 4,959	\$ 5,043	\$ 5,070
Allowance for loan losses	6,499	6,488	6,413	6,381	6,357
Allowance for loan losses to total loans	1.44%	1.47%	1.47%	1.48%	1.48%
Allowance for loan losses to non-performing loans	153.52%	149.42%	129.93%	128.51%	126.75%
Per Share Data					
Earnings per share	\$ 0.86	\$ 0.85	\$ 0.88	\$ 0.84	\$ 0.78
Dividend declared per share	0.36	0.360	0.360	0.360	0.355
Book value	40.83	40.42	40.28	39.75	39.12
Common stock price:					
Bid	\$ 46.16	\$ 41.50	\$ 39.90	\$ 39.50	\$ 39.40
Ask	49.00	45.00	40.00	42.00	42.00
Weighted average common shares	2,131,924	2,134,110	2,135,849	2,137,569	2,148,006
* Core deposits are defined as total deposits less time deposits					