

Press Release – For Immediate Release

May 14, 2019

## **CCFNB Bancorp, Inc. Reports First Quarter 2019 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 2019.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended March 31, 2019 was \$2,092,000 compared to \$1,994,000 for the same period in 2018. Earnings per share for the quarter-ended March 31, 2019 and 2018 were \$0.99 and \$0.94, respectively. The return on average assets and return on average equity were 1.15% and 8.91% for the quarter-ended March 31, 2019 as compared to 1.13% and 8.90% for the same period of 2018.

The net interest margin, tax effected, on interest earning assets was 3.32% at March 31, 2019 as compared to 3.22% as of March 31, 2018.

Total assets amounted to \$726.0 million at March 31, 2019 as compared to \$726.2 at December 31, 2018. For the quarter, net loans, not held for sale, decreased by \$485 thousand while investment securities decreased \$12.7 million. Over the same time period, loans held for sale decreased \$1.3 million. Total deposits increased \$12.6 million while short term borrowings decreased \$14.9 million since the end of 2018.

When compared to December 31, 2018, stockholders' equity, excluding accumulated other comprehensive loss, increased \$1.0 million to \$95.8 million as of March 31, 2019. The current level of stockholders' equity equated to a book value per share of \$44.83 at March 31, 2019 as compared with \$43.90 as of December 31, 2018. For the quarter-ended March 31, 2019 cash dividends of \$0.38 per share were paid to stockholders as compared to \$0.37 for the same 2018 period. Also during the quarter-ended March 31, 2019, the Company repurchased 5,400 shares. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 13.1% as of March 31, 2019 and 12.8% at December 31, 2018.

*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**  
**(Unaudited)**

(In Thousands, Except Share Data)	March 31 2019	December 31, 2018
<b>ASSETS</b>		
Cash and due from banks	\$ 17,079	\$ 11,102
Interest-bearing deposits in other banks	7,950	1,122
Federal funds sold	732	293
Total cash and cash equivalents	25,761	12,517
Investment debt securities, available for sale, at fair value	167,153	179,257
Investment equity securities, at fair value	1,103	1,049
Restricted securities	3,279	3,878
Loans held for sale	2,323	3,649
Loans, net of unearned income	482,719	483,189
Less: Allowance for loan losses	7,265	7,250
Loans, net	475,454	475,939
Premises and equipment, net	14,099	13,430
Accrued interest receivable	2,159	2,008
Cash surrender value of bank-owned life insurance	20,189	20,057
Investment in limited partnerships	1,913	1,995
Intangible Assets:		
Core deposit	-	-
Goodwill	7,937	7,937
Other assets	4,585	4,509
<b>TOTAL ASSETS</b>	<b>\$ 725,955</b>	<b>\$ 726,225</b>
<b>LIABILITIES</b>		
Interest-bearing deposits	\$ 410,161	\$ 401,474
Noninterest-bearing deposits	119,084	115,147
Total deposits	529,245	516,621
Short-term borrowings	98,895	113,787
Long-term borrowings	61	72
Accrued interest payable	313	308
Other liabilities	2,505	2,240
<b>TOTAL LIABILITIES</b>	<b>631,019</b>	<b>633,028</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,337,489 shares in 2019 and 2,337,208 shares in 2018	2,922	2,922
Surplus	29,754	29,740
Retained earnings	70,837	69,552
Accumulated other comprehensive loss	(883)	(1,593)
Treasury stock, at cost; 219,600 shares in 2019 and 214,200 shares in 2018	(7,694)	(7,424)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>94,936</b>	<b>93,197</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 725,955</b>	<b>\$ 726,225</b>

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

(In Thousands, Except Per Share Data)	For the Three Months Ended	
	March 31,	
	2019	2018
<b>INTEREST AND DIVIDEND INCOME</b>		
Interest and fees on loans:		
Taxable	\$ 5,203	\$ 4,628
Tax-exempt	268	248
Interest and dividends on investment securities:		
Taxable	684	618
Tax-exempt	250	274
Dividend and other interest income	77	64
Federal funds sold	9	6
Deposits in other banks	50	24
<b>TOTAL INTEREST AND DIVIDEND INCOME</b>	<b>6,541</b>	<b>5,862</b>
<b>INTEREST EXPENSE</b>		
Deposits	617	553
Short-term borrowings	554	273
Long-term borrowings	1	1
<b>TOTAL INTEREST EXPENSE</b>	<b>1,172</b>	<b>827</b>
<b>NET INTEREST INCOME</b>	<b>5,369</b>	<b>5,035</b>
PROVISION FOR LOAN LOSSES	30	30
<b>NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES</b>	<b>5,339</b>	<b>5,005</b>
<b>NON-INTEREST INCOME</b>		
Service charges and fees	362	353
Gain on sale of loans	126	125
Earnings on bank-owned life insurance	113	119
Brokerage	149	140
Trust	145	177
Gain (loss) on equity securities	54	(1)
Investment security losses, net	(52)	-
Interchange fees	342	316
Other	334	326
<b>TOTAL NON-INTEREST INCOME</b>	<b>1,573</b>	<b>1,555</b>
<b>NON-INTEREST EXPENSE</b>		
Salaries	1,758	1,722
Employee benefits	693	695
Occupancy	330	334
Furniture and equipment	317	289
State shares tax	178	168
Professional fees	254	197
Director's fees	76	85
FDIC assessments	49	54
Telecommunications	79	80
Amortization of core deposit intangible	-	9
Automated teller machine and interchange	162	156
Other	567	434
<b>TOTAL NON-INTEREST EXPENSE</b>	<b>4,463</b>	<b>4,223</b>
INCOME BEFORE INCOME TAX PROVISION	2,449	2,337
INCOME TAX PROVISION	357	343
<b>NET INCOME</b>	<b>\$ 2,092</b>	<b>\$ 1,994</b>
<b>EARNINGS PER SHARE</b>	<b>\$ 0.99</b>	<b>\$ 0.94</b>
<b>CASH DIVIDENDS PER SHARE</b>	<b>\$ 0.38</b>	<b>\$ 0.37</b>
<b>WEIGHTED AVERAGE SHARES OUTSTANDING</b>	<b>2,122,234</b>	<b>2,133,069</b>

	<b>Quarter Ended (unaudited)</b>				
<i>(Dollars in Thousands, Except Per Share Data)</i>	3/31/2019	12/31/2018	9/30/2018	6/30/2018	3/31/2018
<b>Operating Highlights</b>					
Net income	\$ 2,092	\$ 1,735	\$ 2,206	\$ 2,090	\$ 1,994
Net interest income	5,369	5,385	5,370	5,122	5,035
Provision for loan losses	30	530	30	30	30
Non-interest income	1,573	1,461	1,662	1,611	1,555
Non-interest expense	4,463	4,386	4,422	4,156	4,223
<b>Financial Condition Data:</b>					
Total assets	\$ 725,955	\$ 726,225	\$ 727,192	\$ 722,457	\$ 713,688
Loans, net and loans held for sale	477,777	479,588	472,349	471,931	456,898
Intangibles	7,937	7,937	7,946	7,954	7,973
Total deposits					
Noninterest-bearing	\$ 119,084	\$ 115,147	\$ 124,499	\$ 117,956	\$ 113,605
Savings	122,516	117,367	121,111	121,589	119,655
NOW	107,720	100,546	99,364	99,086	97,599
Money Market	32,557	35,757	34,722	35,015	38,914
Time Deposits	147,368	147,804	151,211	152,491	156,618
Total interest-bearing deposits	410,161	401,474	406,408	408,181	412,786
Core deposits*	381,877	368,817	379,696	373,646	369,773
<b>Selected Ratios</b>					
Net interest margin(YTD)	3.32%	3.24%	3.23%	3.20%	3.22%
Annualized return on average assets	1.15%	1.12%	1.17%	1.15%	1.13%
Annualized return on average equity	8.91%	8.85%	9.30%	9.10%	8.90%
<b>Capital Ratios</b>					
Common equity tier I capital ratio	20.25%	19.60%	19.40%	19.00%	19.52%
Tier I capital ratio	20.25%	19.60%	19.40%	19.00%	19.52%
Total risk-based capital ratio	21.51%	20.85%	20.65%	20.26%	20.77%
Leverage ratio	12.44%	11.95%	12.10%	12.26%	12.07%
<b>Asset Quality Ratios</b>					
Non-performing assets	\$ 7,131	\$ 7,108	\$ 7,432	\$ 4,183	\$ 3,762
Allowance for loan losses	7,265	7,250	6,800	6,792	6,875
Allowance for loan losses to total loans	1.50%	1.49%	1.42%	1.42%	1.48%
Allowance for loan losses to non-performing loans	106.84%	104.12%	92.71%	175.02%	183.88%
<b>Per Share Data</b>					
Earnings per share	\$ 0.99	\$ 0.82	\$ 1.03	\$ 0.98	\$ 0.94
Dividend declared per share	0.38	0.38	0.38	0.38	0.37
Book value	44.83	43.90	42.97	42.48	41.96
Common stock price:					
Bid	\$ 49.05	\$ 49.75	\$ 50.65	\$ 47.25	\$ 47.31
Ask	50.50	52.00	53.00	50.00	47.90
Weighted average common shares	2,122,234	2,128,421	2,128,421	2,128,087	2,133,069
* Core deposits are defined as total deposits less time deposits					