

Press Release – For Immediate Release

January 30, 2018

CCFNB Bancorp, Inc. Reports Fourth 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 fourth quarter of 2017.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the year-ended December 31, 2017 was \$7,305,000 compared to \$7,164,000 for the same period in 2016. Earnings per share for the year-ended December 31, 2017 and 2016 were \$3.43 and \$3.35, respectively. The return on average assets and return on average equity were 1.05% and 8.23% for the year-ended December 31, 2017 as compared to 1.07% and 8.42% for the same period of 2016.

The net interest margin, tax effected, on interest earning assets was 3.26% at December 31, 2017 as compared to 3.28% as of December 31, 2016.

Total assets amounted to \$709.5 million at December 31, 2017 as compared to \$673.6 at December 31, 2016. For the year, net loans, not held for sale, increased by \$19.4 million while investment securities increased \$7.1 million. Over the same time period, loans held for sale decreased \$808 thousand. Total deposits increased \$13.8 million while short term borrowings increased \$18.5 million since the end of 2016.

When compared to December 31, 2016, stockholders' equity, excluding accumulated other comprehensive income (loss), increased \$4.2 million to \$89.7 million as of December 31, 2017. The current level of stockholders' equity equated to a book value per share of \$42.05 at December 31, 2017 as compared with \$40.42 as of December 31, 2016. For the year-ended December 31, 2017 cash dividends of \$1.47 per share were paid to stockholders as compared to \$1.435 for the same 2016 period. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 12.6% as of December 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
(Unaudited)

(In Thousands, Except Share Data)	December 31, 2017	December 31, 2016
ASSETS		
Cash and due from banks	\$ 9,822	\$ 10,844
Interest-bearing deposits in other banks	11,853	3,219
Federal funds sold	1,706	274
Total cash and cash equivalents	23,381	14,337
Investment securities, available for sale, at fair value	181,364	174,296
Restricted securities, at cost	3,236	3,477
Loans held for sale	3,622	4,430
Loans, net of unearned income	456,132	436,281
Less: Allowance for loan losses	6,901	6,488
Loans, net	449,231	429,793
Premises and equipment, net	13,047	11,448
Accrued interest receivable	1,905	1,791
Cash surrender value of bank-owned life insurance	19,535	18,988
Investment in limited partnerships	2,525	2,423
Intangible Assets:		
Core deposit	36	135
Goodwill	7,937	7,937
Other assets	3,654	4,544
TOTAL ASSETS	\$ 709,473	\$ 673,599
LIABILITIES		
Interest-bearing deposits	\$ 406,462	\$ 397,124
Noninterest-bearing deposits	110,549	106,053
Total deposits	517,011	503,177
Short-term borrowings	100,199	81,694
Long-term borrowings	80	87
Accrued interest payable	280	248
Other liabilities	2,194	2,228
TOTAL LIABILITIES	619,764	587,434
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,336,013 shares in 2017 and 2,334,624 shares in 2016	2,920	2,918
Surplus	29,683	29,620
Retained earnings	64,561	60,391
Accumulated other comprehensive (loss) income	(604)	87
Treasury stock, at cost; 202,700 shares in 2017 and 2016	(6,851)	(6,851)
TOTAL STOCKHOLDERS' EQUITY	89,709	86,165
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 709,473	\$ 673,599

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,	
	2017	2016	2017	2016
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 4,638	\$ 4,352	\$ 18,093	\$ 17,135
Tax-exempt	257	241	1,033	1,000
Interest and dividends on investment securities:				
Taxable	556	365	2,021	1,391
Tax-exempt	280	301	1,139	1,272
Dividend and other interest income	54	64	238	255
Federal funds sold	5	3	16	7
Deposits in other banks	60	11	145	63
TOTAL INTEREST AND DIVIDEND INCOME	5,850	5,337	22,685	21,123
INTEREST EXPENSE				
Deposits	540	487	2,063	1,891
Short-term borrowings	231	69	678	236
Long-term borrowings	1	1	5	5
TOTAL INTEREST EXPENSE	772	557	2,746	2,132
NET INTEREST INCOME	5,078	4,780	19,939	18,991
PROVISION FOR LOAN LOSSES	380	130	470	220
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	4,698	4,650	19,469	18,771
NON-INTEREST INCOME				
Service charges and fees	380	362	1,420	1,311
Gain on sale of loans	226	207	748	923
Earnings on bank-owned life insurance	126	116	490	455
Brokerage	136	138	559	535
Trust	185	236	635	687
Investment security gains, net	481	-	635	-
Interchange fees	326	311	1,272	1,226
Other	262	241	1,154	1,089
TOTAL NON-INTEREST INCOME	2,122	1,611	6,913	6,226
NON-INTEREST EXPENSE				
Salaries	1,747	1,613	6,763	6,580
Employee benefits	374	228	2,220	1,956
Occupancy	297	273	1,201	1,087
Furniture and equipment	291	254	1,115	1,094
State shares tax	166	(108)	653	338
Professional fees	223	596	825	1,108
Director's fees	75	76	292	293
FDIC assessments	50	52	190	287
Telecommunications	75	69	294	298
Amortization of core deposit intangible	24	42	99	166
Automated teller machine and interchange	143	173	425	675
Other	496	680	1,808	1,948
TOTAL NON-INTEREST EXPENSE	3,961	3,948	15,885	15,830
INCOME BEFORE INCOME TAX PROVISION	2,859	2,313	10,497	9,167
INCOME TAX PROVISION	1,313	505	3,192	2,003
NET INCOME	\$ 1,546	\$ 1,808	\$ 7,305	\$ 7,164
EARNINGS PER SHARE	\$ 0.73	\$ 0.85	\$ 3.43	\$ 3.35
CASH DIVIDENDS PER SHARE	\$ 0.37	\$ 0.36	\$ 1.47	\$ 1.435
WEIGHTED AVERAGE SHARES OUTSTANDING	2,132,983	2,134,110	2,132,469	2,138,862

	Quarter Ended (unaudited)				
(Dollars in Thousands, Except Per Share Data)	12/31/2017	9/30/2017	6/30/2017	3/31/2017	12/31/2016
Operating Highlights					
Net income	\$ 1,546	\$ 1,945	\$ 1,976	\$ 1,838	\$ 1,808
Net interest income	5,078	5,025	5,001	4,835	4,780
Provision for loan losses	380	30	30	30	130
Non-interest income	2,122	1,591	1,568	1,632	1,611
Non-interest expense	3,961	4,054	3,963	3,907	3,948
Financial Condition Data:					
Total assets	\$ 709,473	\$ 721,267	\$ 699,430	\$ 699,610	\$ 673,599
Loans, net and loans held for sale	452,853	451,128	450,909	445,055	434,223
Intangibles	7,973	7,997	8,022	8,047	8,072
Total deposits					
Noninterest-bearing	\$ 110,549	\$ 106,190	\$ 110,911	\$ 115,255	\$ 106,053
Savings	112,559	113,600	111,869	112,676	105,261
NOW	94,383	100,040	97,455	96,241	93,361
Money Market	39,749	38,862	35,719	39,932	38,143
Time Deposits	159,771	161,282	160,261	161,775	160,359
Total interest-bearing deposits	406,462	413,784	405,304	410,624	397,124
Core deposits*	357,240	358,692	355,954	364,104	342,818
Selected Ratios					
Net interest margin(YTD)	3.26%	3.27%	3.29%	3.27%	3.28%
Annualized return on average assets	1.05%	1.11%	1.11%	1.07%	1.07%
Annualized return on average equity	8.23%	8.70%	8.72%	8.47%	8.42%
Capital Ratios					
Common equity tier I capital ratio	19.65%	19.65%	19.38%	19.18%	19.49%
Tier 1 capital ratio	19.65%	19.65%	19.38%	19.18%	19.49%
Total risk-based capital ratio	20.92%	20.90%	20.64%	20.43%	20.74%
Leverage ratio	11.85%	11.79%	11.86%	11.82%	11.86%
Asset Quality Ratios					
Non-performing assets	\$ 4,494	\$ 4,433	\$ 4,195	\$ 4,351	\$ 4,420
Allowance for loan losses	6,901	6,581	6,545	6,499	6,488
Allowance for loan losses to total loans	1.50%	1.44%	1.43%	1.44%	1.47%
Allowance for loan losses to non-performing loans	156.31%	150.49%	158.31%	153.52%	149.42%
Per Share Data					
Earnings per share	\$ 0.73	\$ 0.91	\$ 0.93	\$ 0.86	\$ 0.85
Dividend declared per share	0.37	0.37	0.37	0.36	0.360
Book value	42.05	42.27	41.70	40.83	40.42
Common stock price:					
Bid	\$ 50.00	\$ 46.60	\$ 46.80	\$ 46.16	\$ 41.50
Ask	88.00	49.50	49.00	49.00	45.00
Weighted average common shares	2,132,983	2,132,666	2,132,290	2,131,924	2,134,110
* Core deposits are defined as total deposits less time deposits					