

Press Release – For Immediate Release

August 7, 2018

CCFNB Bancorp, Inc. Reports Second Quarter 2018 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 second quarter of 2018.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended June 30, 2018 was \$2,090,000 compared to \$1,976,000 for the same period in 2017. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the six months-ended June 30, 2018 was \$4,084,000 compared to \$3,814,000 for the same period in 2017. Earnings per share for the six months-ended June 30, 2018 and 2017 were \$1.92 and \$1.79, respectively. The return on average assets and return on average equity were 1.15% and 9.10% for the six months-ended June 30, 2018 as compared to 1.11% and 8.72% for the same period of 2017.

The net interest margin, tax effected, on interest earning assets was 3.20% at June 30, 2018 as compared to 3.29% as of June 30, 2017.

Total assets amounted to \$722.5 million at June 30, 2018 as compared to \$709.5 million at December 31, 2017. For the year, net loans, not held for sale, increased by \$18.8 million while investment securities decreased \$358 thousand. Over the same time period, loans held for sale increased \$329 thousand. Total deposits increased \$9.1 million while short term borrowings increased \$3.1 million since the end of 2017.

When compared to December 31, 2017, stockholders' equity, excluding accumulated other comprehensive loss, increased \$2.4 million to \$92.7 million as of June 30, 2018. The current level of stockholders' equity equated to a book value per share of \$42.48 at June 30, 2018 as compared with \$42.05 as of December 31, 2017. For the six months-ended June 30, 2018 cash dividends of \$0.75 per share were paid to stockholders as compared to \$0.73 for the same 2017 period. Also during the six months-ended June 30, 2018, the Company repurchased 5,500 shares. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 12.5% as of June 30, 2018 and 12.6% at December 31, 2017.

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)	June 30, 2018	December 31, 2017
ASSETS		
Cash and due from banks	\$ 15,009	\$ 9,822
Interest-bearing deposits in other banks	1,391	11,853
Federal funds sold	241	1,706
Total cash and cash equivalents	16,641	23,381
Investment securities, available for sale, at fair value	180,365	181,364
Restricted securities, at cost	3,877	3,236
Loans held for sale	3,951	3,622
Loans, net of unearned income	474,771	456,132
Less: Allowance for loan losses	6,791	6,901
Loans, net	467,980	449,231
Premises and equipment, net	12,955	13,047
Accrued interest receivable	1,986	1,905
Cash surrender value of bank-owned life insurance	19,818	19,535
Investment in limited partnerships	2,310	2,525
Intangible Assets:		
Core deposit	17	36
Goodwill	7,937	7,937
Other assets	4,620	3,654
TOTAL ASSETS	\$ 722,457	\$ 709,473
LIABILITIES		
Interest-bearing deposits	\$ 408,181	\$ 406,462
Noninterest-bearing deposits	117,956	110,549
Total deposits	526,137	517,011
Short-term borrowings	103,306	100,199
Long-term borrowings	76	80
Accrued interest payable	290	280
Other liabilities	2,236	2,194
TOTAL LIABILITIES	632,045	619,764
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,336,621 shares in 2018 and 2,336,013 shares in 2017	2,921	2,920
Surplus	29,711	29,683
Retained earnings	67,228	64,561
Accumulated other comprehensive loss	(2,332)	(604)
Treasury stock, at cost; 208,200 shares in 2018 and 202,700 shares in 2017	(7,116)	(6,851)
TOTAL STOCKHOLDERS' EQUITY	90,412	89,709
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 722,457	\$ 709,473

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

(In Thousands, Except Per Share Data)	For the Three Months Ended		For the Six Months Ended	
	June 30,		June 30,	
	2018	2017	2018	2017
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 4,788	\$ 4,510	\$ 9,416	\$ 8,881
Tax-exempt	243	264	491	515
Interest and dividends on investment securities:				
Taxable	630	523	1,248	947
Tax-exempt	271	286	545	580
Dividend and other interest income	65	60	129	124
Federal funds sold	8	3	14	6
Deposits in other banks	29	9	53	27
TOTAL INTEREST AND DIVIDEND INCOME	6,034	5,655	11,896	11,080
INTEREST EXPENSE				
Deposits	559	507	1,112	998
Short-term borrowings	352	146	625	244
Long-term borrowings	1	1	2	2
TOTAL INTEREST EXPENSE	912	654	1,739	1,244
NET INTEREST INCOME	5,122	5,001	10,157	9,836
PROVISION FOR LOAN LOSSES	30	30	60	60
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,092	4,971	10,097	9,776
NON-INTEREST INCOME				
Service charges and fees	341	341	694	675
Gain on sale of loans	199	178	324	289
Earnings on bank-owned life insurance	120	124	239	243
Brokerage	143	137	283	293
Trust	165	155	342	287
Investment security gains, net	39	-	38	154
Interchange fees	342	323	658	628
Other	262	310	588	631
TOTAL NON-INTEREST INCOME	1,611	1,568	3,166	3,200
NON-INTEREST EXPENSE				
Salaries	1,744	1,658	3,466	3,303
Employee benefits	626	588	1,321	1,240
Occupancy	323	290	657	572
Furniture and equipment	307	280	596	525
State shares tax	168	166	336	321
Professional fees	189	198	386	381
Director's fees	75	71	160	144
FDIC assessments	50	46	104	93
Telecommunications	78	77	158	153
Amortization of core deposit intangible	10	25	18	50
Automated teller machine and interchange	104	105	260	216
Other	482	459	917	872
TOTAL NON-INTEREST EXPENSE	4,156	3,963	8,379	7,870
INCOME BEFORE INCOME TAX PROVISION	2,547	2,576	4,884	5,106
INCOME TAX PROVISION	457	600	800	1,292
NET INCOME	\$ 2,090	\$ 1,976	\$ 4,084	\$ 3,814
EARNINGS PER SHARE	\$ 0.98	\$ 0.93	\$ 1.92	\$ 1.79
CASH DIVIDENDS PER SHARE	\$ 0.38	\$ 0.37	\$ 0.75	\$ 0.73
WEIGHTED AVERAGE SHARES OUTSTANDING	2,128,087	2,132,290	2,130,564	2,132,108

	Quarter Ended (unaudited)				
(Dollars in Thousands, Except Per Share Data)	6/30/2018	3/31/2018	12/31/2017	9/30/2017	6/30/2017
Operating Highlights					
Net income	\$ 2,090	\$ 1,994	\$ 1,546	\$ 1,945	\$ 1,976
Net interest income	5,122	5,035	5,078	5,025	5,001
Provision for loan losses	30	30	380	30	30
Non-interest income	1,611	1,555	2,122	1,591	1,568
Non-interest expense	4,156	4,223	3,961	4,054	3,963
Financial Condition Data:					
Total assets	\$ 722,457	\$ 713,688	\$ 709,473	\$ 721,267	\$ 699,430
Loans, net and loans held for sale	471,931	456,898	452,853	451,128	450,909
Intangibles	7,954	7,973	7,973	7,997	8,022
Total deposits					
Noninterest-bearing	\$ 117,956	\$ 113,605	\$ 110,549	\$ 106,190	\$ 110,911
Savings	121,589	119,655	112,559	113,600	111,869
NOW	99,086	97,599	94,383	100,040	97,455
Money Market	35,015	38,914	39,749	38,862	35,719
Time Deposits	152,491	156,618	159,771	161,282	160,261
Total interest-bearing deposits	408,181	412,786	406,462	413,784	405,304
Core deposits*	373,646	369,773	357,240	358,692	355,954
Selected Ratios					
Net interest margin(YTD)	3.20%	3.22%	3.26%	3.27%	3.29%
Annualized return on average assets	1.15%	1.13%	1.05%	1.11%	1.11%
Annualized return on average equity	9.10%	8.90%	8.23%	8.70%	8.72%
Capital Ratios					
Common equity tier I capital ratio	19.00%	19.52%	19.65%	19.65%	19.38%
Tier I capital ratio	19.00%	19.52%	19.65%	19.65%	19.38%
Total risk-based capital ratio	20.26%	20.77%	20.92%	20.90%	20.64%
Leverage ratio	12.26%	12.07%	11.85%	11.79%	11.86%
Asset Quality Ratios					
Non-performing assets	\$ 4,183	\$ 3,762	\$ 4,494	\$ 4,433	\$ 4,195
Allowance for loan losses	6,792	6,875	6,901	6,581	6,545
Allowance for loan losses to total loans	1.42%	1.48%	1.50%	1.44%	1.43%
Allowance for loan losses to non-performing loans	175.02%	183.88%	156.31%	150.49%	158.31%
Per Share Data					
Earnings per share	\$ 0.98	\$ 0.94	\$ 0.73	\$ 0.91	\$ 0.93
Dividend declared per share	0.38	0.37	0.37	0.37	0.37
Book value	42.48	41.96	42.05	42.27	41.70
Common stock price:					
Bid	\$ 47.25	\$ 47.31	\$ 50.00	\$ 46.60	\$ 46.80
Ask	50.00	47.90	88.00	49.50	49.00
Weighted average common shares	2,128,087	2,133,069	2,132,983	2,132,666	2,132,290
* Core deposits are defined as total deposits less time deposits					