

Press Release – For Immediate Release
August 6, 2019

CCFNB Bancorp, Inc. Reports Second 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 second quarter of 2019.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended June 30, 2019 was \$2,520,000 compared to \$2,090,000 for the same period in 2018. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the six months-ended June 30, 2019 was \$4,612,000 compared to \$4,084,000 for the same period in 2018. Earnings per share for the six months-ended June 30, 2019 and 2018 were \$2.18 and \$1.92, respectively. The return on average assets and return on average equity were 1.27% and 9.70% for the six months-ended June 30, 2019 as compared to 1.15% and 9.10% for the same period of 2018.

The net interest margin, tax effected, on interest earning assets was 3.29% at June 30, 2019 as compared to 3.20% as of June 30, 2018.

Total assets amounted to \$730.5 million at June 30, 2019 as compared to \$726.2 at December 31, 2018. For the six months ended June 30, 2019, net loans, not held for sale, decreased by \$2.9 million while investment securities decreased \$8.8 million. Over the same time period, loans held for sale decreased \$711 thousand. Total deposits increased \$12.0 million while short term borrowings decreased \$12.3 million since the end of 2018.

When compared to December 31, 2018, stockholders' equity, excluding accumulated other comprehensive loss, increased \$2.4 million to \$97.2 million as of June 30, 2019. The current level of stockholders' equity equated to a book value per share of \$46.10 at June 30, 2019 as compared with \$43.90 as of December 31, 2018. For the six months-ended June 30, 2019 cash dividends of \$0.77 per share were paid to stockholders as compared to \$0.75 for the same 2018 period. Also during the six months-ended June 30, 2019, the Company repurchased 11,800 shares. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 13.3% as of June 30, 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)	June 30, 2019	December 31, 2018
ASSETS		
Cash and due from banks	\$ 15,293	\$ 11,102
Interest-bearing deposits in other banks	13,814	1,122
Federal funds sold	364	293
Total cash and cash equivalents	29,471	12,517
Investment debt securities, available for sale, at fair value	170,903	179,257
Investment equity securities, at fair value	1,177	1,049
Restricted securities	3,292	3,878
Loans held for sale	2,938	3,649
Loans, net of unearned income	480,371	483,189
Less: Allowance for loan losses	7,306	7,250
Loans, net	473,065	475,939
Premises and equipment, net	13,642	13,430
Accrued interest receivable	2,010	2,008
Cash surrender value of bank-owned life insurance	19,794	20,057
Investment in limited partnerships	1,913	1,995
Intangible Assets:		
Core deposit	-	-
Goodwill	7,937	7,937
Operating lease right-of-use	393	-
Other assets	3,968	4,509
TOTAL ASSETS	\$ 730,503	\$ 726,225
LIABILITIES		
Interest-bearing deposits	\$ 406,256	\$ 401,474
Noninterest-bearing deposits	122,371	115,147
Total deposits	528,627	516,621
Short-term borrowings	101,505	113,787
Long-term borrowings	59	72
Accrued interest payable	335	308
Operating lease liability	393	-
Other liabilities	2,224	2,240
TOTAL LIABILITIES	633,143	633,028
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,337,829 shares in 2019 and 2,337,208 shares in 2018	2,922	2,922
Surplus	29,770	29,740
Retained earnings	72,531	69,552
Accumulated other comprehensive income (loss)	151	(1,593)
Treasury stock, at cost; 226,000 shares in 2019 and 214,200 shares in 2018	(8,014)	(7,424)
TOTAL STOCKHOLDERS' EQUITY	97,360	93,197
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 730,503	\$ 726,225

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,	
	2019	2018	2019	2018
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 5,201	\$ 4,788	\$ 10,404	\$ 9,416
Tax-exempt	217	243	485	491
Interest and dividends on investment securities:				
Taxable	722	630	1,406	1,248
Tax-exempt	234	271	484	545
Dividend and other interest income	75	65	152	129
Federal funds sold	11	8	20	14
Deposits in other banks	64	29	114	53
TOTAL INTEREST AND DIVIDEND INCOME	6,524	6,034	13,065	11,896
INTEREST EXPENSE				
Deposits	654	559	1,271	1,112
Short-term borrowings	530	352	1,084	625
Long-term borrowings	1	1	2	2
TOTAL INTEREST EXPENSE	1,185	912	2,357	1,739
NET INTEREST INCOME	5,339	5,122	10,708	10,157
PROVISION FOR LOAN LOSSES	30	30	60	60
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,309	5,092	10,648	10,097
NON-INTEREST INCOME				
Service charges and fees	369	341	731	694
Gain on sale of loans	244	199	370	324
Earnings on bank-owned life insurance	318	120	431	239
Brokerage	150	143	299	283
Trust	150	165	295	342
Gain (loss) on equity securities	75	39	129	38
Investment security losses, net	-	-	(52)	-
Interchange fees	386	342	728	658
Other	282	262	616	588
TOTAL NON-INTEREST INCOME	1,974	1,611	3,547	3,166
NON-INTEREST EXPENSE				
Salaries	1,760	1,744	3,518	3,466
Employee benefits	658	626	1,351	1,321
Occupancy	330	323	660	657
Furniture and equipment	322	307	639	596
State shares tax	178	168	356	336
Professional fees	229	189	483	386
Director's fees	71	75	147	160
FDIC assessments	45	50	94	104
Telecommunications	78	78	157	158
Amortization of core deposit intangible	-	9	-	18
Automated teller machine and interchange	27	104	189	260
Other	582	483	1,149	917
TOTAL NON-INTEREST EXPENSE	4,280	4,156	8,743	8,379
INCOME BEFORE INCOME TAX PROVISION	3,003	2,547	5,452	4,884
INCOME TAX PROVISION	483	457	840	800
NET INCOME	\$ 2,520	\$ 2,090	\$ 4,612	\$ 4,084
EARNINGS PER SHARE	\$ 1.19	\$ 0.98	\$ 2.18	\$ 1.92
CASH DIVIDENDS PER SHARE	\$ 0.39	\$ 0.38	\$ 0.77	\$ 0.75
WEIGHTED AVERAGE SHARES OUTSTANDING	2,117,491	2,128,087	2,119,675	2,130,564

	Quarter Ended (unaudited)				
	6/30/2019	3/31/2019	12/31/2018	9/30/2018	6/30/2018
<i>(Dollars in Thousands, Except Per Share Data)</i>					
Operating Highlights					
Net income	\$ 2,520	\$ 2,092	\$ 1,735	\$ 2,206	\$ 2,090
Net interest income	5,339	5,369	5,385	5,370	5,122
Provision for loan losses	30	30	530	30	30
Non-interest income	1,974	1,573	1,461	1,662	1,611
Non-interest expense	4,280	4,463	4,386	4,422	4,156
Financial Condition Data:					
Total assets	\$ 730,503	\$ 725,955	\$ 726,225	\$ 727,192	\$ 722,457
Loans, net and loans held for sale	476,003	477,777	479,588	472,349	471,931
Intangibles	7,937	7,937	7,937	7,946	7,954
Total deposits					
Noninterest-bearing	\$ 122,371	\$ 119,084	\$ 115,147	\$ 124,499	\$ 117,956
Savings	121,523	122,516	117,367	121,111	121,589
NOW	106,574	107,720	100,546	99,364	99,086
Money Market	32,356	32,557	35,757	34,722	35,015
Time Deposits	145,803	147,368	147,804	151,211	152,491
Total interest-bearing deposits	406,256	410,161	401,474	406,408	408,181
Core deposits*	382,824	381,877	368,817	379,696	373,646
Selected Ratios					
Net interest margin(YTD)	3.29%	3.32%	3.24%	3.23%	3.20%
Annualized return on average assets	1.27%	1.15%	1.12%	1.17%	1.15%
Annualized return on average equity	9.70%	8.91%	8.85%	9.30%	9.10%
Capital Ratios					
Common equity tier I capital ratio	20.46%	20.25%	19.60%	19.40%	19.00%
Tier I capital ratio	20.46%	20.25%	19.60%	19.40%	19.00%
Total risk-based capital ratio	21.71%	21.51%	20.85%	20.65%	20.26%
Leverage ratio	12.52%	12.44%	11.95%	12.10%	12.26%
Asset Quality Ratios					
Non-performing assets	\$ 6,587	\$ 7,131	\$ 7,108	\$ 7,432	\$ 4,183
Allowance for loan losses	7,306	7,265	7,250	6,800	6,792
Allowance for loan losses to total loans	1.51%	1.50%	1.49%	1.42%	1.42%
Allowance for loan losses to non-performing loans	113.37%	106.84%	104.12%	92.71%	175.02%
Per Share Data					
Earnings per share	\$ 1.19	\$ 0.99	\$ 0.82	\$ 1.03	\$ 0.98
Dividend declared per share	0.39	0.38	0.38	0.38	0.38
Book value	46.10	44.83	43.90	42.97	42.48
Common stock price:					
Bid	\$ 49.25	\$ 49.05	\$ 49.75	\$ 50.65	\$ 47.25
Ask	50.35	50.50	52.00	53.00	50.00
Weighted average common shares	2,117,491	2,122,234	2,128,421	2,128,421	2,128,087
* Core deposits are defined as total deposits less time deposits					