

Press Release – For Immediate Release

October 31, 2017

CCFNB Bancorp, Inc. Reports Third 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 third quarter of 2017.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the nine months-ended September 30, 2017 was \$5,759,000 compared to \$5,356,000 for the same period in 2016. Earnings per share for the nine months-ended September 30, 2017 and 2016 were \$2.70 and \$2.50, respectively. The return on average assets and return on average equity were 1.11% and 8.70% for the nine months-ended September 30, 2017 as compared to 1.08% and 8.44% for the same period of 2016.

The net interest margin, tax effected, on interest earning assets was 3.27% at September 30, 2017 as compared to 3.29% as of September 30, 2016.

Total assets amounted to \$721.3 million at September 30, 2017 as compared to \$673.6 at December 31, 2016. Since the end of 2016, net loans, not held for sale, increased by \$16.3 million while investment securities decreased \$14 thousand. Over the same time period, loans held for sale increased \$600 thousand. Total deposits increased \$16.8 million while short term borrowings increased \$26.5 million since the end of 2016.

When compared to December 31, 2016, stockholders' equity, excluding accumulated other comprehensive income, increased \$3.5 million to \$90.2 million as of September 30, 2017. The current level of stockholders' equity equated to a book value per share of \$42.27 at September 30, 2017 as compared with \$40.42 as of December 31, 2016. For the nine months-ended September 30, 2017 cash dividends of \$1.10 per share were paid to stockholders as compared to \$1.075 for the same 2016 period. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 12.5% as of September 30, 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)	September 30, 2017	December 31, 2016
ASSETS		
Cash and due from banks	\$ 12,468	\$ 10,844
Interest-bearing deposits in other banks	31,026	3,219
Federal funds sold	100	274
Total cash and cash equivalents	43,594	14,337
Investment securities, available for sale, at fair value	174,542	174,296
Restricted securities, at cost	3,217	3,477
Loans held for sale	5,030	4,430
Loans, net of unearned income	452,679	436,281
Less: Allowance for loan losses	6,581	6,488
Loans, net	446,098	429,793
Premises and equipment, net	13,128	11,448
Accrued interest receivable	1,835	1,791
Cash surrender value of bank-owned life insurance	19,409	18,988
Investment in limited partnerships	2,562	2,423
Intangible Assets:		
Core deposit	60	135
Goodwill	7,937	7,937
Other assets	3,855	4,544
TOTAL ASSETS	\$ 721,267	\$ 673,599
LIABILITIES		
Interest-bearing deposits	\$ 413,784	\$ 397,124
Noninterest-bearing deposits	106,190	106,053
Total deposits	519,974	503,177
Short-term borrowings	108,226	81,694
Long-term borrowings	82	87
Accrued interest payable	271	248
Other liabilities	2,553	2,228
TOTAL LIABILITIES	631,106	587,434
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,335,683 shares in 2017 and 2,334,624 shares in 2016	2,920	2,918
Surplus	29,668	29,620
Retained earnings	63,804	60,391
Accumulated other comprehensive income	620	87
Treasury stock, at cost; 202,700 shares in 2017 and 202,700 shares in 2016	(6,851)	(6,851)
TOTAL STOCKHOLDERS' EQUITY	90,161	86,165
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 721,267	\$ 673,599

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

(In Thousands, Except Per Share Data)	For the Three Months Ended		For the Nine Months Ended	
	September 30,		September 30,	
	2017	2016	2017	2016
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 4,574	\$ 4,338	\$ 13,455	\$ 12,783
Tax-exempt	261	247	776	759
Interest and dividends on investment securities:				
Taxable	518	318	1,465	1,026
Tax-exempt	279	319	859	971
Dividend and other interest income	60	62	184	191
Federal funds sold	5	1	11	4
Deposits in other banks	58	27	85	52
TOTAL INTEREST AND DIVIDEND INCOME	5,755	5,312	16,835	15,786
INTEREST EXPENSE				
Deposits	525	487	1,523	1,404
Short-term borrowings	203	58	447	167
Long-term borrowings	2	2	4	4
TOTAL INTEREST EXPENSE	730	547	1,974	1,575
NET INTEREST INCOME	5,025	4,765	14,861	14,211
PROVISION FOR LOAN LOSSES	30	30	90	90
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	4,995	4,735	14,771	14,121
NON-INTEREST INCOME				
Service charges and fees	365	342	1,040	949
Gain on sale of loans	233	294	522	716
Earnings on bank-owned life insurance	121	125	364	339
Brokerage	130	137	423	397
Trust	162	153	449	451
Investment security gains, net	-	-	154	-
Interchange fees	318	312	946	915
Other	262	274	893	848
TOTAL NON-INTEREST INCOME	1,591	1,637	4,791	4,615
NON-INTEREST EXPENSE				
Salaries	1,713	1,677	5,016	4,967
Employee benefits	606	541	1,846	1,728
Occupancy	333	274	905	814
Furniture and equipment	299	285	824	840
State shares tax	166	148	487	446
Professional fees	221	181	602	512
Director's fees	73	72	217	217
FDIC assessments	46	71	139	235
Telecommunications	66	68	219	229
Amortization of core deposit intangible	25	42	75	125
Automated teller machine and interchange	66	196	282	502
Other	440	394	1,312	1,267
TOTAL NON-INTEREST EXPENSE	4,054	3,949	11,924	11,882
INCOME BEFORE INCOME TAX PROVISION	2,532	2,423	7,638	6,854
INCOME TAX PROVISION	587	556	1,879	1,498
NET INCOME	\$ 1,945	\$ 1,867	\$ 5,759	\$ 5,356
EARNINGS PER SHARE	\$ 0.91	\$ 0.88	\$ 2.70	\$ 2.50
CASH DIVIDENDS PER SHARE	\$ 0.37	\$ 0.360	\$ 1.100	\$ 1.075
WEIGHTED AVERAGE SHARES OUTSTANDING	2,132,666	2,135,849	2,132,296	2,140,458

	Quarter Ended				
	9/30/2017	6/30/2017	3/31/2017	12/31/2016	9/30/2016
<i>(Dollars in Thousands, Except Per Share Data)</i>					
Operating Highlights					
Net income	\$ 1,945	\$ 1,976	\$ 1,838	\$ 1,808	\$ 1,867
Net interest income	5,025	5,001	4,835	4,780	4,765
Provision for loan losses	30	30	30	130	30
Non-interest income	1,591	1,568	1,632	1,611	1,637
Non-interest expense	4,054	3,963	3,907	3,948	3,949
Financial Condition Data:					
Total assets	\$ 721,267	\$ 699,430	\$ 699,610	\$ 673,599	\$ 680,430
Loans, net	451,128	450,909	445,055	434,223	429,835
Intangibles	7,997	8,022	8,047	8,072	8,113
Total deposits					
Noninterest-bearing	\$ 106,190	\$ 110,911	\$ 115,255	\$ 106,053	\$ 103,933
Savings	113,600	111,869	112,676	105,261	102,557
NOW	100,040	97,455	96,241	93,361	90,071
Money Market	38,862	35,719	39,932	38,143	38,193
Time Deposits	161,282	160,261	161,775	160,359	165,223
Total interest-bearing deposits	413,784	405,304	410,624	397,124	396,044
Core deposits*	358,692	355,954	364,104	342,818	334,754
Selected Ratios					
Net interest margin(YTD)	3.27%	3.29%	3.27%	3.28%	3.29%
Annualized return on average assets	1.11%	1.11%	1.07%	1.07%	1.08%
Annualized return on average equity	8.70%	8.72%	8.47%	8.42%	8.44%
Capital Ratios					
Common equity tier I capital ratio	19.65%	19.38%	19.18%	19.49%	19.64%
Tier I capital ratio	19.65%	19.38%	19.18%	19.49%	19.64%
Total risk-based capital ratio	20.90%	20.64%	20.43%	20.74%	20.92%
Leverage ratio	11.79%	11.86%	11.82%	11.86%	11.70%
Asset Quality Ratios					
Non-performing assets	\$ 4,433	\$ 4,195	\$ 4,351	\$ 4,420	\$ 4,959
Allowance for loan losses	6,581	6,545	6,499	6,488	6,413
Allowance for loan losses to total loans	1.44%	1.43%	1.44%	1.47%	1.47%
Allowance for loan losses to non-performing loans	150.49%	158.31%	153.52%	149.42%	129.93%
Per Share Data					
Earnings per share	\$ 0.91	\$ 0.93	\$ 0.86	\$ 0.85	\$ 0.88
Dividend declared per share	0.37	0.37	0.36	0.360	0.360
Book value	42.27	41.70	40.83	40.42	40.28
Common stock price:					
Bid	\$ 46.60	\$ 46.80	\$ 46.16	\$ 41.50	\$ 39.90
Ask	49.50	49.00	49.00	45.00	40.00
Weighted average common shares	2,132,666	2,132,290	2,131,924	2,134,110	2,135,849
* Core deposits are defined as total deposits less time deposits					