

Press Release – For Immediate Release  
October 30, 2018

## **CCFNB Bancorp, Inc. Reports Third 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 third quarter of 2018.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended September 30, 2018 was \$2,206,000 compared to \$1,945,000 for the same period in 2017. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the nine months-ended September 30, 2018 was \$6,290,000 compared to \$5,759,000 for the same period in 2017. Earnings per share for the nine months-ended September 30, 2018 and 2017 were \$2.95 and \$2.70, respectively. The return on average assets and return on average equity were 1.17% and 9.30% for the nine months-ended September 30, 2018 as compared to 1.11% and 8.70% for the same period of 2017.

The net interest margin, tax effected, on interest earning assets was 3.23% at September 30, 2018 as compared to 3.27% as of September 30, 2017.

Total assets amounted to \$727.2 million at September 30, 2018 as compared to \$709.5 at December 31, 2017. For the year, net loans, not held for sale, increased by \$19.8 million while investment securities increased \$1.1 million. Over the same time period, loans held for sale decreased \$283 thousand. Total deposits increased \$13.9 million while short term borrowings increased \$1.9 million since the end of 2017.

When compared to December 31, 2017, stockholders' equity, excluding accumulated other comprehensive loss, increased \$3.8 million to \$94.2 million as of September 30, 2018. The current level of stockholders' equity equated to a book value per share of \$42.97 at September 30, 2018 as compared with \$42.05 as of December 31, 2017. For the nine months-ended September 30, 2018 cash dividends of \$1.13 per share were paid to stockholders as compared to \$1.10 for the same 2017 period. Also during the nine months-ended September 30, 2018, the Company repurchased 5,500 shares. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 12.6% as of September 30, 2018 and 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)	September 30, 2018	December 31, 2017
<b>ASSETS</b>		
Cash and due from banks	\$ 10,472	\$ 9,822
Interest-bearing deposits in other banks	7,586	11,853
Federal funds sold	1,107	1,706
Total cash and cash equivalents	19,165	23,381
Investment securities, available for sale, at fair value	182,392	181,364
Restricted securities, at cost	3,273	3,236
Loans held for sale	3,339	3,622
Loans, net of unearned income	475,810	456,132
Less: Allowance for loan losses	6,800	6,901
Loans, net	469,010	449,231
Premises and equipment, net	13,287	13,047
Accrued interest receivable	2,199	1,905
Cash surrender value of bank-owned life insurance	19,951	19,535
Investment in limited partnerships	2,152	2,525
Intangible Assets:		
Core deposit	9	36
Goodwill	7,937	7,937
Other assets	4,478	3,654
<b>TOTAL ASSETS</b>	<b>\$ 727,192</b>	<b>\$ 709,473</b>
<b>LIABILITIES</b>		
Interest-bearing deposits	\$ 406,408	\$ 406,462
Noninterest-bearing deposits	124,499	110,549
Total deposits	530,907	517,011
Short-term borrowings	102,114	100,199
Long-term borrowings	74	80
Accrued interest payable	297	280
Other liabilities	2,327	2,194
<b>TOTAL LIABILITIES</b>	<b>635,719</b>	<b>619,764</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,336,912 shares in 2018 and 2,336,013 shares in 2017	2,921	2,920
Surplus	29,725	29,683
Retained earnings	68,625	64,561
Accumulated other comprehensive loss	(2,682)	(604)
Treasury stock, at cost; 208,200 shares in 2018 and 202,700 shares in 2017	(7,116)	(6,851)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>91,473</b>	<b>89,709</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 727,192</b>	<b>\$ 709,473</b>

**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,	
	2018	2017	2018	2017
<b>INTEREST AND DIVIDEND INCOME</b>				
Interest and fees on loans:				
Taxable	\$ 5,124	\$ 4,574	\$ 14,540	\$ 13,455
Tax-exempt	245	261	736	776
Interest and dividends on investment securities:				
Taxable	641	518	1,889	1,465
Tax-exempt	269	279	814	859
Dividend and other interest income	63	60	192	184
Federal funds sold	8	5	22	11
Deposits in other banks	34	58	87	85
<b>TOTAL INTEREST AND DIVIDEND INCOME</b>	<b>6,384</b>	<b>5,755</b>	<b>18,280</b>	<b>16,835</b>
<b>INTEREST EXPENSE</b>				
Deposits	581	525	1,693	1,523
Short-term borrowings	432	203	1,057	447
Long-term borrowings	1	2	3	4
<b>TOTAL INTEREST EXPENSE</b>	<b>1,014</b>	<b>730</b>	<b>2,753</b>	<b>1,974</b>
<b>NET INTEREST INCOME</b>	<b>5,370</b>	<b>5,025</b>	<b>15,527</b>	<b>14,861</b>
PROVISION FOR LOAN LOSSES	30	30	90	90
<b>NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES</b>	<b>5,340</b>	<b>4,995</b>	<b>15,437</b>	<b>14,771</b>
<b>NON-INTEREST INCOME</b>				
Service charges and fees	374	365	1,068	1,040
Gain on sale of loans	217	233	541	522
Earnings on bank-owned life insurance	120	121	359	364
Brokerage	172	130	455	423
Trust	165	162	507	449
Investment security (losses) gains, net	(23)	-	15	154
Interchange fees	339	318	997	946
Other	298	262	886	893
<b>TOTAL NON-INTEREST INCOME</b>	<b>1,662</b>	<b>1,591</b>	<b>4,828</b>	<b>4,791</b>
<b>NON-INTEREST EXPENSE</b>				
Salaries	1,772	1,713	5,238	5,016
Employee benefits	617	606	1,938	1,846
Occupancy	304	333	961	905
Furniture and equipment	311	299	907	824
State shares tax	172	166	508	487
Professional fees	237	221	623	602
Director's fees	72	73	232	217
FDIC assessments	52	46	156	139
Telecommunications	77	66	235	219
Amortization of core deposit intangible	8	25	27	75
Automated teller machine and interchange	169	66	429	282
Other	631	440	1,547	1,312
<b>TOTAL NON-INTEREST EXPENSE</b>	<b>4,422</b>	<b>4,054</b>	<b>12,801</b>	<b>11,924</b>
<b>INCOME BEFORE INCOME TAX PROVISION</b>	<b>2,580</b>	<b>2,532</b>	<b>7,464</b>	<b>7,638</b>
<b>INCOME TAX PROVISION</b>	<b>374</b>	<b>587</b>	<b>1,174</b>	<b>1,879</b>
<b>NET INCOME</b>	<b>\$ 2,206</b>	<b>\$ 1,945</b>	<b>\$ 6,290</b>	<b>\$ 5,759</b>
<b>EARNINGS PER SHARE</b>	<b>\$ 1.03</b>	<b>\$ 0.91</b>	<b>\$ 2.95</b>	<b>\$ 2.70</b>
<b>CASH DIVIDENDS PER SHARE</b>	<b>\$ 0.38</b>	<b>\$ 0.37</b>	<b>\$ 1.13</b>	<b>\$ 1.10</b>
<b>WEIGHTED AVERAGE SHARES OUTSTANDING</b>	<b>2,128,421</b>	<b>2,132,666</b>	<b>2,129,842</b>	<b>2,132,296</b>

	Quarter Ended (unaudited)				
	9/30/2018	6/30/2018	3/31/2018	12/31/2017	9/30/2017
<i>(Dollars in Thousands, Except Per Share Data)</i>					
<b>Operating Highlights</b>					
Net income	\$ 2,206	\$ 2,090	\$ 1,994	\$ 1,546	\$ 1,945
Net interest income	5,370	5,122	5,035	5,078	5,025
Provision for loan losses	30	30	30	380	30
Non-interest income	1,662	1,611	1,555	2,122	1,591
Non-interest expense	4,422	4,156	4,223	3,961	4,054
<b>Financial Condition Data:</b>					
Total assets	\$ 727,192	\$ 722,457	\$ 713,688	\$ 709,473	\$ 721,267
Loans, net and loans held for sale	472,349	471,931	456,898	452,853	451,128
Intangibles	7,946	7,954	7,973	7,973	7,997
Total deposits					
Noninterest-bearing	\$ 124,499	\$ 117,956	\$ 113,605	\$ 110,549	\$ 106,190
Savings	121,111	121,589	119,655	112,559	113,600
NOW	99,364	99,086	97,599	94,383	100,040
Money Market	34,722	35,015	38,914	39,749	38,862
Time Deposits	151,211	152,491	156,618	159,771	161,282
Total interest-bearing deposits	406,408	408,181	412,786	406,462	413,784
Core deposits*	379,696	373,646	369,773	357,240	358,692
<b>Selected Ratios</b>					
Net interest margin(YTD)	3.23%	3.20%	3.22%	3.26%	3.27%
Annualized return on average assets	1.17%	1.15%	1.13%	1.05%	1.11%
Annualized return on average equity	9.30%	9.10%	8.90%	8.23%	8.70%
<b>Capital Ratios</b>					
Common equity tier I capital ratio	19.40%	19.00%	19.52%	19.65%	19.65%
Tier 1 capital ratio	19.40%	19.00%	19.52%	19.65%	19.65%
Total risk-based capital ratio	20.65%	20.26%	20.77%	20.92%	20.90%
Leverage ratio	12.10%	12.26%	12.07%	11.85%	11.79%
<b>Asset Quality Ratios</b>					
Non-performing assets	\$ 7,432	\$ 4,183	\$ 3,762	\$ 4,494	\$ 4,433
Allowance for loan losses	6,800	6,792	6,875	6,901	6,581
Allowance for loan losses to total loans	1.42%	1.42%	1.48%	1.50%	1.44%
Allowance for loan losses to non-performing loans	92.71%	175.02%	183.88%	156.31%	150.49%
<b>Per Share Data</b>					
Earnings per share	\$ 1.03	\$ 0.98	\$ 0.94	\$ 0.73	\$ 0.91
Dividend declared per share	0.38	0.38	0.37	0.37	0.37
Book value	42.97	42.48	41.96	42.05	42.27
Common stock price:					
Bid	\$ 50.65	\$ 47.25	\$ 47.31	\$ 50.00	\$ 46.60
Ask	53.00	50.00	47.90	88.00	49.50
Weighted average common shares	2,128,421	2,128,087	2,133,069	2,132,983	2,132,666
* Core deposits are defined as total deposits less time deposits					