

Press Release – For Immediate Release

October 29, 2019

CCFNB Bancorp, Inc. Reports Third 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 third quarter of 2019.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended September 30, 2019 was \$2,305,000 compared to \$2,206,000 for the same period in 2018. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the nine months-ended September 30, 2019 was \$6,917,000 compared to \$6,290,000 for the same period in 2018. Earnings per share for the nine months-ended September 30, 2019 and 2018 were \$3.27 and \$2.95, respectively. The return on average assets and return on average equity were 1.26% and 9.59% for the nine months-ended September 30, 2019 as compared to 1.17% and 9.30% for the same period of 2018.

The net interest margin, tax effected, on interest earning assets was 3.27% at September 30, 2019 as compared to 3.23% as of September 30, 2018.

Total assets amounted to \$758.0 million at September 30, 2019 as compared to \$726.2 at December 31, 2018. For the nine months ended September 30, 2019, net loans, not held for sale, decreased by \$3.4 million while investment securities increased \$2.2 million. Over the same time period, loans held for sale decreased \$2.5 million. Total deposits increased \$19.6 million while short term borrowings increased \$5.9 million since the end of 2018.

When compared to December 31, 2018, stockholders' equity, excluding accumulated other comprehensive income (loss), increased \$3.7 million to \$98.5 million as of September 30, 2019. The current level of stockholders' equity equated to a book value per share of \$46.91 at September 30, 2019 as compared with \$43.90 as of December 31, 2018. For the nine months-ended September 30, 2019 cash dividends of \$1.16 per share were paid to stockholders as compared to \$1.13 for the same 2018 period. Also during the nine months-ended September 30, 2019, the Company repurchased 15,800 shares. CCFNB Bancorp, Inc. remains well capitalized, with an equity-to assets ratio of 13.0% as of September 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)	September 30, 2019	December 31, 2018
ASSETS		
Cash and due from banks	\$ 14,019	\$ 11,102
Interest-bearing deposits in other banks	31,114	1,122
Federal funds sold	3,277	293
Total cash and cash equivalents	48,410	12,517
Investment debt securities, available for sale, at fair value	181,874	179,257
Investment equity securities, at fair value	1,162	1,049
Restricted securities	3,327	3,878
Loans held for sale	1,110	3,649
Loans, net of unearned income	480,033	483,189
Less: Allowance for loan losses	7,510	7,250
Loans, net	472,523	475,939
Premises and equipment, net	13,799	13,430
Accrued interest receivable	2,120	2,008
Cash surrender value of bank-owned life insurance	19,910	20,057
Investment in limited partnerships	1,828	1,995
Intangible Assets:		
Core deposit	-	-
Goodwill	7,937	7,937
Operating lease right-of-use	382	-
Other assets	3,606	4,509
TOTAL ASSETS	\$ 757,988	\$ 726,225
LIABILITIES		
Interest-bearing deposits	\$ 412,040	\$ 401,474
Noninterest-bearing deposits	124,145	115,147
Total deposits	536,185	516,621
Short-term borrowings	119,700	113,787
Long-term borrowings	48	72
Accrued interest payable	350	308
Operating lease liability	382	-
Other liabilities	2,556	2,240
TOTAL LIABILITIES	659,221	633,028
STOCKHOLDERS' EQUITY		
Common stock, par value \$1.25 per share; authorized 15,000,000 shares, issued 2,338,132 shares in 2019 and 2,337,208 shares in 2018	2,923	2,922
Surplus	29,785	29,740
Retained earnings	74,013	69,552
Accumulated other comprehensive income (loss)	261	(1,593)
Treasury stock, at cost; 230,000 shares in 2019 and 214,200 shares in 2018	(8,215)	(7,424)
TOTAL STOCKHOLDERS' EQUITY	98,767	93,197
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 757,988	\$ 726,225

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,	
	2019	2018	2019	2018
INTEREST AND DIVIDEND INCOME				
Interest and fees on loans:				
Taxable	\$ 5,327	\$ 5,124	\$ 15,731	\$ 14,540
Tax-exempt	226	245	711	736
Interest and dividends on investment securities:				
Taxable	754	641	2,160	1,889
Tax-exempt	192	269	676	814
Dividend and other interest income	70	63	222	192
Federal funds sold	11	8	31	22
Deposits in other banks	147	34	261	87
TOTAL INTEREST AND DIVIDEND INCOME	6,727	6,384	19,792	18,280
INTEREST EXPENSE				
Deposits	699	581	1,970	1,693
Short-term borrowings	520	432	1,604	1,057
Long-term borrowings	1	1	3	3
TOTAL INTEREST EXPENSE	1,220	1,014	3,577	2,753
NET INTEREST INCOME	5,507	5,370	16,215	15,527
PROVISION FOR LOAN LOSSES	297	30	357	90
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	5,210	5,340	15,858	15,437
NON-INTEREST INCOME				
Service charges and fees	399	374	1,130	1,068
Gain on sale of loans	290	217	660	541
Earnings on bank-owned life insurance	110	120	541	359
Brokerage	152	172	451	455
Trust	195	165	490	507
Gain (loss) on equity securities	(15)	(23)	114	15
Investment security losses, net	-	-	(52)	-
Interchange fees	392	339	1,120	997
Other	265	298	881	886
TOTAL NON-INTEREST INCOME	1,788	1,662	5,335	4,828
NON-INTEREST EXPENSE				
Salaries	1,772	1,772	5,290	5,238
Employee benefits	670	617	2,021	1,938
Occupancy	317	304	977	961
Furniture and equipment	321	311	960	907
State shares tax	178	172	534	508
Professional fees	221	237	704	623
Director's fees	68	72	215	232
FDIC assessments	-	52	94	156
Telecommunications	83	77	240	235
Amortization of core deposit intangible	-	8	-	27
Automated teller machine and interchange	124	169	313	429
Other	539	631	1,688	1,547
TOTAL NON-INTEREST EXPENSE	4,293	4,422	13,036	12,801
INCOME BEFORE INCOME TAX PROVISION	2,705	2,580	8,157	7,464
INCOME TAX PROVISION	400	374	1,240	1,174
NET INCOME	\$ 2,305	\$ 2,206	\$ 6,917	\$ 6,290
EARNINGS PER SHARE	\$ 1.09	\$ 1.03	\$ 3.27	\$ 2.95
CASH DIVIDENDS PER SHARE	\$ 0.39	\$ 0.38	\$ 1.16	\$ 1.13
WEIGHTED AVERAGE SHARES OUTSTANDING	2,110,220	2,128,421	2,116,489	2,129,842

	9/30/2019	6/30/2019	3/31/2019	12/31/2018	9/30/2018
<i>(Dollars in Thousands, Except Per Share Data)</i>					
Operating Highlights					
Net income	\$ 2,305	\$ 2,520	\$ 2,092	\$ 1,735	\$ 2,206
Net interest income	5,507	5,339	5,369	5,385	5,370
Provision for loan losses	297	30	30	530	30
Non-interest income	1,788	1,974	1,573	1,461	1,662
Non-interest expense	4,293	4,280	4,463	4,386	4,422
Financial Condition Data:					
Total assets	\$ 757,988	\$ 730,503	\$ 725,955	\$ 726,225	\$ 727,192
Loans, net and loans held for sale	473,633	476,003	477,777	479,588	472,349
Intangibles	7,937	7,937	7,937	7,937	7,946
Total deposits					
Noninterest-bearing	\$ 124,145	\$ 122,371	\$ 119,084	\$ 115,147	\$ 124,499
Savings	116,979	121,523	122,516	117,367	121,111
NOW	108,023	106,574	107,720	100,546	99,364
Money Market	35,654	32,356	32,557	35,757	34,722
Time Deposits	151,384	145,803	147,368	147,804	151,211
Total interest-bearing deposits	412,040	406,256	410,161	401,474	406,408
Core deposits *	384,801	382,824	381,877	368,817	379,696
Selected Ratios					
Net interest margin(YTD)	3.27%	3.29%	3.32%	3.24%	3.23%
Annualized return on average assets	1.26%	1.27%	1.15%	1.12%	1.17%
Annualized return on average equity	9.59%	9.70%	8.91%	8.85%	9.30%
Capital Ratios					
Common equity tier I capital ratio	20.91%	20.46%	20.25%	19.60%	19.40%
Tier I capital ratio	20.91%	20.46%	20.25%	19.60%	19.40%
Total risk-based capital ratio	22.16%	21.71%	21.51%	20.85%	20.65%
Leverage ratio	12.37%	12.52%	12.44%	11.95%	12.10%
Asset Quality Ratios					
Non-performing assets	\$ 6,958	\$ 6,587	\$ 7,131	\$ 7,108	\$ 7,432
Allowance for loan losses	7,510	7,306	7,265	7,250	6,800
Allowance for loan losses to total loans	1.56%	1.51%	1.50%	1.49%	1.42%
Allowance for loan losses to non-performing loans	108.87%	113.37%	106.84%	104.12%	92.71%
Per Share Data					
Earnings per share	\$ 1.09	\$ 1.19	\$ 0.99	\$ 0.82	\$ 1.03
Dividend declared per share	0.39	0.39	0.38	0.38	0.38
Book value	46.91	46.10	44.83	43.90	42.97
Common stock price:					
Bid	\$ 49.50	\$ 49.25	\$ 49.05	\$ 49.75	\$ 50.65
Ask	50.00	50.35	50.50	52.00	53.00
Weighted average common shares	2,110,220	2,117,491	2,122,234	2,128,421	2,128,421
* Core deposits are defined as total deposits less time deposits					