Press Release – For Immediate Release
October 24, 2023

CCFNB Bancorp, Inc. Reports Third Quarter 2023 Earnings

Bloomsburg, PA – CCFNB Bancorp, Inc. (“Corporation”) (OTC Pink: CCFN), parent company of First Columbia Bank & Trust Co. (”Bank”), has released its unaudited financial statements for the third quarter of 2023.

Net income, as reported under U.S. Generally Accepted Accounting Principles, for the quarter-ended September 30, 2023, was $1,171,000 compared to $2,521,000 for the same period in 2022. Net income, as reported under U.S. Generally Accepted Accounting Principles, for the nine months-ended September 30, 2023 was $4,573,000 compared to $6,919,000 for the same period in 2022. Net income for the nine months-ended September 30, 2023 was impacted by merger related expenses amounting to approximately $1,206,000. Earnings per share, basic and diluted, for the quarters-ended September 30, 2023 and 2022 were $0.56 and $1.21, respectively. Earnings per share, basic and diluted, for the nine months-ended September 30, 2023 and 2022 were $2.20 and $3.33, respectively. The return on average assets and return on average equity were 0.63% and 6.78% for the quarter-ended September 30, 2023 as compared to 0.97% and 9.82% for the same period of 2022.

The net interest margin, tax effected, on interest earning assets and liabilities was 2.29% and 2.56% at September 30, 2023 and 2022, respectively.

Total consolidated assets amounted to $957.6 million at September 30, 2023 as compared to $944.0 at December 31, 2022. For the nine months-ended September 30, 2023, net loans, not held for sale, increased by $29.7 million while investment securities decreased $19.0 million and cash and cash equivalents increased $4.4 million to $17.4 million. Over the same time period, loans held for sale decreased $4.0 million. Total deposits decreased $41.8 million while short term borrowings increased $27.3 million and long term borrowings increased $25.0 million since the end of 2022.

The Corporation invests in various forms of agency debt including mortgage-backed securities and callable agency debt. The fair value of these securities is influenced by market interest rates, prepayment speeds on mortgage securities, bid to offer spreads in the market place and credit premiums for various types of agency debt. These factors change continuously and therefore the fair market value of these securities may be higher or lower than the Corporation’s carrying value at any measurement date. The temporary impact on Investments will also affect Stockholders’ Equity as these fluctuations are recorded through Accumulated Other Comprehensive Income (Loss). For the nine months ended September 30, 2023, the temporary impact of these unrealized losses on the Stockholders’ Equity amounted to a reduction of $27.4 million. The Corporation does not consider its debt securities to be credit impaired since it has both the intent and ability to hold the securities until a recovery of fair value, which may be maturity.

When compared to December 31, 2022, stockholders’ equity, excluding accumulated other comprehensive loss, increased $2.5 million to $115.8 million as of September 30, 2023. Total stockholders’ equity equated to a book value per share of $42.50 at September 30, 2023 as compared with $41.34 as of December 31, 2022. For the nine months-ended September 30, 2023 cash dividends of $1.28 per share were paid to stockholders as compared to $1.25 for the same 2022 period. CCFNB Bancorp, Inc. remains well capitalized, with an equity to assets ratio of 9.20% as of September 30, 2023 and 9.10% at December 31, 2022.

About CCFNB Bancorp, Inc.

CCFNB Bancorp, Inc. is a registered financial holding company, headquartered in Bloomsburg, Pennsylvania. CCFNB Bancorp, Inc. has one subsidiary bank, First Columbia Bank & Trust Co. First Columbia Bank & Trust Co. is a full-service community bank, serving a market area in Columbia, Montour, Luzerne, Lycoming, and Northumberland counties. The Bank engages in a full line of personal, business and municipal financial services and alternative investment products, including corporate and personal fiduciary services. The Bank has 12 offices located throughout the communities of Bloomsburg, Berwick, Danville, Benton, Millville, Elysburg and Catawissa. The Bank has 177 employees. As of September 30, 2023, CCFNB Bancorp, Inc. had $957.6 million in total assets.

On October 3, 2023, shareholders of the Corporation and Muncy Bank Financial, Inc. ("Muncy"), each approved the merger of Muncy with and into the Corporation, with the Corporation as the surviving corporation, pursuant to the Agreement and Plan of Merger dated as of April 17, 2023, as amended June 21, 2023. In connection with the merger, Muncy's wholly-owned banking subsidiary, The Muncy Bank and Trust Company, will merge with and into the Corporation's wholly-owned bank subsidiary, First Columbia Bank & Trust Co. In connection with the mergers, the Corporation will change its name to Muncy Columbia Financial Corporation and First Columbia Bank & Trust Co. will change its name to Journey Bank. The mergers are expected to close on November 11, 2023, subject to certain customary closing conditions.

Cautionary Note Regarding Forward Looking Statements