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FOR IMMEDIATE RELEASE
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FPB FINANCIAL CORP. ANNOUNCES
2011 FOURTH QUARTER RESULTS AND DECLARES DIVIDENDS

Hammond, LA -- FPB Financial Corp. (OTCQB:FPBF) (FPBF.PK), the holding company for Florida Parishes Bank, today announced financial results for the fourth quarter and year ended December 31, 2011.

Earnings

Net income available to common shareholders for the fourth quarter of 2011 decreased to \$350,000; (\$0.99 per fully diluted common share) as compared to the 2010 fourth quarter net income available to common shareholders of \$523,000 (\$1.43 per fully diluted common share.)

Net income available to common shareholders for 2011 totaled \$1.8 million; (\$5.08 per fully diluted common share) down 5.4% from the 2010 available net income of \$1.9 million (\$5.27 per fully diluted common share.)

Items contributing to the Company's fourth quarter earnings when compared to the 2010 period were; a decrease of \$400,000 in total non-interest income (primarily from a \$228,000 decline in gain on sale of investments and a \$217,000 decrease in mortgage banking fees); a \$201,000 increase in foreclosed assets expense; and a \$145,000 reduction in provision for loan losses. Net interest income increased \$219,000 when compared to the 2010 period.

Asset Quality

Non-performing assets on December 31, 2011 increased \$224,000, or 8.0%, to \$3.0 million when compared to December 31, 2010. Non-performing assets on September 30, 2011 were \$3.1 million.

Net loan charge-offs for the fourth quarter totaled (\$94,000), down \$316,000 from the 2010 fourth quarter total. Net loan charge-offs in the 2011 third quarter were \$86,000. For the 2011 twelve month period, net loan charge-offs decreased to \$254,000 from \$553,000 in 2010.

Performing Troubled Debt Restructured (TDR's) as of December 31 totaled \$3.6 million, or an increase of \$374,000 from December 31, 2010. Performing TDR's on September 30, 2011 totaled \$3.8 million.

The Company recorded a provision for loan losses in the 2011 fourth quarter of \$150,000, a 49.3% decrease from the 2010 period. Provisions for 2011 totaled \$656,000, down from \$995,000 recorded in 2010. The Company's allowance for loan losses was \$3.0 million on December 31, 2011, or 2.5% of average net loans and 100.9% of non-performing assets. The allowance on December 31, 2010 was \$2.6 million.

Balance Sheet and Capital

Total Assets on December 31, 2011 increased to \$174.7 million, or 0.6% from \$173.7 million on December 31, 2010. Total Assets on September 30, 2011 were \$171.0 million. Net loans increased 5.9% to \$126.3 million for the year ending December 31, 2011. Available for sale investment securities increased during the 2011 twelve month period 28.2% to \$25.7 million. Trading securities decreased from \$14.2 million on December 31, 2010 to \$243,000 on December 31, 2011. Non-interest bearing deposits and total non-maturity deposits both increased in 2011, 9.6% and 4.5% respectively.

Common Stockholders' equity increased by a net of \$1.2 million, or 8.1% to \$16.1 million for the twelve month period ending December 31, 2011, primarily due to an increase of \$1.5 million in retained earnings. Common Stockholders' equity rate of increase was reduced by an increase of \$556,000 in treasury stock. The increase in treasury stock was due to the company completing the termination of its Employee Stock Ownership Plan (ESOP) and distributing the ESOP account balances to the ESOP participants during the second quarter of 2011.

Our subsidiary, Florida Parishes Bank, is considered "well capitalized" by all applicable federal banking regulations and definitions as of December 31, 2011.

FPB Financial Corp. reported the following for the period ending December 31, 2011, and as compared to December 31, 2010:

- Total Assets increased to \$174.9 million, or 0.6%
- Net interest margin increased to 5.12%
- Non-Interest Bearing deposits increased to \$22.8 million, or 9.6%

- Non-maturity Deposits increased \$3.8 million, or 4.5%
- Dividends paid to common shareholders increased to \$286,000, or 1.0%
- Common Stockholders' equity increased \$1.2 million, or 8.1%
- Common Book Value per share increased to \$45.89, or 11.6%
- Net loan charge-offs decreased \$299,000, or 54.0%
- Foreclosed Assets decreased \$393,000, or 25.7%
- Allowance for Loan Losses increased to \$3.0 million, or 15.4%

FPB Financial Corp. is headquartered in Hammond, LA and is the parent company of Florida Parishes Bank. The Company's common stock is traded under the "FPBF" symbol.

This news release contains certain forward-looking statements, including statements about the financial condition, results of operations and earnings outlook for FPB Financial Corp. and its subsidiaries. Forward-looking statements can be identified by the fact that they do not relate strictly to historical or current facts. They often include words such as "believe," "expect," "anticipate," "estimate" and "intend" or future or conditional verbs such as "will," "would," "should," "could" or "may." Forward-looking statements, by their nature, are subject to risks and uncertainties. A number of factors, many of which are beyond the Company's control, could cause actual conditions, events or results to differ significantly from those described in the forward-looking statements. These factors include, among others, the following: general economic conditions, changes in interest rates, deposit flows, the cost of funds, changes in credit quality, interest rate risks associated with the Company's business and operations and the adequacy of our allowance for loan losses. Other factors include changes in our loan portfolio, changes in competition, fiscal and monetary policies and legislation and regulatory changes. We undertake no obligation to update any forward-looking statements.

FPB Financial Corp.

<u>Selected Balances</u>	<u>Dec. 31,</u> <u>2011</u> <u>(Unaudited)</u>	<u>Dec. 31,</u> <u>2010</u>	<u>%</u> <u>Change</u>	<u>Sept. 30,</u> <u>2011</u> <u>(Unaudited)</u>	<u>%</u> <u>Change</u>
Cash and Interest Earning Deposits	\$11,934,953	\$9,240,645	29	\$12,306,319	(3)
Net Loans	126,309,459	119,226,316	6	121,970,199	4
Foreclosed Assets	1,133,388	1,526,432	(26)	793,336	43
Non-Performing Assets (includes Foreclosed Assets)	3,007,078	2,782,561	8	3,082,869	(2)
Allowance for Loan Losses	3,033,282	2,574,346	18	2,789,714	9
Total Assets	174,719,552	173,719,654	1	170,985,880	2
Non-Interest Bearing Deposits	22,774,022	20,829,844	9	22,815,069	0
Interest-Bearing Deposits	106,561,531	109,378,780	(3)	104,465,550	2
Non-Maturity Deposits (Included in interest and non-interest bearing deposits)	88,806,587	84,975,598	5	88,472,290	0
Brokered Deposits (Included in interest-bearing deposits)	7,116,816	7,500,064	(5)	7,083,907	0
FHLB Advances	25,361,627	24,752,506	2	23,768,479	7
Subordinated Debentures/Trust Preferred Securities	3,093,000	3,093,000	0	3,093,000	0
Tangible Common Stockholders'					

Equity	15,918,488	14,882,061	7	15,644,775	2
Total Common Stockholders' Equity	16,132,126	14,947,648	8	15,963,597	1

CONSOLIDATED STATEMENTS OF EARNINGS

	For the Three Months Ended			For the Twelve Months Ended	
	Dec 31, 2011 (Unaudited)	Sept 30, 2011 (Unaudited)	Dec 31, 2010	Dec 31, 2011 (Unaudited)	Dec 31, 2010
INTEREST AND DIVIDED INCOME:					
Mortgage Loans	\$2,061,602	\$2,031,765	\$2,065,824	\$8,116,890	\$8,398,969
Consumer Loans	233,040	241,298	209,660	940,977	836,960
Commercial Loans	71,999	68,250	69,584	271,623	264,862
Consumer & Commercial Lines of Credit	42,284	43,638	36,435	168,541	150,240
Investment Securities and Deposits	156,553	145,397	117,919	530,099	473,243
TOTAL INTEREST AND DIVIDEND INCOME	<u>2,565,478</u>	<u>2,530,348</u>	<u>2,499,422</u>	<u>10,028,130</u>	<u>10,124,274</u>
INTEREST EXPENSE:					
Deposits	209,009	220,881	346,421	977,990	1,472,691
Federal Home Loan Bank Advances	148,226	146,402	164,658	604,567	738,460
Other	27,037	26,452	26,525	106,813	107,913
TOTAL INTEREST EXPENSE	<u>384,272</u>	<u>393,735</u>	<u>537,604</u>	<u>1,689,370</u>	<u>2,319,064</u>
NET INTEREST INCOME	2,181,206	2,136,613	1,961,818	8,338,760	7,805,210
Provisions for loan losses	<u>149,639</u>	<u>45,000</u>	<u>295,000</u>	<u>656,468</u>	<u>995,000</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>2,031,567</u>	<u>2,091,613</u>	<u>1,666,818</u>	<u>7,682,292</u>	<u>6,810,210</u>
NON-INTEREST INCOME:					
Service charges on deposits	216,907	223,392	225,137	793,912	940,398
Mortgage Banking Fees	177,813	223,089	394,581	731,222	1,226,345
Interchange Fees	97,637	98,959	85,723	373,392	317,454
Loan Fees and Charges	47,376	46,558	32,646	178,607	125,621
Gain/(Loss) on Sale of Investments/Foreclosed Assets	(4,296)	7,070	224,094	5,581	304,563
Gain/(Loss) on Trading Accounts	(5,814)	(62,850)	(23,637)	(93,076)	12,966
Other	<u>26,406</u>	<u>26,573</u>	<u>17,182</u>	<u>117,615</u>	<u>125,566</u>
TOTAL NON-INTEREST INCOME	<u>556,029</u>	<u>562,791</u>	<u>955,726</u>	<u>2,107,253</u>	<u>3,052,913</u>
NON-INTEREST EXPENSE:					
Compensation and Employee Benefits	1,029,837	1,010,805	1,036,301	3,895,947	3,797,817
Occupancy, Property Taxes, and Equipment	215,863	212,374	190,185	828,134	755,660
Technology and Information Processing	163,791	147,138	151,626	582,023	566,401
Regulatory Fees	2,726	101,795	123,272	327,101	387,001
Foreclosed Assets	260,854	2,124	60,287	283,318	73,701
Professional Fees	73,608	65,393	17,569	242,478	258,420

Other	<u>337,426</u>	<u>233,091</u>	<u>274,701</u>	<u>954,000</u>	<u>998,785</u>
TOTAL NON-INTEREST EXPENSE	<u>2,084,105</u>	<u>1,772,720</u>	<u>1,853,941</u>	<u>7,113,001</u>	<u>6,837,785</u>
INCOME BEFORE INCOME TAXES	503,491	881,684	768,603	2,676,544	3,025,338
Income Tax Expense	<u>153,940</u>	<u>295,646</u>	<u>245,121</u>	<u>858,301</u>	<u>927,191</u>
NET INCOME	349,551	586,038	523,482	1,818,243	2,098,147
Dividends Paid to Preferred Shareholders	0	0	0	0	74,190
Accretion of Discount on Preferred Stock	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>102,671</u>
Net Income Available to Common Shareholders	<u>\$349,551</u>	<u>\$586,038</u>	<u>\$523,482</u>	<u>\$1,818,243</u>	<u>\$1,921,286</u>
<u>PER COMMON SHARE DATA:</u>					
Available Earnings	\$1.00	\$1.67	\$1.44	\$5.11	\$5.29
Diluted Available Earnings	\$0.99	\$1.66	\$1.43	\$5.08	\$5.27
Dividends Paid	\$0.36	\$0.15	\$0.36	\$0.81	\$0.78
Revenue (Net Interest Income and Non-Interest Income)	\$7.81	\$7.70	\$8.02	\$29.35	\$29.91
Book Value Period End	\$45.89	\$45.55	\$41.12	\$45.89	\$41.12
Tangible Book Value Period End	\$45.23	\$44.65	\$40.94	\$45.23	\$40.94
<u>RATIOS:</u>					
Net Income to Average Period Assets (Annualized)	0.80%	1.35%	1.19%	1.04%	1.22%
Net Income to Average Period Total Stockholders' Equity (Annualized)	8.66%	14.94%	13.94%	11.70%	13.58%
Net Interest Margin (Average) for the period	5.49%	5.36%	4.85%	5.12%	4.97%
Non-Interest Expense less Non-Interest Income to Average Period Total Assets (Annualized)	3.50%	2.78%	2.04%	2.86%	2.21%
Efficiency Ratio for the Period	76.14%	65.67%	63.54%	68.09%	62.97%
Net Loan Charge-Offs for the Period to Average Period Net Loans (Annualized)	(\$93,929) (0.30%)	\$85,881 0.28%	\$221,713 0.71%	\$254,132 0.21%	\$552,663 0.43%
TDRs (Performing) at Period End to Average Period Net Loans	\$3,632,371 2.94%	\$3,822,451 3.11%	\$3,257,876 2.62%	\$3,632,371 2.98%	\$3,257,876 2.52%
Non-Performing Assets at Period End to Average Period Total Assets	\$3,007,078 1.74%	\$3,082,869 1.78%	\$2,782,561 1.59%	\$3,007,078 1.72%	\$2,782,561 1.62%
Allowance for Loan Losses at Period End to Average Period Net Loans to Non-Performing Assets at Period End	\$3,033,282 2.46% 100.87%	\$2,789,714 2.27% 96.02%	\$2,574,346 2.07% 92.52%	\$3,033,282 2.47% 100.87%	\$2,574,346 2.00% 95.52%

CONSOLIDATED STATEMENTS OF CONDITION

	Dec 31, 2011 (Unaudited)	Dec 31, 2010	% Change	Sept 30, 2011 (Unaudited)	% Change
<u>ASSETS:</u>					
Cash and Cash Equivalents	\$4,848,445	\$3,747,116	29	\$4,682,734	4
Interest Earning Deposits	7,086,508	5,493,529	29	7,623,585	(7)
Securities- Available for Sale	25,735,921	20,067,250	28	25,027,946	3
Trading Securities	243,069	14,239,436	(98)	2,265,249	(89)
Net Loans	126,309,459	119,226,313	6	121,970,199	4

Accrued Interest Receivable	622,776	543,470	15	544,304	14
Premises and Equipment, Net	7,870,050	7,645,630	3	7,585,748	4
Foreclosed Assets	1,133,388	1,526,432	(26)	793,336	43
Other Assets	<u>869,936</u>	<u>1,230,478</u>	<u>(29)</u>	<u>492,779</u>	<u>77</u>
TOTAL ASSETS	<u>\$174,719,552</u>	<u>\$173,719,654</u>	<u>1</u>	<u>\$170,985,880</u>	<u>2</u>
<u>LIABILITIES:</u>					
Deposits	129,335,553	130,208,376	(1)	127,280,619	2
Federal Home Loan Bank Advances	25,361,627	24,752,506	2	23,768,479	7
Subordinated debentures/trust preferred securities	3,093,000	3,093,000	0	3,093,000	0
Other Liabilities	<u>797,246</u>	<u>718,124</u>	<u>11</u>	<u>880,185</u>	<u>(9)</u>
TOTAL LIABILITIES	<u>\$158,587,426</u>	<u>\$158,772,006</u>	<u>0</u>	<u>\$155,022,283</u>	<u>2</u>
<u>STOCKHOLDERS' EQUITY:</u>					
Common Stock	\$4,431	\$4,285	3	\$4,289	3
Capital Surplus	6,274,941	6,258,067	0	6,264,367	0
Retained Earnings	11,424,558	9,892,611	15	11,201,594	2
Unearned Compensation	(19,974)	(45,581)	56	(42,007)	52
Treasury Stock	(1,783,468)	(1,227,321)	(45)	(1,783,468)	0
Other Comprehensive Income (Loss)	<u>231,638</u>	<u>65,587</u>	<u>253</u>	<u>318,822</u>	<u>(27)</u>
Total Stockholders' Equity	<u>16,132,126</u>	<u>14,947,648</u>	<u>8</u>	<u>15,963,597</u>	<u>1</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$174,719,552</u>	<u>\$173,719,654</u>	<u>1%</u>	<u>\$170,985,880</u>	<u>2%</u>

Fritz W. Anderson II, Chairman of the Board announced today that "On January 12, 2012, the Board of Directors of FPB Financial Corp. declared a cash dividend on the common stock of the company bearing Cusip #302549 10 0. The dividend rate increased to \$0.16 per share and will be paid on March 26, 2012 to stockholders of record at the close of business on March 9, 2012."