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FOR IMMEDIATE RELEASE
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FPB FINANCIAL CORP. ANNOUNCES
2013 FOURTH QUARTER RESULTS AND DECLARES DIVIDENDS

Hammond, LA -- FPB Financial Corp. (OTCQB: FPBF), the holding company for Florida Parishes Bank, announced financial results for the period ended December 31, 2013.

Earnings

Net income in the 2013 fourth quarter increased to \$468,000 (\$0.39 per fully diluted common share) as compared to the 2012 fourth quarter net income of \$452,000 (\$0.43 per fully diluted common share. The 2012 results have been adjusted for a 3-for-1 stock split of our common shares completed on September 27, 2013). Earnings per share decreased 9.3% in the fourth quarter primarily due to our completion of the sale of 129,075 shares of our common stock on October 11, 2013 in a private placement.

Net income for the year ended 2013 totaled \$2.0 million (\$1.81 per fully diluted common share) up 7.1% from the year ended 2012 net income of \$1.9 million (\$1.75 per fully diluted common share). 2013 earnings per share increase by 3.4%.

Items contributing to the Company's 2013 fourth quarter earnings when compared to the 2012 period primarily were a reduction in provisions for loan losses of \$215,000, or 89.6%, and a reduction in income tax expense of \$47,000 or 20.6%; service charges on deposits and interchange fees increased by 20.0% and 27.6% respectively; mortgage banking fees declined by 33.1%. Total non-interest expense increased \$272,000, or 14.3%, primarily due to \$176,000, or 16.8%, increase in compensation and employee benefits.

FPB Financial Corp. reported the following for the year ended December 31, 2013 and as compared to the year ended December 31, 2012:

- Net Income increased 7.1% to \$2.0 million
- Diluted Net Income per share increased 3.4% to \$1.81
- Net Interest Income after provision for loan losses increased 9.5% to \$8.6 million
- Net Loan Charge-Offs decreased by \$311,000, or 43.1%
- Dividends paid to common shareholders increased 1.5% to \$312,000

Other items and per share data of note as of December 31, 2013, compared to December 31, 2012

- Non-performing Assets decreased by \$2.3 million, or 57.2%
- Total Assets increased 4.1% to \$206.0 million
- Non-Interest Bearing Deposits increased 1.9% to \$36.8 million
- Non-Maturity Deposits increased 4.0% to \$122.4 million
- Book Value per share increased 2.1% to \$17.02

Asset Quality

Total Non-performing assets at December 31, 2013 decreased by 57.2% to \$1.8 million as compared to December 31, 2012. Non-performing assets at September 30, 2013 were \$1.9 million. The Company's allowance for loan losses decreased by 6.4% to \$3.0 million at December 31, 2013 while increasing to 171.3% of total non-performing assets. Total allowance for loan losses was \$3.2 million at September 30, 2013.

Net loan charge-offs for the fourth quarter totaled \$207,000, up 209.9% from \$67,000 in the 2012 fourth quarter. Net loan charge-offs were \$84,000 in the 2013 third quarter. For the twelve months ended December 31, 2013 net loan charge-offs declined by \$311,000, or 43.1%, to \$411,000.

Performing Troubled Debt Restructured (TDR's) as of December 31, 2013 totaled \$2.6 million, or a decrease of \$729,000 from December 31, 2012. Performing TDR's on September 30, 2013 totaled \$2.4 million.

Balance Sheet and Capital

Total assets at December 31, 2013 increased 4.1% to \$ 206.0 million as compared to \$197.9 at December 31, 2012. The increase in total assets was primarily attributed to an increase of \$12.7 million in available-for-sale investment securities, the purchase of \$4.0 million of Bank Owned Life Insurance (BOLI) and an increase of \$3.5 million in held-to-maturity investment securities. These increases were offset by a \$3.8 million decrease in net loans, a \$4.3 million decrease in cash and cash equivalents and a \$468,000 decrease in foreclosed assets. Total liabilities increased by 3.0% to \$185.6 million primarily due to an increase of \$3.8 million, or 24.4% in Federal Home Loan Bank advances to \$19.4 million.

Common stockholders' equity increased by a net of \$2.7 million, or 15.3%, to \$20.4 million for the year ended December 31, 2013, primarily due to the October 11, 2013 sale of 129,075 shares of our common stock at a price of \$16.00 per share in a private placement, for total net sales proceeds of \$2.0 million. Retained earnings increased by \$1.7 million to \$14.7 million for the 2013 period. Other comprehensive income decreased by \$1.0 million at December 31, 2013 when compared to December 31, 2012. Tangible common stockholders' equity increased to \$20.4 million for the period. Book value per share increased to \$17.02 as total common shares of 1,200,762 were outstanding at December 31, 2013.

Our subsidiary, Florida Parishes Bank, is considered "well capitalized" by all applicable federal banking regulations and definitions as of December 31, 2013.

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>	Dec. 31, 2013 (Unaudited)	Dec. 31, 2012	% Change	Sept. 30, 2013 (Unaudited)	% Change
Total Common Stockholders' Equity	20,430,683	17,712,572	15	18,146,908	13
Net Loans	115,983,445	119,757,079	(3)	113,165,148	2
Foreclosed Assets	575,267	1,043,322	(45)	361,067	59
Non-Performing Assets (Includes Foreclosed Assets)	1,753,875	4,101,905	(57)	1,928,701	(9)
Allowance for Loan Losses	3,003,948	3,208,815	(6)	3,186,015	(6)
Total Assets	206,015,687	197,854,896	4	202,384,931	2
Non-Interest Bearing Deposits	36,775,928	36,086,737	2	36,033,709	2
Non-Maturity Deposits (Includes interest and non-interest bearing deposits)	122,406,800	117,728,693	4	121,619,702	1
Brokered Deposits (Included in interest-bearing deposits)	2,453,461	6,555,092	(63)	2,459,461	0
FHLB Advances	19,391,500	15,591,803	24	17,716,500	9

CONSOLIDATED STATEMENTS OF EARNINGS

For the Three Months Ended			For the Year Ended	
Dec. 31, 2013 (Unaudited)	Sept. 30, 2013 (Unaudited)	Dec. 31, 2012	Dec. 31, 2013 (Unaudited)	Dec. 31, 2012

INTEREST AND DIVIDEND INCOME:

Mortgage Loans	\$1,835,241	\$1,856,595	\$1,993,949	\$7,560,752	\$8,205,934
Consumer Loans	249,176	249,210	227,645	975,342	902,482
Consumer & Commercial Lines of Credit	58,812	54,931	49,010	213,203	191,358
Commercial Loans	56,905	53,195	50,971	206,204	237,702
Investment Securities and Deposits	<u>293,947</u>	<u>229,430</u>	<u>244,108</u>	<u>886,115</u>	<u>681,064</u>
TOTAL INTEREST AND DIVIDEND INCOME	<u>2,494,081</u>	<u>2,443,361</u>	<u>2,565,683</u>	<u>9,841,616</u>	<u>10,218,540</u>
INTEREST EXPENSE:					
Deposits	151,204	151,947	218,433	665,601	915,270
Federal Home Loan Bank Advances	76,594	75,461	113,901	313,128	487,226
Other	<u>26,193</u>	<u>26,691</u>	<u>27,108</u>	<u>106,087</u>	<u>112,292</u>
TOTAL INTEREST EXPENSE	<u>253,991</u>	<u>254,099</u>	<u>359,442</u>	<u>1,084,816</u>	<u>1,514,788</u>
NET INTEREST INCOME	2,240,090	2,189,262	2,206,241	8,756,800	8,703,752
Provisions for loan losses	<u>25,000</u>	<u>0</u>	<u>240,000</u>	<u>206,000</u>	<u>897,000</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>2,215,090</u>	<u>2,189,262</u>	<u>1,966,241</u>	<u>8,550,800</u>	<u>7,806,752</u>
NON-INTEREST INCOME:					
Service charge on deposits	236,641	235,077	197,283	906,468	735,137
Interchange Fees	153,725	143,591	120,516	570,297	445,148
Mortgage Banking Fees	131,502	106,198	196,512	628,752	754,185
Loan Fees and Charges	44,216	32,057	59,307	159,508	204,725
Gain on Bank Owned Life Insurance	11,118	0	0	11,118	0
Gain/(Loss) on Sale of Investments and Foreclosed Assets	5,723	(88,008)	15,626	(79,852)	229,443
Gain/(Loss) on Trading Accounts	7,454	648	840	24,523	(8,686)
Other	<u>22,761</u>	<u>13,687</u>	<u>29,955</u>	<u>105,885</u>	<u>174,450</u>
TOTAL NON-INTEREST INCOME	<u>613,140</u>	<u>443,178</u>	<u>620,039</u>	<u>2,326,699</u>	<u>2,534,402</u>
NON-INTEREST EXPENSE:					
Compensation and Employee Benefits	1,225,106	1,082,659	1,049,168	4,478,346	4,306,195
Occupancy, Property Taxes, and Equipment	229,245	226,150	219,263	912,500	844,084
Technology and Information Processing	248,308	203,584	174,374	770,410	599,143
Professional Fees	69,604	92,107	77,627	278,567	302,972
Regulatory Fees	46,700	48,320	76,290	205,893	327,912
Foreclosed Assets	35,334	8,440	26,186	112,284	93,998
Other	<u>325,058</u>	<u>257,740</u>	<u>284,237</u>	<u>1,194,999</u>	<u>1,082,024</u>
TOTAL NON-INTEREST EXPENSE	<u>2,179,355</u>	<u>1,919,000</u>	<u>1,907,145</u>	<u>7,952,999</u>	<u>7,556,328</u>
INCOME BEFORE INCOME TAXES	648,875	713,440	679,135	2,924,500	2,784,826
Income Tax Expense	<u>180,749</u>	<u>233,446</u>	<u>227,504</u>	<u>935,278</u>	<u>928,042</u>
NET INCOME	<u>468,126</u>	<u>479,994</u>	<u>451,631</u>	<u>1,989,222</u>	<u>1,856,784</u>

PER COMMON SHARE DATA (ADJUSTED FOR 3 FOR 1 STOCK SPLIT):

Net Earnings	\$0.40	\$0.45	\$0.43	\$1.82	\$1.76
Diluted Net Earnings	\$0.39	\$0.45	\$0.43	\$1.81	\$1.75
Revenue (Net Interest Income and Non-Interest Income)	\$2.41	\$2.47	\$2.67	\$10.14	\$10.64
Dividends Paid	\$0.10	\$0.06	\$0.12	\$0.28	\$0.29
Book Value Period End	\$17.02	\$17.02	\$16.67	\$17.02	\$16.67
Book value adjusted for other Comprehensive income at period end	\$17.72	\$17.71	\$16.49	\$17.72	\$16.49

RATIOS:

ROA (Annualized Net Income to Average Period Assets)	0.91%	0.95%	0.88%	0.99%	0.98%
ROE (Annualized Net Income to Average Period Total Stockholders' Equity)	9.24%	10.63%	10.19%	10.73%	10.91%
Net Interest Margin (Average) for the period	4.80%	4.77%	4.74%	4.80%	5.00%
Non-Interest Expense less Non-Interest Income to Average Period Total Assets (Annualized)	3.03%	2.92%	2.52%	2.80%	2.64%
Efficiency Ratio for the Period	76.38%	72.90%	67.48%	71.76%	67.24%
Net Loan Charge-Offs (Recoveries) for the Period to Average Period Net Loans (Annualized)	\$207,067 0.72%	\$83,507 0.29%	\$66,827 0.22%	\$410,867 0.36%	\$721,468 0.59%
TDRs (Performing) at Period End to Average Period Net Loans	\$2,621,929 2.29%	\$2,390,264 2.11%	\$3,351,121 2.78%	\$2,621,929 2.28%	\$3,351,121 2.72%
Non-Performing Assets at Period End to Average Period Total Assets	\$1,753,875 0.86%	\$1,928,701 0.96%	\$4,101,905 2.02%	\$1,753,875 0.87%	\$4,101,905 2.15%
Allowance for Loan Losses at Period End to Average Period Net Loans to Non-Performing Assets at Period End	\$3,003,948 2.62% 171.28%	\$3,186,015 2.81% 165.19%	\$3,208,815 2.66% 78.23%	\$3,003,948 2.61% 171.28%	\$3,208,815 2.60% 78.23%

CONSOLIDATED STATEMENTS OF CONDITION

	Dec. 31, 2013 (Unaudited)	Dec. 31, 2012	% Change	Sept. 30, 2013 (Unaudited)	% Change
ASSETS:					
Cash and Cash Equivalents including Interest and Non-Interest Earning Deposits	\$7,385,835	\$11,674,524	(37)	\$9,737,748	(24)
Certificates of Deposit	747,000	4,235,000	(82)	1,994,000	(63)
Securities – Held to Maturity	4,556,671	1,081,508	321	4,563,195	0
Securities – Available for Sale	61,120,450	48,444,962	26	59,450,958	3
Trading Securities	193,679	189,937	2	186,226	4
Net Loans	115,983,445	119,757,079	(3)	113,165,148	2
Accrued Interest Receivable	878,520	796,447	10	762,599	15
Bank Owned Life Insurance	4,011,118	0	0	0	0
Premises and Equipment, Net	9,068,013	9,052,566	0	9,111,881	0
Foreclosed Assets	575,267	1,043,322	(45)	361,067	59
Other Assets	<u>1,495,689</u>	<u>1,579,551</u>	<u>(5)</u>	<u>3,052,109</u>	<u>(51)</u>

TOTAL ASSETS	<u>\$206,015,687</u>	<u>\$197,854,896</u>	<u>4</u>	<u>\$202,384,931</u>	<u>2</u>
<u>LIABILITIES:</u>					
Deposits	162,384,981	160,663,155	1	160,592,502	1
Federal Home Loan Bank Advances	19,391,500	15,591,803	24	17,716,500	9
Subordinated debentures/trust preferred securities	3,093,000	3,093,000	0	3,093,000	0
Other Liabilities	<u>715,523</u>	<u>794,366</u>	<u>(10)</u>	<u>2,836,021</u>	<u>(75)</u>
TOTAL LIABILITIES	<u>\$185,585,004</u>	<u>\$180,142,324</u>	<u>3</u>	<u>\$184,238,023</u>	<u>1</u>
<u>STOCKHOLDERS' EQUITY:</u>					
Common Stock	\$13,127	\$4,437	196	\$4,448	195
Capital Surplus	8,404,060	6,335,022	33	6,364,018	32
Retained Earnings	14,652,133	12,974,449	13	14,304,084	2
Unearned Compensation	(7,456)	(12,909)	42	(12,339)	40
Treasury Stock	(1,783,468)	(1,783,468)	0	(1,783,468)	0
Other Comprehensive Income (Loss)	<u>(847,713)</u>	<u>195,041</u>	-	<u>(729,835)</u>	<u>(16)</u>
Total Stockholders' Equity	<u>20,430,683</u>	<u>17,712,572</u>	<u>15</u>	<u>18,146,908</u>	<u>13</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$206,015,687</u>	<u>\$197,854,896</u>	<u>4%</u>	<u>\$202,384,931</u>	<u>2%</u>

Fritz W. Anderson II, Chairman of the Board announced today that "On January 9, 2014, the Board of Directors of FPB Financial Corp. declared a cash dividend of \$0.07 per share on the common stock of the company. The dividend will be paid on March 25, 2014 to stockholders of record at the close of business on March 10, 2014."