

FOR IMMEDIATE RELEASE  
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FPB FINANCIAL CORP. (OTCQB: FPBF), the Holding Company for Florida Parishes Bank,  
Announces 2015 Fourth Quarter/Full Year Results and Declares Dividends.

Hammond, LA -- FPB Financial Corp. (OTCQB: FPBF), the holding company for Florida Parishes Bank, announced financial results for the 2015 period ended December 31, 2015.

Earnings

Net income in the 2015 fourth quarter increased 17.7% to \$660,000 (\$0.54 per fully diluted common share) as compared to the 2014 fourth quarter net income of \$561,000 (\$0.46 per fully diluted common share). Earnings per share increased by 14.9%. Return on Equity for the fourth quarter of 2015 was 10.1% (on an annualized basis). Net income for the year ended 2015 totaled \$2.8 million (\$2.31 per fully diluted common share) up 36.4% from the 2014 net income of \$2.1 million (\$1.72 per fully diluted common share). Return on Equity for the 2015 twelve month period was 11.4%.

Items affecting and contributing to the Company's 2015 fourth quarter gain in net income when compared to the 2014 quarterly period:

- Income before income taxes increased to \$940,000 from \$717,000 or 31.1%
- Net Interest Income increased \$219,000 or 9.4%
- Total Non-Interest Income increased to \$767,000 from \$622,000, or 23.3%
- Provisions for loan losses decreased by 49.4%

Other items and per share data of note this Year-To-Date (YTD) as of December 31, 2015, compared to December 31, 2014

- Return on Equity (ROE) increased to 11.4% from 9.4%
- Net-Interest Margin increased to 4.97% from 4.88%
- The Company's Efficiency Ratio improved to 67.5% from 74.0%
- Book Value per common share increased by 8.9% to \$21.18
- Total Common Stockholders' Equity increased to \$26.2 million, or 12.6%
- Dividends paid to common shareholders total \$341,000 in 2015 and \$337,000 in 2014
- Non-Interest Bearing Deposits increased by 10.5% to \$49.0 million
- Non-Maturity deposits increased by 15.9% to \$153.9 million
- Total Assets increased by 6.2% to \$240.7 million
- Net Loans increased to \$141.9 million or 3.9%
- Net-Loan Charge-offs decreased by \$316,000, or 93.8%
- Foreclosed Assets decreased to \$41,000, or 46.5%

## Asset Quality

Total non-performing assets at December 31, 2015, increased by \$606,000, or 40.1% to \$2.1 million as compared to December 31, 2014. Non-performing assets at September 30, 2015 were \$1.8 million. The Company's allowance for loan losses increased by 11.7% to \$3.2 million for the 12 month period ending December 31, 2015 while decreasing to 153.1% of total non-performing assets. Total allowance for loan losses were \$3.2 million at September 30, 2015.

Net loan charge-offs for the fourth quarter totaled \$21,000, an improvement of 65.6% from \$64,000 of net loan charge-offs in the 2014 fourth quarter. Net loan charge-offs were \$19,000 in the 2015 third quarter. Troubled Debt Restructured (TDR's) performing as of December 31, 2015 totaled \$2.0 million, or a decrease of \$1.0 million from December 31, 2014. TDR's (Performing) on September 30, 2015 totaled \$2.8 million.

## Balance Sheet and Capital

Total assets at December 31, 2015 increased by 6.2% to \$240.7 million as compared to \$226.6 million at December 31, 2014. The increase in total assets was primarily attributed to an increase of \$7.6 million in available-for-sale investment securities, \$5.3 million in net loans and an increase of \$2.6 million in cash and cash equivalents. These increases were primarily offset by a \$1.2 million decrease in held-to-maturity investment securities. Total liabilities increased by 5.5% to \$214.5 million primarily due to an increase of \$17.5 million, or 9.9% in total deposits to \$194.4 million. Federal Home Loan Bank advances decreased by \$6.4 million or 28.5%.

Common Stockholders' Equity increased by a net of \$2.9 million, or 12.6%, to \$26.2 million for the twelve months ended December 31, 2015. Retained earnings increased by \$2.5 million to \$18.9 million for the twelve month period. Tangible common stockholders' equity increased to \$26.2 million for the period. Book value per common share increased to \$21.18 as total common shares of 1,237,968 were outstanding at December 31, 2015. At the Subsidiary Bank level, Tier 1 Capital increased to \$25.1 million at December 31, 2015.

Our subsidiary, Florida Parishes Bank, is considered "well capitalized" by all applicable federal banking regulations and definitions as of December 31, 2015.

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, 2015 (Unaudited)</u>	<u>Dec. 31, 2014</u>	<u>% Change</u>	<u>Sept. 30, 2015 (Unaudited)</u>	<u>% Change</u>
Tangible Common Stockholders' Equity	26,219,600	23,291,063	13%	25,408,493	3%
Total Assets	240,716,234	226,628,078	6	234,462,670	3
Net Loans	141,897,400	136,622,308	4	138,001,407	3
Non-Interest Bearing Deposits	49,044,811	44,399,159	10	53,371,851	(8)
Non-Maturity Deposits (Included in	153,930,249	132,844,713	16	149,507,469	3

interest and non-interest bearing deposits)

Brokered Deposits (Included in interest-bearing deposits)	1,549,096	1,549,540	-	1,549,022	-
FHLB Advances	16,078,000	22,501,000	(29)	10,013,000	61
Foreclosed Assets	40,680	76,000	(46)	0	100
Non-Performing Assets (includes Foreclosed Assets)	2,117,168	1,511,321	40	1,841,454	15
Allowance for Loan Losses	3,240,950	2,901,887	12	3,181,841	2

### CONSOLIDATED STATEMENTS OF EARNINGS

	For the Three Months Ended			For the Twelve Months Ended	
	Dec. 31, 2015 (Unaudited)	Sept. 30, 2015 (Unaudited)	Dec. 31, 2014	Dec. 31, 2015 (Unaudited)	Dec. 31, 2014
INTEREST AND DIVIDEND INCOME:					
Mortgage Loans	\$2,068,209	\$2,117,137	\$2,049,920	\$8,360,250	\$7,728,169
Consumer Loans	224,386	225,265	226,537	903,120	983,352
Commercial Loans	206,727	186,602	166,256	729,424	595,780
Investment Securities and Deposits	<u>378,287</u>	<u>328,895</u>	<u>305,829</u>	<u>1,317,883</u>	<u>1,178,988</u>
TOTAL INTEREST AND DIVIDEND INCOME	<u>2,877,609</u>	<u>2,857,899</u>	<u>2,748,542</u>	<u>11,310,677</u>	<u>10,486,289</u>
INTEREST EXPENSE:					
Deposits	182,670	169,202	164,738	681,899	625,772
Federal Home Loan Bank Advances	31,405	34,663	61,277	164,838	268,833
Other	<u>26,789</u>	<u>26,804</u>	<u>26,075</u>	<u>106,165</u>	<u>104,740</u>
TOTAL INTEREST EXPENSE	<u>240,864</u>	<u>230,669</u>	<u>252,090</u>	<u>952,902</u>	<u>999,345</u>
NET INTEREST INCOME	2,636,745	2,627,230	2,496,452	10,357,775	9,486,944
Provisions for loan losses	<u>81,000</u>	<u>116,000</u>	<u>160,000</u>	<u>360,000</u>	<u>235,000</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>2,555,745</u>	<u>2,511,230</u>	<u>2,336,452</u>	<u>9,997,775</u>	<u>9,251,944</u>
NON-INTEREST INCOME:					
Mortgage Banking Fees	260,007	312,757	234,905	1,198,348	532,527
Service Charge on deposits	204,966	191,075	192,603	786,255	811,527
Interchange Fees	157,021	150,916	140,394	598,881	475,638
Loan Fees and Charges	48,269	56,713	(209)	241,315	235,271
Gain on bank owned life insurance	29,647	32,005	35,018	123,690	144,859
Gain/(Loss) on Sale of Investments and Foreclosed Assets	9,578	81,087	3,741	68,454	73,421
Gain/(Loss) on Trading Accounts	2,601	(11,652)	(13,597)	(8,668)	(43,770)
Other	<u>54,836</u>	<u>53,723</u>	<u>29,379</u>	<u>237,637</u>	<u>226,312</u>
TOTAL NON-INTEREST					

INCOME	<u>766,925</u>	<u>866,624</u>	<u>622,234</u>	<u>3,245,912</u>	<u>2,455,785</u>
NON-INTEREST EXPENSE:					
Compensation and Employee Benefits	1,396,784	1,331,567	1,298,297	5,366,743	5,035,515
Occupancy, local and state taxes, and equipment	334,512	330,382	326,992	1,348,483	1,192,991
Technology and Information Processing	204,632	175,707	199,862	744,146	801,596
Professional Fees	70,704	96,184	44,089	311,660	261,660
Regulatory Fees	52,304	50,360	51,730	205,028	202,067
Foreclosed Assets	(16,804)	1,051	4,219	(15,221)	48,528
Other	<u>340,767</u>	<u>319,451</u>	<u>316,907</u>	<u>1,223,516</u>	<u>1,299,654</u>
TOTAL NON-INTEREST EXPENSE	<u>2,382,899</u>	<u>2,304,702</u>	<u>2,242,096</u>	<u>9,184,355</u>	<u>8,842,011</u>
INCOME BEFORE INCOME TAXES	939,771	1,073,152	716,590	4,059,332	2,865,718
Income Tax Expense	<u>279,829</u>	<u>326,238</u>	<u>155,883</u>	<u>1,245,942</u>	<u>802,390</u>
NET INCOME	<u>659,942</u>	<u>746,914</u>	<u>560,707</u>	<u>2,813,390</u>	<u>2,063,328</u>
<u>PER COMMON SHARE DATA:</u>					
Net Earnings	\$0.54	\$0.61	\$0.47	\$2.32	\$1.72
Diluted Net Earnings	\$0.54	\$0.61	\$0.46	\$2.31	\$1.71
Revenue (Net Interest Income and Non-Interest Income)	\$2.78	\$2.87	\$2.60	\$11.21	\$9.94
Dividends Paid	\$0.07	\$0.07	\$0.07	\$0.28	\$0.28
Book Value (Period End)	\$21.18	\$20.88	\$19.30	\$21.18	\$19.30
Book Value adjusted Net of Other comprehensive income (Period Ended)	\$21.00	\$20.60	\$19.12	\$21.00	\$19.12
<u>RATIOS:</u>					
ROA (Annualized Net Income to Average Period Assets)	1.10%	1.27%	0.99%	1.21%	0.95%
ROE (Annualized Net Income to Average Period Total Stockholders' Equity)	10.14%	11.85%	9.72%	11.38%	9.44%
Net Interest Margin (Average) for the period	4.94%	4.99%	4.87%	4.97%	4.88%
Non-Interest Expense less Non-Interest Income to Average Period Total Assets (Annualized)	2.72%	2.44%	2.85%	2.56%	2.95%
Efficiency Ratio for the Period	70.01%	65.97%	71.89%	67.51%	74.04%
Net Loan Charge-Offs (Recoveries) for the Period to Average Period Net Loans (Annualized)	\$21,891 0.06%	\$19,099 0.06%	\$63,589 0.17%	\$20,937 0.02%	\$337,061 0.27%
TDRs (Performing) at Period End to Average Period Net Loans	\$1,978,299 1.43%	\$2,818,040 2.02%	\$2,996,505 2.21%	\$1,978,299 1.43%	\$2,996,505 2.38%
Non-Performing Assets at Period End to Average Period Total Assets	\$2,117,168 0.90%	\$1,841,454 0.79%	\$1,511,321 0.67%	\$2,117,168 0.91%	\$1,511,321 0.70%
Allowance for Loan Losses at Period End to Average Period Net Loans to Non-Performing Assets at Period End	\$3,240,950 2.34% 153.08%	\$3,181,841 2.29% 172.79%	\$2,901,886 2.14% 192.01%	\$3,240,950 2.33% 153.08%	\$2,901,886 2.30% 192.01%

CONSOLIDATED STATEMENTS OF CONDITION

	Dec. 31, 2015	Dec. 31, 2014	% Change	Sept. 30, 2015	% Change
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	(Unaudited)			(Unaudited)		
<b><u>ASSETS:</u></b>						
Cash and Cash Equivalents (including Interest and Non-Interest Earning Deposits)	\$13,176,198	\$10,576,401	25	\$13,678,437	(4)	
Securities – Held to Maturity	4,456,490	5,689,478	(22)	4,462,428	0	
Securities – Available for Sale	65,484,984	57,835,117	13	62,651,766	5	
Trading Securities	138,816	149,909	(7)	138,641	0	
Bank Owned Life Insurance	4,279,608	4,155,978	3	4,249,991	1	
Net Loans	141,897,400	136,622,308	4	138,001,407	3	
Accrued Interest Receivable	989,036	888,513	11	903,230	10	
Premises and Equipment, Net	8,818,958	9,254,094	(5)	8,943,315	(1)	
Foreclosed Assets	40,680	76,000	(46)	0	-	
Other Assets	<u>1,434,064</u>	<u>1,380,280</u>	<u>4</u>	<u>1,433,455</u>	<u>0</u>	
TOTAL ASSETS	<u>\$240,716,234</u>	<u>\$226,628,078</u>	<u>6</u>	<u>\$234,462,670</u>	<u>3</u>	
<b><u>LIABILITIES:</u></b>						
Deposits	194,415,452	176,887,045	10	194,799,380	0	
Federal Home Loan Bank Advances	16,078,000	22,501,000	(29)	10,013,000	61	
Subordinated debentures/trust preferred securities	3,093,000	3,093,000	0	3,093,000	0	
Other Liabilities	<u>910,182</u>	<u>855,970</u>	<u>6</u>	<u>1,148,797</u>	<u>(21)</u>	
TOTAL LIABILITIES	<u>\$214,496,634</u>	<u>\$203,337,015</u>	<u>5</u>	<u>\$209,054,177</u>	<u>3</u>	
<b><u>STOCKHOLDERS' EQUITY:</u></b>						
Common Stock	\$13,202	\$13,127	1	\$13,202	-	
Capital Surplus	8,911,140	8,470,021	5	8,564,201	4	
Retained Earnings	18,850,811	16,378,755	15	18,277,525	3	
Unearned Compensation	(4,262)	(4,341)	2	(4,333)	2	
Treasury Stock	(1,783,468)	(1,783,468)	-	(1,783,468)	-	
Other Comprehensive Income (Loss)	<u>232,177</u>	<u>216,969</u>	<u>7</u>	<u>341,366</u>	<u>(32)</u>	
Total Stockholders' Equity	<u>26,219,600</u>	<u>23,291,063</u>	<u>13</u>	<u>25,408,493</u>	<u>3</u>	
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$240,716,234</u>	<u>\$226,628,078</u>	<u>6%</u>	<u>\$234,462,670</u>	<u>3%</u>	

Fritz W. Anderson II, Chairman of the Board, announced today that, "On January 14, 2016, the Board of Directors of FPB Financial Corp. declared a cash dividend on the common stock of the company. The dividend rate of \$0.07 per share will be paid on March 25, 2016 to stockholders of record at the close of business on March 10, 2016."

