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FOR IMMEDIATE RELEASE

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FPB FINANCIAL CORP. (OTCQB: FPBF), the Holding Company for Florida Parishes Bank,
Announces Record 2018 Second Quarter Results and Declares Dividends

Hammond, LA—FPB Financial Corp. (OTCQB: FPBF), the holding for Florida Parishes Bank, announced financial results for the 2018 period ended June 30, 2018.

Earnings

Net Income in the 2018 second quarter increased 1,015% to a record of \$1,396,000 (\$0.49 per fully diluted common share) as compared to the 2017 second quarter net income of \$125,000 (\$0.05 per fully diluted common share). Annualized return on average common equity (ROE) for the 3 months ended June 30, 2018 increased to 13.1%

The increase in net income during the 2018 second quarter was primarily attributed to a \$866,000, or 29%, increase in net-interest income. The increase in net-interest income was primarily due to a 33% increase in mortgage loan interest income and a 25% increase in interest income from investment securities. Net income was positively affected by a \$541,000, or 16% decrease in Non-Interest Expense. The decrease in non-interest expense was primarily the result of a \$251,000, or 13% decrease in compensation and employee benefits.

Revenue (defined as net-interest income and total non-interest income) in the 2018 second quarter increased to \$4.6 million, or 19% when compared to the 2017 period. Pre-provision for loan losses, pre-income tax expense – net income in the 3 months ended June 30, 2018 increased to \$1.8 million, or 247% when compared to the 2017 period. The Company's Net-Interest Margin increased in the 2018 second quarter to 4.55% from 4.16% in the 2017 period. The Efficiency Ratio improved to 61.2% in the 2018 period.

While the Company's effective income tax rate decreased to 19.5% in the 2018 period, Income Tax expense increased by \$332,000 as compared to the 2017 period.

Balance Sheet and Capital

Total assets at June 30, 2018 increased 11% to \$369.7 million when compared to June 30, 2017. The increase in total assets was primarily due a 22% increase in net loans over the twelve month period to \$227.5 million. Total Liabilities increased 12% over the period. Deposits were the primary component of

these increases with total deposits of \$307.8 million at June 30, 2018, an increase of 8% of which \$78.6 million were Non-Interest Bearing, which represents an increase of 8% from June 30, 2017.

The Company's increase in total assets were affected by a 47% decrease in Cash and Cash Equivalents to \$18.1 million, an increase of 13% in Investment Securities to \$102 million and a 1,151% increase in deferred tax assets to \$746,000. The increase in total liabilities were affected by a \$14.9 million, or 560% increase in Federal Home Loan Bank advances and a \$3.1 million reduction/payoff of Subordinated Debentures/Trust Preferred Securities.

Total loans increased to \$232.1 million at June 30, 2018. Of that total \$206.5 million, or 89%, were secured by real estate.

REAL ESTATE SECURED LOANS

June 30, 2018

(In Thousands)

	Balances	% of Total Loans	% of Total Equity and Loan Loss Reserves
1-4 Family	\$87,195	37.57%	182.06%
Multi-Family	6,170	2.66%	12.88%
Land & Construction	49,314	21.25%	102.97%
Commercial Real Estate			
Non-Owner Occupied	24,761	10.67%	51.70%
Owner Occupied	<u>39,077</u>	<u>16.84%</u>	<u>81.59%</u>
TOTAL REAL ESTATE	\$206,517	88.99%	431.20%

NON-REAL ESTATE SECURED LOANS

Commercial & Industrial	\$19,064	8.21%	39.80%
Consumer	<u>7,488</u>	<u>3.23%</u>	<u>15.63%</u>
TOTAL COMMERCIAL & INDUSTRIAL & CONSUMER	<u>\$26,552</u>	<u>11.44%</u>	<u>55.44%</u>
Less unearned income on loans	<u>-1,005</u>	<u>-0.43%</u>	<u>-2.10%</u>
TOTAL LOANS	<u>\$232,064</u>	<u>100.00%</u>	<u>484.54%</u>

CONSOLIDATED LOAN AND DEPOSIT BALANCES BY MARKET

June 30, 2018

(In Thousands)

Market	Deposit Balances		Loan Balances	
Tangipahoa Parish (4 offices)	\$229,637	74.6%	\$97,538	41.9%
St. Tammany Parish (2 offices)	36,692	11.9%	71,194	30.6%
Jefferson Parish (1 office)	41,473	13.5%	58,786	25.3%
Other	<u>0</u>	<u>0.0%</u>	<u>5,010</u>	<u>2.2%</u>
Total	<u>\$307,802</u>	<u>100%</u>	<u>\$232,528</u>	<u>100%</u>

Common Stockholders' Equity increased by \$1.2 million, or 3% to \$43.3 million for the twelve months ended June 30, 2018.

Retained Earnings increased by \$3.6 million to \$23.2 million for the twelve month period. Other Comprehensive Income decreased by \$1.5 million, or 370% from June 30, 2017 to June 30, 2018. Tangible Book value per common share increased to \$16.03 as total common shares of 2,703,944 were outstanding at June 30, 2018. Of the 2,703,944 outstanding shares; 49,883 shares are restricted common shares that represent stock awards to officers and directors of the Bank and Company which are not vested as of June 30, 2018.

At the subsidiary bank level, Tier 1 Capital increased to \$ 38.5 million at June 30, 2018.

FPB FINANCIAL CORP.
CONSOLIDATED RATE & YIELD
For the Three Months Ended June 30, 2018
(In Thousands)

	Average Balance	Interest	2018 Average Yield/ Rate	2017 Average Yield/ Rate
Interest-Earning Assets				
Loans Receivable	\$229,724	\$3,734	6.52%	6.56%
Mortgage-Backed Securities	18,675	107	2.30%	1.96%
Investment Securities AFS	60,435	371	2.46%	2.09%
Investment Securities HTM	5,379	39	2.91%	2.53%
Trading Assets	134	0	0.00%	0.00%
State & Municipal Securities	14,643	88	2.41%	2.10%
Federal Home Loan Bank Stock	1304	7	2.16%	0.99%
First National Bankers Bank Stock	300	0	0.00%	0.00%
Interest-earning deposits	<u>12,998</u>	<u>32</u>	<u>0.99%</u>	<u>0.86%</u>
Total Interest-Earning Assets	343,592	4,378	<u>5.11%</u>	<u>4.66%</u>
Non-Interest Earning Assets	28,157			
Less Allowance for Loan Loss	<u>-4,501</u>			
Total Assets	<u>\$367,248</u>			
Interest-Bearing Liabilities				
Deposits	\$225,333	\$415	0.74%	0.63%
FHLB Advances	16,126	64	1.59%	2.07%
Fed Funds Purchased	0	0	0.00%	0.00%
Preferred Statutory Trust	<u>0</u>	<u>0</u>	<u>0.00%</u>	<u>4.41%</u>
Total Interest-Bearing Liabilities	<u>241,459</u>	<u>479</u>	<u>0.80%</u>	<u>0.71%</u>
Non-Interest Bearing Liabilities	<u>83,051</u>			
Total Liabilities	324,510			
Stockholders' Equity	<u>42,738</u>			
Total Liabilities and Stockholders' Equity	<u>\$367,248</u>			
Net Interest-Earning Assets	<u>\$102,133</u>			
Net Interest Income; Average Interest Rate Spread		<u>\$3,899</u>	<u>4.31%</u>	<u>3.95%</u>

Net Interest Margin	<u>4.55%</u>	<u>4.16%</u>
Average Interest-Earning Assets to Average Interest-Bearing Liabilities	<u>142.30%</u>	

Items affecting and contributing to the Company's record 2018 second quarter net income when compared to the 2017 quarterly period:

- Net Interest Income increased to \$3.9 million from \$3.0 million, or 29%
- Service charges on deposits increased to \$323,000 from \$222,000, or 46.0%
- Total non-interest expenses decreased to \$2.9 million from \$3.4 million, or 16.0%
- Compensation and employee benefits decreased to \$1.7 million from \$2.0 million, or 13.0%
- Provisions for Loan Losses decreased to \$60,000, or 84.0%
- The effective tax rate decreased to 19.5%

Other items and per share data of note as of June 30, 2018, compared to the six month period ending June 30, 2017

- Net Earnings per diluted common share increased to \$0.93, or 272%
- Annualized Return on Average Equity increased to 12.7%
- Total Revenue (Net interest income and Non-interest income) increased to \$9.2 million or 20.9%
- The Efficiency Ratio improved to 61.8%
- Total Common Stockholders' Equity increased to \$43.3 million, or 3.0%
- Cash Dividends paid to common shareholders increased to \$358,000 in 2018, or a 53% increase
- Tangible Book Value per common share increased to \$16.03
- Net Loans increased to \$227.5 million or 22.0%
- Allowance for Loan Losses increased to \$4.5 million, or 22.0%
- Non-Interest Bearing Deposits total \$78.6 million, an increase of 12.8%
- Non-Maturity deposits increased by 10.2% to \$255.5 million
- Total Assets increased by 11.2% to \$369.7 million
- FHLB advances increased by 560.4% to \$17.5 million

Asset Quality

Non-performing assets (NPA's) at June 30, 2018 decreased by \$1.8 million, or 47.1% to \$2.0 million when compared to June 30, 2017 and represents 0.9% of gross loans. NPA's at March 31, 2018 totaled \$2.5 million. The decrease during the 12 month period ending June 30, 2018 in NPA's were attributed to an decrease of \$816,000 in loans on nonaccrual, to \$1.5 million; a decrease of \$785,000 in Other Real Estate Owned (OREO), to \$0 and a \$188,000 decrease in loans 90-days past due and accruing, to \$1,000. The decrease in NPA's during the 3 month period ending June 30, 2018 were attributed to a decrease of \$195,000 in non-accrual loans, a decrease of \$264,000 in OREO, and an \$10,000 decrease in loans 90-days past due and accruing, to \$1,000. The Company's allowance for loan losses (ALLL) increased by 22% to \$4.5 million at June 30, 2018 when compared to June 30, 2017. The \$4.5 million in the ALLL represents 2.0% of average net loans in the 2018 second quarter period and 226% of NPA's on June 30, 2018. At March 31, 2018 the Company's ALLL totaled \$4.5 million or 2.0% of 2018 first quarter average net loans and 181% of NPA's at period end.

Net loan charge-offs for the 2018 second quarter totaled \$6,000 (0.01% of average net loans) down from \$94,000 (0.21) of net loan charge-offs in the 2017 second quarter. Net loan charge-offs were \$14,000 (0.03%) in the 2018 first quarter. Troubled Debt Restructured (TDR's) through June 30, 2018 was \$3.5 million, of which \$967,000 are on nonaccrual. Total TDR's on June 30, 2017 and March 31, 2018 were \$3.4 million and \$2.7 million respectively.

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>	Jun. 30, 2018 (Unaudited)	Jun. 30, 2017 (Unaudited)	% Change	Mar. 31, 2018 (Unaudited)	% Change
Tangible Common Stockholders' Equity	\$ 43,348,220	\$ 42,099,344	3	\$ 42,358,676	2
Total Assets	369,722,825	332,582,863	11	365,515,460	1
Net Loans	227,518,291	186,466,214	22	226,172,359	1
Non-Interest Bearing Deposits	78,586,717	69,655,793	13	82,699,039	(5)
Non-Maturity Deposits (included in Interest and non-interest bearing Deposits)	255,462,169	231,720,879	10	254,543,937	0
Brokered Deposits/ CDARS (included in Interest-Bearing deposits)	5,152,591	4,014,316	28	4,390,060	17
FHLB Advances	17,500,000	2,650,000	560	16,015,000	9
Foreclosed Assets	0	851,620	(100)	264,450	(100)
Non-Performing Assets (includes Foreclosed Assets and Other Real Estate Owned)	2,010,462	3,802,411	(47)	2,479,746	(19)
Allowance for Loan Losses	4,545,265	3,725,755	22	4,491,757	1

CONSOLIDATED STATEMENT OF EARNINGS

For the Three Months Ended

For the Six Months Ended

Jun. 31, Mar. 31, Jun. 31, Jun. 31, Jun. 30,

	2018 (Unaudited)	2018 (Unaudited)	2017 (Unaudited)	2018 (Unaudited)	2017 (Unaudited)
INTEREST AND DIVIDEND INCOME					
Mortgage Loans	\$3,236,875	\$3,071,538	\$2,433,392	\$6,308,413	\$4,748,407
Commercial Loans	304,117	302,133	256,234	606,250	467,011
Consumer Loans	192,521	196,921	195,850	389,443	398,823
Investment Securities and Deposits	<u>643,997</u>	<u>608,200</u>	<u>513,531</u>	<u>1,252,197</u>	<u>989,094</u>
TOTAL INTEREST AND DIVIDEND INCOME	<u>4,377,509</u>	<u>4,178,794</u>	<u>3,399,007</u>	<u>8,556,303</u>	<u>6,603,335</u>
INTEREST EXPENSE					
Deposits	415,222	364,006	314,157	779,228	562,429
Federal Home Loan Bank Advances and Other Borrowings	63,741	86,547	18,372	150,404	45,661
Subordinated debentures/trust Preferred securities	<u>0</u>	<u>37,037</u>	<u>33,616</u>	<u>36,920</u>	<u>65,296</u>
TOTAL INTEREST EXPENSE	<u>478,963</u>	<u>487,590</u>	<u>366,145</u>	<u>966,553</u>	<u>673,386</u>
NET INTEREST INCOME	3,898,546	3,691,205	3,032,862	7,589,750	5,929,949
Provisions for loan losses	<u>60,000</u>	<u>130,000</u>	<u>385,000</u>	<u>190,000</u>	<u>510,000</u>
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	<u>3,838,546</u>	<u>3,561,204</u>	<u>2,647,862</u>	<u>7,399,750</u>	<u>5,419,949</u>
NON-INTEREST INCOME					
Service Charges on Deposits	322,516	298,281	221,760	620,177	428,789
Interchange Fees	203,681	184,769	185,592	388,450	363,466
Mortgage Banking Fees	49,702	230,691	309,057	280,392	603,686
Gain on Bank Owned Life Insurance	45,937	45,863	45,406	91,799	89,292
Loan Fees and Charges	28,762	41,661	34,732	70,423	77,574
SBA Fee Income	7,259	74,419	0	81,678	0
Gain/(Loss) on Trading Accounts	800	6,471	(5,032)	7,271	(8,389)

Gain/(Loss) on Sale of Investments and Foreclosed Assets	(3,413)	(69,132)	(3,874)	(72,545)	(3,874)
Other	<u>71,431</u>	<u>86,566</u>	<u>67,299</u>	<u>158,616</u>	<u>141,244</u>
TOTAL NON-INTEREST INCOME	726,675	899,588	854,940	1,626,263	1,691,788
NON-INTEREST EXPENSE					
Compensation and Employee Benefits	1,700,379	1,798,247	1,950,892	3,498,625	3,810,939
Occupancy, local and state taxes and Equipment	410,661	399,383	424,997	810,044	815,309
Technology and Information Processing	243,311	214,666	253,745	457,977	481,310
Professional Fees	69,923	55,150	97,916	125,073	178,049
Regulatory Fees	62,502	73,173	71,165	135,676	134,530
Other	<u>343,092</u>	<u>322,760</u>	<u>571,762</u>	<u>665,852</u>	<u>911,572</u>
TOTAL NON-INTEREST EXPENSE	<u>2,829,869</u>	<u>2,863,378</u>	<u>3,370,477</u>	<u>5,693,247</u>	<u>6,331,709</u>
INCOME BEFORE INCOME TAXES	1,735,352	1,597,414	132,325	3,332,766	780,028
Income Tax Expense	<u>339,122</u>	<u>330,439</u>	<u>7,094</u>	<u>669,561</u>	<u>186,155</u>
NET INCOME	<u>\$1,396,230</u>	<u>\$1,266,975</u>	<u>\$125,231</u>	<u>\$2,663,204</u>	<u>\$593,873</u>

For the Three Months Ended

For the Six Months Ended

Jun. 30, 2018 (Unaudited)	Mar. 31, 2018 (Unaudited)	Jun. 30, 2017 (Unaudited)	Jun. 30, 2018 (Unaudited)	Jun. 30, 2017 (Unaudited)
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PER COMMON SHARE DATA

Net Earnings	\$0.53	\$0.48	\$0.05	\$1.00	\$0.25
Diluted Net Earnings	\$0.49	\$0.44	\$0.05	\$0.93	\$0.25
Revenue (Net Interest Income and Non-Interest Income)	\$1.74	\$1.73	\$1.50	\$3.47	\$3.26
Dividends Paid	\$0.075	\$0.06	\$0.05	\$0.135	\$0.10
Book Value (Period End)	\$16.03	\$15.69	\$15.84	\$16.03	\$15.84
Book Value Adjusted Net of Other Comprehensive income					

(Period Ended	\$16.43	\$16.02	\$15.69	\$16.43	\$15.69
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RATIOS

ROA (Annualized Net Income to Average Period Assets)	1.51%	1.42%	.16%	1.47%	0.39%
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ROE (Annualized Net Income to Average Period Total Stockholders' Equity)	13.10%	12.20%	1.23%	12.65%	3.25%
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Net Interest Margin (Average for the Period)	4.55%	4.45%	4.16%	4.50%	4.25%
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Non-Interest expense less Non-Interest Income to Average Period Total Assets (Annualized)	2.30%	2.20%	3.14%	2.23%	3.02%
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Efficiency Ratio for the Period	61.18%	62.40%	86.69%	61.80%	83.07%
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Net Loan Charge-Offs (Recoveries) for the Period	\$6,492	\$14,369	\$94,060	\$20,861	\$124,649
to Average Period Net Loans	0.01%	0.03%	0.21%	0.02%	0.15%

TDR's at Period End	\$3,457,509	\$2,692,884	\$3,369,444	\$3,457,509	\$3,369,444
to Average Period Net Loans	1.53%	1.21%	1.91%	1.54%	1.97%

Non-Performing Assets at Period End	\$2,010,462	\$2,479,746	\$3,802,411	\$2,010,462	\$3,802,411
to Average Period Assets	0.55%	0.69%	1.18%	0.55%	1.23%

Allowance for Loan Losses at Period End	\$4,545,265	\$4,491,757	\$3,725,755	\$4,545,265	\$3,725,755
to Average Period Net Loans	2.02%	2.02%	2.11%	2.03%	2.18%
to Non-Performing Assets at Period End	226.08%	181.14%	97.98%	226.08%	97.98%

CONSOLIDATED STATEMENT OF CONDITION

	Jun. 30, 2018 (Unaudited)	Jun. 30, 2017 (Unaudited)	% Change	Mar. 31, 2018 (Unaudited)	% Change
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ASSETS

Cash and Cash Equivalents (including Interest and Non-Interest Earning Deposits)	\$18,162,235	\$34,141,370	(47)	\$16,663,418	9
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Securities - Held to Maturity	5,377,449	3,410,803	58	5,380,641	(0)
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Securities - Available for Sale	96,533,213	86,514,148	12	94,942,832	2
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Trading Securities	132,450	125,435	6	131,650	1
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Bank Owned Life Insurance	7,196,249	6,508,867	11	7,150,312	1
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Net Loans	227,518,291	186,466,214	22	226,172,359	1
Accrued Interest Receivable	1,462,974	1,165,431	26	1,389,537	5
Premises and Equipment, Net	11,238,035	11,695,360	(4)	11,446,221	(2)
Foreclosed Assets	0	851,620	(100)	264,450	(100)
Deferred Tax Assets	745,964	59,640	1151	664,393	12
Other Assets	<u>1,355,964</u>	<u>1,643,975</u>	<u>(18)</u>	<u>1,309,647</u>	<u>4</u>
TOTAL ASSETS	<u>\$369,722,825</u>	<u>\$332,582,863</u>	<u>11</u>	<u>\$365,515,460</u>	<u>1</u>
<u>LIABILITIES</u>					
Deposits	\$307,801,971	\$283,744,513	8	\$305,804,344	1
Federal Home Loan Bank Advances	17,500,000	2,650,000	560	16,015,000	9
Subordinated debentures/trust Preferred securities	0	3,093,000	(100)	0	0
Other Liabilities	1,072,634	996,006	8	1,337,440	(20)
TOTAL LIABILITIES	<u>\$326,374,605</u>	<u>\$290,483,519</u>	<u>12</u>	<u>\$323,156,784</u>	<u>1</u>
<u>STOCKHOLDERS' EQUITY</u>					
Common Stock	\$26,526	\$14,192	87	\$26,481	0
Capital Surplus	22,083,327	22,062,244	0	22,083,327	0
Unearned MRP Stock	(875,120)	(32,946)	(2556)	(794,021)	(10)
Retained Earnings	23,202,406	19,653,018	18	21,924,176	6
Other Comprehensive Income (Loss)	<u>(1,088,918)</u>	<u>402,836</u>	<u>(370)</u>	<u>(881,287)</u>	<u>(24)</u>
Total Stockholders' Equity	<u>43,348,220</u>	<u>42,099,344</u>	<u>3</u>	<u>42,358,676</u>	<u>2</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$369,722,825</u>	<u>\$332,582,863</u>	<u>11%</u>	<u>\$365,515,460</u>	<u>1%</u>

Fritz W. Anderson II, CEO and Chairman of the Board, announced today that, "On July 12, 2018, the Board of Directors of FPB Financial Corp. declared a cash dividend on the common stock of the company. The dividend rate of \$0.075 per share will be paid on September 25, 2018 to stockholders of record at the close of business on September 10, 2018."