



FOR IMMEDIATE RELEASE

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October 31, 2016

**Community Bank Reports
Year to Date Earnings of \$22.6 Million and Declares Cash Dividend on Common Stock**

PASADENA, Calif.--Community Bank, founded in 1945, is an independent Southern California regional community bank, with assets of \$3.5 billion, and headquartered in Pasadena with 17 business centers.

Financial highlights for the third quarter:

- Net income for the first nine months of 2016 increased \$3.5 million or 18%, over the prior year. The 2015 results reflect a balance sheet restructuring charge which is partially offset by loan loss provisioning in 2016.
- Non-interest bearing deposits increased 13%, or \$120.4 million, to \$1,032.9 million compared to \$912.5 million as of September 30, 2015.
- Core deposits represented 85% of total deposits, as of September 30, 2016, with the non-interest bearing component representing 45% of core deposits as compared to 39% in the prior year. (Community Bank defines core deposits as those deposits generated by its branch network including specialty areas and excludes deposits placed through the Treasury area.)
- Total loans as of September 30, 2016 increased 8%, or \$181.0 million, to \$2.5 billion compared to \$2.3 billion as of September 30, 2015.
- The Bank's reserve for loan losses as of September 30, 2016 was \$35.8 million or 1.43% of total loans compared to \$36.0 million or 1.55% of total loans as of September 30, 2015. In the third quarter of 2016, a provision for loan losses of \$1.2 million was recognized for the deterioration of an individual credit.
- The Bank's reserve for loan losses to non-performing loans, as of September 30, 2016, was 5.8 times compared to 2.7 times that level as of the same period last year.
- Community Bank's capital ratios continue to exceed "well capitalized" regulatory requirements with Tier 1 Leverage, Tier 1 Risk-based Capital, Common Equity Tier 1 and Total Risk-based Capital Ratios of 9.17%, 10.88%, 10.88% and 12.11%, respectively, as of September 30, 2016.

Other highlights:

- Participated out approximately \$34 million in loans to other institutions as part of a correspondent services program.
- Took advantage of the impact of Brexit on long-term rates to lock in \$300 million of 5 year term funding. In addition to locking in favorable long-term rates, this strategy enabled the Bank to increase the granularity of its deposit portfolio.
- The Bank hired key relationship managers in its Specialty Deposits Group as well hiring a team in the San Gabriel Valley to expand the C.H. Cook brand.
- Maintained a four-star rating or better (excellent/superior) with Bauer Financial for more than 77 consecutive quarters while additionally maintaining a rated status with Findley Reports, Inc. over that same period.
- The Bank's book value per common share has increased to \$109 as of September 30, 2016 from \$99 as of September 30, 2015. The Bank's book value per common share has increased at a 10% compounded rate over the past 20 years.
- The Board of Directors declared a \$0.50 per share cash dividend (aggregating \$1.6 million) on its outstanding common stock for common shareholders of record as of November 15, 2016 and payable on or about December 1, 2016. This represents the eighth consecutive quarter that the Bank has declared a dividend since introducing a formal dividend practice. The dividend was approved at the regularly scheduled Board of Directors meeting held on October 27, 2016.

“Community Bank continues to expand its core franchise, grow its deposit base, reduce concentrations and invest for the future,” David R. Misch, the Chief Executive Officer of the Bank stated. “We are very comfortable,” Misch continued, “with the strategic possibilities the Bank has and our ability to successfully execute against them.”

CBank is pleased to announce that Raymond James Inc. and DA Davidson are market makers in Community Bank stock. Community Bank stock trades on OTC pink sheets under the ticket of CYHT. Contact information for our market makers is as follows:

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Community Bank, partnering to be YOUR community bank, has offices in Anaheim, Burbank, Century City, Commerce, Corona, Fontana, Glendale, Huntington Beach, Irvine, Laguna Niguel, Ontario, Pasadena, Redlands, Santa Clarita, Santa Fe Springs, South Bay, and Woodland Hills. For more information, visit the Community Bank Website at www.cbank.com.

This press release contains certain forward-looking statements, including certain plans, expectations, goals and projections, which are subject to numerous assumptions, risks and uncertainties. Actual results could differ materially from those contained in or implied by such statements for a variety of factors including: changes in economic conditions; movements in interest rates; competitive pressures on product pricing and services; success and timing of business strategies; the nature and extent of governmental actions and reforms; and rapidly changing technology and evolving banking industry standards.

COMMUNITY BANK - FINANCIAL HIGHLIGHTS
(Unaudited)

(Amounts in Thousands, except per share data)

INCOME STATEMENT	For the Quarters Ended				For the Nine Months Ended			
	September 30,		Dollar Change	Percent Change	September 30,		Dollar Change	Percent Change
	2016	2015 (A)			2016	2015 (A)		
Interest income	\$ 32,140	\$ 31,420	\$ 720	2.3%	\$ 96,408	\$ 94,838	\$ 1,570	1.7%
Interest expense	3,687	2,890	797	27.6%	9,869	11,364	(1,495)	(13.2%)
Net interest income	28,453	28,530	(77)	(0.3%)	86,539	83,474	3,065	3.7%
Provision for loan losses	1,200	-	1,200	-	3,450	-	3,450	-
Net interest income after provision	27,253	28,530	(1,277)	(4.5%)	83,089	83,474	(385)	(0.5%)
Non-interest income	2,665	3,143	(478)	(15.2%)	11,335	14,489	(3,154)	(21.8%)
Non-interest expense	19,086	18,848	238	1.3%	57,791	66,917	(9,126)	(13.6%)
Income before income tax	10,832	12,825	(1,993)	(15.5%)	36,633	31,046	5,587	18.0%
Income tax	4,094	4,984	(890)	(17.9%)	14,038	11,974	2,064	17.2%
Net income	\$ 6,738	\$ 7,841	\$ (1,103)	(14.1%)	\$ 22,595	\$ 19,072	\$ 3,523	18.5%

BALANCE SHEET	As of September 30,		Dollar Change	Percent Change
	2016	2015		
Cash and cash equivalents	\$ 38,304	\$ 47,035	\$ (8,731)	(18.6%)
Investments	886,522	967,782	(81,260)	(8.4%)
Non-owner occupied real estate loans	826,728	767,380	59,348	7.7%
Owner occupied real estate loans	1,063,247	964,254	98,993	10.3%
Total real estate loans	1,889,975	1,731,634	158,341	9.1%
Commercial & industrial loans	567,365	571,315	(3,950)	(0.7%)
Other loans	44,630	18,057	26,573	147.2%
Total loans	2,501,970	2,321,006	180,964	7.8%
Loan loss reserve	(35,826)	(36,031)	205	(0.6%)
Net loans	2,466,144	2,284,975	181,169	7.9%
Other assets	146,456	137,763	8,693	6.3%
Total assets	\$ 3,537,426	\$ 3,437,555	\$ 99,871	2.9%
Earning assets	\$ 3,392,014	\$ 3,308,249	\$ 83,765	2.5%
Non-interest bearing deposits	\$ 1,032,914	\$ 912,466	\$ 120,448	13.2%
Interest bearing deposits	1,650,809	1,818,431	(167,622)	(9.2%)
Total deposits	2,683,723	2,730,897	(47,174)	(1.7%)
Funds purchased/borrowed	482,000	380,000	102,000	26.8%
Other liabilities	29,933	18,152	11,781	64.9%
Total liabilities	3,195,656	3,129,049	66,607	2.1%
Stockholders' equity	341,770	308,506	33,264	10.8%
Total liabilities & stockholders' equity	\$ 3,537,426	\$ 3,437,555	\$ 99,871	2.9%

PERFORMANCE AND PER SHARE DATA	For the Quarters Ended		For the Nine Months Ended	
	September 30,	September 30,	September 30,	September 30,
	2016	2015 (A)	2016	2015 (A)
Return on average equity	7.88%	10.26%	9.12%	8.39%
Return on average assets	0.75%	0.90%	0.83%	0.72%
Earning Asset Yields	3.70%	3.78%	3.70%	3.74%
Cost of Funds	0.42%	0.35%	0.38%	0.44%
Net interest margin	3.28%	3.43%	3.32%	3.30%
Efficiency ratio	61.50%	59.51%	59.10%	72.22%
Book value per common share	\$ 109.25	\$ 98.62	\$ 109.25	\$ 98.62
Basic earnings per common share	\$ 2.15	\$ 2.51	\$ 7.22	\$ 6.10
Diluted earnings per common share	\$ 2.15	\$ 2.51	\$ 7.22	\$ 6.10
Employee head count	435	414	435	414

CAPITAL RATIOS	September 30,		Minimum Ratios for a Well-Capitalized Bank
	2016	2015 (A)	
Tier 1 leverage capital	9.17%	8.84%	5.00 %
Tier 1 risk-based capital	10.88%	10.81%	8.00 %
Total risk-based capital	12.11%	12.07%	10.00 %
Common equity tier 1 capital	10.88%	10.81%	6.50 %

OTHER SELECTED DATA	September 30,		Dollar Change	Percent Change
	2016	2015 (A)		
Other real estate owned	\$ 3,093	\$ 4,995	\$ (1,902)	(38.1%)
Nonperforming loans	\$ 6,132	\$ 13,254	\$ (7,122)	(53.7%)
Reserve for loan losses to total loans	1.43%	1.55%	(0.12%)	(7.7%)
Reserve for loan losses to nonperforming loans	584.25%	271.85%	312.40%	114.9%
Nonperforming loans to total loans	0.25%	0.57%	(0.32%)	(56.1%)
Nonperforming assets to total assets	0.26%	0.53%	(0.27%)	(50.9%)

(A) Prior year results include the impact of a Balance Sheet restructuring strategy executed in June 2015 and described in the attached commentary.