



1st QUARTER SHAREHOLDERS REPORT

March 31, 2016

Dear Shareholders:

The year feels like it just began, yet we find ourselves already at the end of the first quarter. OCB Bancorp continues on its well-established trend of solid performance. Through our wholly owned subsidiary, Ojai Community Bank, we are pleased to report the financial results for the three months ending March 31, 2016. We continue to see growth in both the balance sheet and earnings over previous periods and are confident we will maintain this trend throughout 2016.

Loans continue to grow; increasing approximately \$6 million since December 31, 2015, for an annualized growth rate of 15%. Although this is slightly less than our year-over-year growth of \$45 million or 32%, we anticipate even stronger performance going forward.

Our staff is doing an excellent job managing our growth, credit quality and documentation. To ensure excellent long term performance, we underwrite, manage and monitor our loans very closely. At the end of the first quarter, the Bank had no loans past due over 30 days—evidence of our strong attention to credit management.

Traditionally, increasing deposits is challenging in the first quarter. Individuals and businesses that held off purchases at year-end are now replenishing inventory and buying equipment. During the first quarter, we saw deposits decline slightly from \$178 million to \$174 million; however, we remain above last year's balance of \$155 million. This equates to year-over-year growth of \$19 million or 13%. We believe we will see good long-term growth in our deposit base as we acquire more customers.

Net interest income after provision increased by \$470 thousand, or 30%, from \$1.5 million in 2015 to \$2.0 million over the three months ending March 31, 2016. This translates to a net income of \$248 thousand for the first three months of 2016, which is 51% higher than \$165 thousand, the net income for the first three months of last year. We expect this trend to continue as our previous years' loan balances accelerate income throughout the year.

On April 11th our Ventura Division moved to its new location to the heart of Downtown Ventura. This new location has outstanding visibility and excellent growth potential. As part of the move we consolidated our administrative and back office personnel, providing increased efficiency for staff and room to grow.

Overall, the Bank continues to be strong, balanced and productive. We are confident that shareholder value will enhance as a result of our continued efforts and growth.

Just as a reminder, this year's shareholder meeting is being held at our new Ventura office located at 89 South California Street, Ventura on May 26th at 5:30 pm. We look forward to discussing our strategies for the future and sharing our successes.

Thank you again for your support. As always, we are happy to discuss the report further, provide more detailed information and answer your questions. Contact Dave Brubaker, President/CEO, at the main office located at 402 W. Ojai Avenue, Ojai CA 93023, dbrubaker@ojaicommunitybank.com or directly at 805-633-2444.

Sincerely,

David F. Brubaker
President/CEO

This letter includes forward-looking information, which is subject to the "safe harbor" created by Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act and the Private Securities Litigation Reform Act of 1995. When the Bank uses or incorporates by reference in this letter the words "anticipate," "estimate," "expect," "project," "intend," "commit," "believe," and similar expressions, the Company intends to identify forward-looking statements. Our actual results may differ materially from those projected in any forward-looking statements, as they will depend on many factors about which we are unsure, including many factors that are beyond our control.

This statement has not been reviewed, or confirmed for accuracy or relevance by the Federal Deposit Insurance Corporation.

OJAI
COMMUNITY BANK
Banking for You!

402 W. Ojai Ave.
Ojai, CA 93023
PHONE 805.646.9909

VENTURA
COMMUNITY BANK
a division of Ojai Community Bank

89 S. California St., Ste. 100
Ventura, CA 93001
PHONE 805.642.9955

SANTA PAULA
COMMUNITY BANK
a division of Ojai Community Bank

537 W. Harvard Blvd.
Santa Paula, CA 93060
PHONE 805.525.2137

SANTA BARBARA
COMMUNITY BANK
a division of Ojai Community Bank

21 E. Carrillo St., Ste. 160
Santa Barbara, CA 93101
PHONE 805.965.8343

Statement of Condition

In Thousands - Unaudited



Statement of Operations

In Thousands - Unaudited

March 31,	Consolidated 2016	Consolidated 2015
ASSETS		
Cash and Due from Banks	\$ 7,469	\$ 5,175
Investments & Securities	23,225	31,552
Bank Premises & Equipment	724	423
Loans	183,135	138,295
Allowance for Loan Loss	(2,275)	(1,674)
Loans, net	180,860	136,621
Other Assets	9,137	5,454
Total Assets	\$ 221,415	\$ 179,225
LIABILITIES		
Deposits		
Non Interest Demand	\$ 69,454	\$ 67,588
Interest Bearing Demand	11,863	11,311
Savings & Money Market	67,652	49,459
Certificates of Deposit	25,272	26,498
Total Deposits	174,241	154,856
Other Liabilities	31,740	10,062
Total Liabilities	205,981	164,918
CAPITAL		
Common Stock	16,117	15,995
Preferred Stock - TARP	-	-
Retained Earnings	(931)	(1,852)
Current Earnings	248	165
Total Capital	15,434	14,307
TOTAL LIABILITIES AND CAPITAL	\$ 221,415	\$ 179,225

March 31,	Consolidated 2016	Consolidated 2015
INTEREST INCOME		
Interest & Fees on Loans	\$ 2,268	\$ 1,662
Income on Investments	40	40
Total Interest Income	2,308	1,702
INTEREST EXPENSE		
Time & Savings Deposits	54	34
Borrowed Funds	113	38
Total Interest Expense	167	72
Net Interest Income	2,141	1,630
Provision for Loan Losses	125	84
Net Interest Income After Provision	2,016	1,546
Service Charges	87	81
Mortgage Broker Fees	31	33
Other Operating Income	45	32
Total Other Income	163	146
OPERATING EXPENSE		
Personnel Expense	1,103	900
Occupancy & Equipment	183	152
Promotion	99	77
Supplies	57	55
Professional Services	173	146
Other	152	85
Total Operating Expense	1,768	1,414
Income Before Provision for Income Taxes	411	277
Provision for Taxes	163	113
Net Income	\$ 248	\$ 165
Diluted Income per Share		
	\$	0.11
Tangible Book Value	\$	7.06
Average Earning Assets to Average Assets		93.31%



ojaicommunitybank.com

The Bank holding company formation was completed on September 26, 2013.