

CHINO COMMERCIAL BANCORP REPORTS

22% INCREASE IN FIRST QUARTER EARNINGS

Chino, California, April 22, 2016 – The Board of Directors of Chino Commercial Bancorp (“CCBC”), the parent company of Chino Commercial Bank, N.A., announced the results of operations for the Bank and the consolidated holding company for the first quarter ended March 31, 2016 with net earnings of \$390,530, or an increase of 22.5%, compared with net income of \$318,868 for the same quarter last year. Net income per basic share for the first quarter of 2016 was \$0.38 as compared to \$0.31 for the same quarter last year.

Dann H. Bowman, President and Chief Executive Officer, stated, “The Company had an excellent first quarter with strong earnings and very good loan performance. The Bank also recently received recognition from the Findley Reports on Financial Institutions by again receiving their highest rating of Super Premier Performing for fiscal year 2015.”

Financial Condition

At March 31, 2016, total assets were \$164.4 million, an increase of \$3.0 million or 1.9% over \$161.4 million at December 31, 2015. Total deposits increased by 2.1% or \$2.8 million during the first quarter to \$133.1 million, compared to \$130.3 million as of December 31, 2015. At March 31, 2016, the Company’s core deposits represent 95.3% of the total deposits.

Gross loans increased by 5.5% or \$5.1 million during the first quarter to \$98.3 million as compared with \$93.2 million as of December 31, 2015. The Bank’s loan quality remained consistent during the first quarter as nonperforming assets and OREO were both at zero at March 31, 2016, and December 31, 2015.

Earnings

The Company posted net interest income of \$1,400,128 and \$1,225,212 for the three months ended March 31, 2016 and 2015, respectively, or an increase of \$174,916 or 14.3%. Average interest-earning assets were \$147.7 million with average interest-bearing liabilities of \$76.0 million, yielding a net interest margin of 3.81% for the first quarter of 2016; as compared to the average interest-earning assets of \$119.5 million with average interest-bearing liabilities of \$60.9 million, yielding a net interest margin of 4.16% for the first quarter of 2015.

Non-interest income totaled \$360,959 for the first quarter of 2016, or a decrease of 2.1% as compared with \$368,668 earned during the first quarter last year. Service charges on deposit accounts decreased 9.2% to \$277,873 due to a decrease in income from returned items and overdraft charges. Dividend income from restricted stock increased to \$34,881 for the first quarter of 2016, compared to \$18,374 for the same quarter in 2015, due to additional purchases of restricted stock. Income from bank-owned life insurance remained consistent at \$25,572 in the first quarter of 2016 and \$25,418 in the first quarter of 2015.

General and administrative expenses were \$1,118,217 for the three months ended March 31, 2016, as compared to \$1,075,780 for the first quarter of 2015. The largest component of general and

administrative expenses was salary and benefits expense of \$680,889 for the first quarter of 2016, as compared to \$663,539 for the same quarter last year. Regulatory assessments remained consistent at \$30,311 in the first quarter of 2016 and \$30,519 in the first quarter of 2015. Advertising and marketing expenses increased 48.5% to \$17,116 in the first quarter of 2016 from \$11,528 for the same period last year.

Income tax expense was \$251,294 for the three months ended March 31, 2016 as compared to \$197,774 for the three months ended March 31, 2015. The effective income tax rate for the first quarter of 2016 and 2015 is approximately 39.2% and 38.3%, respectively.

Forward-Looking Statements

The statements contained in this press release that are not historical facts are forward-looking statements based on management's current expectations and beliefs concerning future developments and their potential effects on the Company. Readers are cautioned not to unduly rely on forward-looking statements. Actual results may differ from those projected. These forward-looking statements involve risks and uncertainties including but not limited to the health of the national and California economies, the Company's ability to attract and retain skilled employees, customers' service expectations, the Company's ability to successfully deploy new technology and gain efficiencies there from, changes in interest rates, loan portfolio performance, and other factors detailed in the Company's SEC filings.

Contact: Dann H. Bowman, President and CEO or Melinda M. Milincu, Vice President and CFO, Chino Commercial Bancorp and Chino Commercial Bank, N.A., 14245 Pipeline Avenue, Chino, Ca. 91710, (909) 393-8880.

CHINO COMMERCIAL BANCORP
CONSOLIDATED BALANCE SHEET
March 31, 2016 and December 31, 2015

	March 31, 2016	December 31, 2015
	(unaudited)	(audited)
ASSETS:		
Cash and due from banks	\$ 26,034,207	\$ 24,898,140
Total cash and cash equivalents	<u>26,034,207</u>	<u>24,898,140</u>
Interest-bearing deposits in other banks	4,712,000	\$ 4,960,000
Investment securities available for sale	4,856,359	4,931,068
Investment securities held to maturity (fair value approximates \$25,461,000 at March 31, 2016 and \$23,115,000 at December 31, 2015)	20,479,134	23,100,106
Total investments	<u>30,047,493</u>	<u>32,991,174</u>
Loans		
Real estate	79,191,724	72,756,410
Commercial	18,655,323	20,053,905
Installment	492,884	433,764
Gross loans	<u>98,339,931</u>	<u>93,244,079</u>
Unearned fees and discounts	(289,944)	(251,911)
Loans net of unearned fees and discount	<u>98,049,987</u>	<u>92,992,168</u>
Allowance for loan losses	(1,677,711)	(1,667,204)
Net loans	<u>96,372,276</u>	<u>91,324,964</u>
Fixed assets, net	5,949,709	6,021,446
Accrued interest receivable	377,195	395,685
Stock investments, restricted, at cost	1,766,500	1,766,500
Bank-owned life insurance	3,208,819	3,183,247
Other assets	684,373	803,048
Total assets	<u>\$ 164,440,572</u>	<u>\$ 161,384,204</u>
LIABILITIES:		
Deposits		
Non-interest bearing	\$ 76,067,362	\$ 74,431,378
Interest bearing		
NOW and money market	42,524,879	40,980,418
Savings	4,700,755	4,815,198
Time deposits less than \$250,000	3,591,534	3,913,644
Time deposits of \$250,000 or greater	6,243,050	6,208,083
Total deposits	<u>133,127,580</u>	<u>130,348,721</u>
Accrued interest payable	25,414	25,229
Borrowings from Federal Home Loan Bank (FHLB)	15,000,000	15,000,000
Accrued expenses & other payables	704,069	843,691
Subordinated notes payable to subsidiary trust	3,093,000	3,093,000
Total liabilities	<u>151,950,063</u>	<u>149,310,641</u>
SHAREHOLDERS' EQUITY		
Common stock, authorized 10,000,000 shares with no par value, issued and outstanding 1,026,349 shares at March 31, 2016 and December 31, 2015, respectively.	6,089,466	6,089,466
Retained earnings	6,391,106	6,000,577
Accumulated other comprehensive income	9,937	(16,480)
Total shareholders' equity	<u>12,490,509</u>	<u>12,073,563</u>
Total liabilities & shareholders' equity	<u>\$ 164,440,572</u>	<u>\$ 161,384,204</u>

CHINO COMMERCIAL BANCORP
CONSOLIDATED STATEMENTS OF NET INCOME
(unaudited)

	For the three months ended March 31	
	2016	2015
Interest income		
Interest and fee income on loans	\$ 1,310,104	\$ 1,185,445
Interest on federal funds sold and FRB deposits	26,333	1,112
Interest on time deposits in banks	10,450	30,195
Interest on investment securities	147,839	80,646
Total interest income	1,494,726	1,297,398
Interest Expense		
Interest on deposits	60,347	55,818
Other borrowings	34,251	16,368
Total interest expense	94,598	72,186
Net interest income	1,400,128	1,225,212
Provision for loan losses	1,046	1,458
Net interest income after provision for loan losses	1,399,082	1,223,754
Non-interest income		
Service charges on deposit accounts	277,873	306,002
Other miscellaneous income	22,633	18,874
Dividend income from restricted stock	34,881	18,374
Income from bank-owned life insurance	25,572	25,418
Total non-interest income	360,959	368,668
Non-interest expenses		
Salaries and employee benefits	680,889	663,539
Occupancy and equipment	103,828	103,001
Data and item processing	94,440	93,338
Advertising and marketing	17,116	11,528
Legal and professional fees	47,430	45,236
Regulatory assessments	30,311	30,519
Insurance	8,471	7,865
Directors' fees and expenses	26,709	26,417
Other expenses	109,023	94,337
Total non-interest expenses	1,118,217	1,075,780
Income before income tax expense	641,824	516,642
Income tax expense	251,294	197,774
Net income	\$ 390,530	\$ 318,868
Basic earnings per share	\$ 0.38	\$ 0.31
Diluted earnings per share	\$ 0.38	\$ 0.31

For the three months ended
March 31

	2016	2015
KEY FINANCIAL RATIOS		
(unaudited)		
Annualized return on average equity	12.68%	11.54%
Annualized return on average assets	0.96%	0.96%
Net interest margin	3.81%	4.16%
Core efficiency ratio	63.50%	67.49%
Net chargeoffs to average loans	-0.01%	-0.01%

AVERAGE BALANCES

(thousands, unaudited)

Average assets	\$162,308	\$132,848
Average interest-earning assets	\$147,667	\$119,493
Average gross loans	\$95,183	\$86,538
Average deposits	\$129,679	\$112,995
Average equity	\$12,316	\$11,057

CREDIT QUALITY

(unaudited)

	End of period	
	March 31, 2016	December 31, 2015
Non-performing loans	\$ -	\$ -
Non-performing loans to total loans	0.00%	0.00%
Non-performing loans to total assets	0.00%	0.00%
Allowance for loan losses to total loans	1.71%	1.79%
Nonperforming assets as a percentage of total loans and OREO	0.00%	0.00%
Allowance for loan losses to non-performing loans	n/a	n/a

OTHER PERIOD-END STATISTICS

(unaudited)

Shareholders equity to total assets	7.60%	7.48%
Net Loans to deposits	72.39%	70.06%
Non-interest bearing deposits to total deposits	57.14%	57.10%
Total capital to total risk-weighted assets	15.97%	16.15%
Tier 1 capital to total risk-weighted assets	15.72%	15.82%
Tier 1 leverage ratio	10.25%	9.79%
Common equity tier 1	15.72%	15.82%