



FOR IMMEDIATE RELEASE

Oak View National Bank Announces an Increase of 19.8% in Net Income for the First Quarter of 2019

Warrenton, VA., April 23, 2019 --Oak View National Bank (OTC Pink: OAKV) reported net income for the quarter ended March 31, 2019 of \$437,808, compared to net income of \$365,353 for the first quarter of 2018, an increase of 19.8%. Basic and diluted earnings per share for the first quarter of 2019 were \$0.15 compared with \$0.13 per share in the first quarter of 2018. Return on average assets (ROAA) was .74% and return on average equity (ROAE) was 7.94% for the first quarter of 2019 compared to .66% and 7.18% respectively for the first quarter of 2018.

Michael Ewing, Vice Chairman of the Board and CEO said, "As previously reported, we continue to see pressure on our net interest margin due to the increases in short term interest rates. We have been able to increase our revenues from asset growth and higher non-interest income while keeping tight control of our noninterest expenses which has allowed us to report improved profitability and higher returns on both assets and equity."

The net interest margin was 3.64% for the quarter ended March 31, 2019 compared to 3.79% for the quarter ending March 31, 2018. The average yield on earning assets increased by 13 basis points to 4.65% for the quarter ended March 31, 2019 compared to 4.52% for the quarter ending March 31, 2018 and the cost of funds increased by 37 basis points to 1.30% in the first quarter of 2019 from .93% for first quarter of 2018.

Loans, net of unearned interest, deferred costs and allowance for loan losses, increased 6.66% to \$202.8 million at the end of the first quarter 2019 compared to \$190.1 million at March 31, 2018. Credit quality remained outstanding as the bank had just two non-performing assets at March 31, 2019 totaling \$62,490. For the quarter ending March 31, 2019 there was a loan loss provision of \$16,171 compared to a loan loss provision of \$77,437 for the quarter ending March 31, 2018. The allowance for loan losses was \$1.822 million or .892% of total loans at March 31, 2019 compared to \$1.819 million or .948% of total loans at March 31, 2018.

Total deposits ended the quarter at \$197.2 million, representing an increase of 7.65% compared to \$183.2 million at the end of the first quarter of 2018. Total bank assets ended the quarter at \$244.8 million, representing an annual growth rate of 8.4% compared to the same period last year.

Noninterest income increased by \$23,670 or 13.5% to \$198,454 for the quarter ending March 31, 2019 primarily from higher levels of service charges on deposit accounts, card fee income, and mortgage loan fee income.

Noninterest expenses increased by \$76,848 or 4.82% for the quarter ending March 31, 2019, the majority of the increase was attributable to volume driven increases in data processing costs, higher promotional and marketing expenses, higher employee training costs and higher franchise tax expense.

Income tax expense increased 19.8% for the three months ended March 31, 2019 compared to the three months ended March 31, 2018 due to the higher levels of taxable income.

Oak View National Bank is a locally owned and managed community bank offering a full range of financial services for commercial and retail customers, as well as not-for-profit entities. Oak View National Bank serves Fauquier, Culpeper and surrounding counties with offices in Warrenton, Marshall and Culpeper. Visit us at www.oakviewbank.com. Member FDIC.

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OAK VIEW NATIONAL BANK

Balance Sheets

March 31, 2019 and 2018

	Unaudited 2019	2018
Assets		
Cash and due from banks	\$ 3,062,774	\$ 2,165,092
Federal funds sold	5,644,000	1,149,000
Interest-bearing deposits in other banks	16,171,865	15,817,367
Securities held to maturity, at cost	2,649,744	2,650,015
Restricted stock, at cost	2,005,250	1,773,350
Loans, net of allowance for loan losses of \$1,822,675 and \$1,819,074 for 2019 and 2018, respectively	202,804,688	190,145,749
Premises and equipment, net	5,664,397	5,806,140
Bank Owned Life Insurance	5,008,020	4,890,318
Accrued interest receivable	656,574	622,976
Deferred tax asset	547,590	529,200
Bank Owned Life Insurance	284,083	--
Other assets	326,988	363,625
Total assets	\$ 244,825,973	\$ 225,912,832
Liabilities and Shareholders' Equity		
Liabilities		
Deposits:		
Noninterest bearing	\$ 42,938,078	\$ 37,875,625
Savings, interest-bearing checking and money market accounts	73,200,656	73,072,414
Time deposits	81,080,963	72,255,748
Total deposits	\$ 197,219,697	\$ 183,203,787
Federal Home Loan Bank advances	23,800,000	20,900,000
Accrued expenses and other liabilities	1,250,184	1,056,551
Total liabilities	\$ 222,269,881	\$ 205,160,338
Commitments and Contingent Liabilities	\$ --	\$ --
Shareholders' Equity		
Preferred stock		
\$ 5 par value, authorized 2,000,000 shares, None issued and outstanding	--	--
Common stock		
\$ 1 par value, authorized 10,000,000 shares, 2,873,456 shares issued and outstanding as of March 31, 2019 and 2018.	\$ 2,873,456	\$ 2,873,456
Additional paid-in capital	17,427,382	17,427,382
Retained earnings	2,255,254	451,656
Total shareholders' equity	\$ 22,556,092	\$ 20,752,494
Total liabilities and shareholders' equity	\$ 244,825,973	\$ 225,912,832

OAK VIEW NATIONAL BANK
Statements of Income
For the Quarters Ended March 31, 2019 and 2018

	Unaudited 2019	2018
Interest and Dividend Income		
Interest and fees on loans	\$ 2,436,893	\$ 2,200,747
Interest on held to maturity securities	29,630	29,656
Dividends on restricted stock	30,312	25,680
Interest on interest-bearing deposits in other banks	90,126	70,840
Interest on federal funds sold	22,622	9,412
Total interest and dividend income	\$ 2,609,583	\$ 2,336,335
Interest Expense		
Interest on deposits	\$ 447,991	\$ 296,622
Interest on Federal Home Loan Bank advances	118,080	79,013
Interest on federal funds purchased	-	816
Total interest expense	\$ 566,071	\$ 376,451
Net Interest Income	\$ 2,043,512	\$ 1,959,884
Provision for Loan Losses	16,171	77,437
Net interest income after provision for loan losses	\$ 2,027,340	\$ 1,882,447
Noninterest Income		
Service charges on deposit accounts	\$ 29,255	\$ 25,688
Card Fee Income	64,802	54,588
Income on Bank owned life insurance	28,224	29,242
Other income	76,173	65,267
Total Noninterest Income	\$ 198,454	\$ 174,785
Noninterest Expenses		
Salaries and employee benefits	\$ 1,005,449	\$ 997,180
Occupancy and equipment expense	134,882	129,501
Professional services	86,433	84,889
Data processing	239,256	213,387
Promotional and marketing	40,278	29,887
Other operating expenses	165,310	139,916
Total noninterest expenses	\$ 1,671,608	\$ 1,594,760
Net Income Before Tax	\$ 554,187	\$ 462,472
Income tax expense	116,379	97,119
Net income	\$ 437,808	\$ 365,353
Earnings per Share , basic and diluted	\$ 0.15	\$ 0.13