

Dear Shareholders:

OCB Bancorp reports a well-established trend of solid performance fueled by steady loan growth and solid earnings for the quarter. We have reached the midpoint of the year with strong positive trends because we have followed our strategic plan and had very good outcomes.

We are delighted by the financial results for the six months ending June 30, 2016. Through our wholly owned subsidiary, Ojai Community Bank, we see consistent performance in both the balance sheet and income statement over previous periods and are confident we will sustain this trend throughout 2016.

Our Ventura branch and administrative offices have been fully relocated to downtown Ventura. We are receiving great feedback. As a result of this new, higher profile location, we are growing relationships and deposits. In addition, we are benefiting from the efficiency of having our note, central operations and finance departments under one roof. Please stop by 89 S. California Street to see our new branch.

Overall, loans are growing, increasing approximately \$49 million since June 30, 2015, for a growth rate of 33.3% (significantly stronger than industry averages). Loans continue to provide an excellent top line revenue increase. Credit quality remains our focus. We ended the quarter with no loans past due over 30 days and a fully funded allowance for loan loss reserve. We have one foreclosed real estate property, but based on the appraised value, we do not anticipate any impairment to the bank as we go through the sales process.

Deposits are keeping pace with loans, but we would like to see deposit growth rates accelerate. Year over year growth in deposits was \$37 million or 24%, ending June 30, 2016. We are consistent in opening new accounts and are building relationships that reinforce our belief that community banking is alive and well. As the only community bank headquartered in Ventura County, we are experiencing excellent growth. We have received great feedback for our high quality, timely, personal service. We continue to innovate and bring in new products and services to assist in our market penetration. Often customers just want to know they can talk to decision makers. As a community, and as bankers, we want to both reinvest in our community and increase sustainability.

Net income year-to-date is \$516 thousand or \$.25 per share, as of June 30, 2016, compared to \$372 thousand last year-to-date, an increase of 39%. Excellent evidence that our strategic plan is being executed as intended. We believe asset growth together with income growth will drive stock value forward.

Overall, the Bank remains strong, balanced and productive. We maintain our search for opportunities within the markets we serve and will pursue advancements in our desired foot print. We are confident that shareholder value will be enhanced as a result of our enduring efforts and growth.

Thank you for your continued 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 our main office located at 402 W. Ojai Avenue, Ojai CA 93023, dbrubaker@ojaicommunitybank.com or you may call me 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!

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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

June 30,	Consolidated 2016	Consolidated 2015
ASSETS		
Cash and Due from Banks	\$ 6,309	\$ 5,687
Investments & Securities	28,287	30,504
Bank Premises & Equipment	1,081	417
Loans	196,606	147,479
Allowance for Loan Loss	(2,401)	(1,792)
Loans, net	194,205	145,687
Other Assets	9,792	6,360
Total Assets	\$ 239,674	\$ 188,655
LIABILITIES		
Deposits		
Non Interest Demand	\$ 72,773	\$ 62,175
Interest Bearing Demand	12,838	10,252
Savings & Money Market	80,995	56,277
Certificates of Deposit	25,366	26,076
Total Deposits	191,972	154,780
Other Liabilities	31,966	19,341
Total Liabilities	223,938	174,120
CAPITAL		
Common Stock	15,204	15,067
Preferred Stock - TARP	-	-
Retained Earnings	16	(905)
Current Earnings	516	372
Total Capital	15,736	14,534
TOTAL LIABILITIES AND CAPITAL	\$ 239,674	\$ 188,655

June 30,	Consolidated 2016	Consolidated 2015
INTEREST INCOME		
Interest & Fees on Loans	\$ 4,593	\$ 3,457
Income on Investments	84	72
Total Interest Income	4,677	3,529
INTEREST EXPENSE		
Time & Savings Deposits	122	68
Borrowed Funds	257	78
Total Interest Expense	379	146
Net Interest Income	4,298	3,383
Provision for Loan Losses	250	200
Net Interest Income After Provision	4,048	3,183
Service Charges	173	157
Mortgage Broker Fees	57	52
Other Operating Income	92	99
Total Other Income	322	307
OPERATING EXPENSE		
Personnel Expense	2,167	1,795
Occupancy & Equipment	370	309
Promotion	206	166
Supplies	126	117
Professional Services	337	304
Other	313	180
Total Operating Expense	3,518	2,871
Income Before Provision for Income Taxes	852	619
Provision for Taxes	335	247
Net Income	\$ 516	\$ 372
Diluted Income per Share	\$ 0.23	
Tangible Book Value	\$ 7.19	
Average Earning Assets to Average Assets		93.56%



ojaicommunitybank.com

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