



Tried and True.

Something of interest from your bank

CommunityBanc, Inc.

January 2014

Dividend Declared

Your Board of Directors are pleased to declare and issue a \$0.13 per share dividend for the Shareholders of Record as of December 16, 2013. Your check is enclosed. We have prudently maintained the stock dividend while keeping required capital levels. Hopefully capital levels will be determined soon by the regulators. Yes, you are right... we have been waiting 3 years for a decision by the governing bodies.

If you are signed up for the Dividend Reinvestment Plan, the cash portion of the dividend for partial shares is enclosed, as well as a confirmation for whole shares you requested be reinvested.

Annual Meeting Set

Our Annual Shareholders Meeting will be held Thursday, April 24th. We welcome you to join us for great food and fellowship! *More information will be forthcoming in March along with our 2013 Annual Report.*

**SIGN UP
TODAY!**

Dividend Reinvestment Plan

For those shareholders who have elected to reinvest dividends, your new shares are reflected on the enclosed confirmation. **If you have not signed up**, simply complete the **authorization section of the enclosed Dividend Reinvestment Plan to purchase additional shares of stock (stock dividends) in lieu of receiving cash dividends**. This helps retain working capital in our bank, with which we can achieve more growth and profit, as well as continue to increase your investment as a shareholder!

**WE STRONGLY ENCOURAGE YOU TO TAKE
ADVANTAGE OF REINVESTING YOUR
DIVIDENDS TO BUY MORE SHARES,
32% of our shareholders have already done so!**

Market Value of Your Stock

CommunityBanc Investments, Incorporated (800-224-1013) is quoting your stock, as of November 30, 2013, as having a bid price of \$21.70 and an ask price of \$22.75.

Book Entry Stock Records

CommunityBanc, Inc. no longer issues traditional paper common stock certificates on any transaction, including stock purchases, transfers or replacement of lost, stolen or destroyed stock certificates. Shares will now be recorded in book entry form on the records of CommunityBanc, Inc. This new process will provide improved security, facilitate transferability and be more environmentally friendly. We will continue to operate as our own transfer agent.

Please don't hesitate to contact Michael Steen directly at 740-454-1600 if you have questions regarding this change.

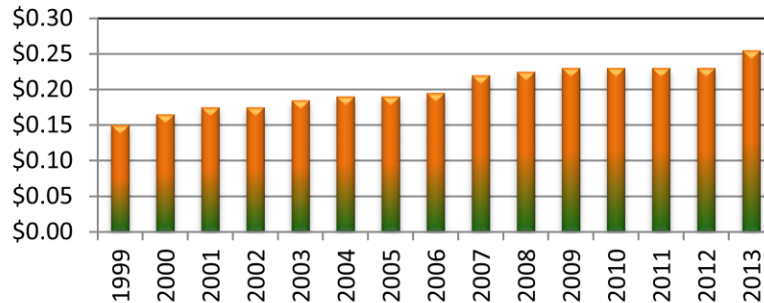
**Thank you
for your continued support!**

The Spirit of Community is *you.*

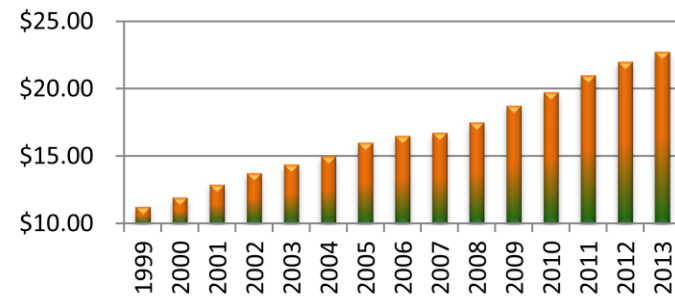
(Over)

15 Year Stock Performance of CommunityBanc, Inc., parent company of The Community Bank

Dividend per Share



Ask Price



Price adjustments from the following stock splits are reflected in the above pricing, 50%-1998, 2/1-2000, 2/1-2002, 2/1-2009, 10/09/2013. This is the increase in market value of CommunityBanc, Inc. This is a reflection of past performance of CommunityBanc, Inc. and should not be considered a projection of future performance. FUNDS HELD IN BANK STOCK ARE NOT INSURED BY THE FDIC or any other government agency. Investments involve varying degrees of risk, including loss of principal.

Financial Results

We continue to produce extremely favorable financial results through November 30, 2013. The numbers discussed below are, of course, unaudited at this time.

Deposits continue to flow in and have increased 14% from December 31, 2012. This is very encouraging since a high percentage of these deposits are what we consider to be “core”, which means they are reasonably priced and will probably stay with us for the long-term.

Our overall consolidated asset growth through November 30, 2013 is 14%. Consolidated earnings continue to be very good, up roughly 10%. This strength has allowed us to continue to beef up our Loan Loss Reserve, while our delinquency and non-performing loan totals remain below peer bank levels.

Community Financial Advisors



2013 was another successful year for Community Financial Advisors (CFA), our wealth management division, with \$189 million in assets under management. During 2013, CFA grew assets under management by 25% and engaged over 45 new clients, representing nearly \$38 million in new assets. The New Year brings significant changes to the economy and the interest rate outlook;

MIGHT 2014 BE A GOOD TIME FOR A SECOND OPINION OF YOUR FINANCIAL SITUATION? We invite you to schedule a time to meet with one of our experienced financial professionals by calling 740-453-0620.

No Fee IRAs

A Community Bank Individual Retirement Plan (IRA) is a personal savings plan that provides income tax advantages to individuals saving for retirement.

We offer several different types of IRAs, including Traditional ROTH, Coverdell ESA “Education IRA”, SEP, and a Simple IRA. You can find more information on our website www.thecombank.com and our customer service representatives are always available to assist you.



It is a privilege to serve our shareholders and customers,

Terry L. Goss
Board Chairman

Michael R. Steen
President and CEO