



Tried and True.

Something of interest from your bank

CommunityBanc, Inc.

June 2016

Community Common Stock Offering

Common stock is continuing to be sold to new and existing shareholders per the offering circular. The historic average rate of return for CommunityBanc, Inc. common stock over the last five years has been **7.19%**. This equates to a 1.01% average yearly dividend per share and 6.18% average yearly appreciation in the value of the shares. Please contact Greig McDonald at 800-224-1013 if you wish to buy additional shares. **The offering has been extended to at least September 30th.**

Management continues to request your referrals of family and friends as new shareholders and customers. Please send your new shareholder referrals to President Michael Steen at msteen@thecombank.com and interested individuals may contact Michael directly via email or by calling 740-454-1600.

Market Value of Your Stock

Community Banc Investments (800-224-1013) is quoting your stock, as of June 1, 2016, as having a bid price of \$25.25 and an ask price of \$26.50. The market price of our stock must remain at the current quoted price for as long as the offering is open.

Dividend Declared

Your Board of Directors has declared and has issued a \$0.13 per share dividend for Shareholders of Record as of June 1, 2016. We have prudently maintained the stock dividend while keeping required regulatory capital levels. Your check is enclosed.

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 to be reinvested.

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 yet 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!

53% of our shareholders have already done so!

Book Entry Stock Records Reminder

CommunityBanc, Inc. does not issue traditional paper common stock certificates. Shares are recorded in book entry form on the records of CommunityBanc, Inc. This provides improved security, facilitates transferability and is environmentally friendly. We will continue to operate as our own transfer agent. Please feel free to contact Adele Gall, VP/Accounting Officer/Controller, at 740-454-1600 if you have questions.

Financial Results

We continue to produce favorable financial results through May 31, 2016. The numbers discussed below are unaudited at this time. Deposits continue to flow in and have increased 4.75% from December 31, 2015. Most of these deposits continue to be low cost "core" deposits that have funded our loan growth of 5.11% year to date. Our overall consolidated asset growth through May 31, 2016 is 3.82%.

(Over)

Important 401(k) Changes

Business Owners and Professionals – There have been recent regulatory changes to employer-sponsored 401(k) plans. Is your retirement plan in compliance? If you are a business with a 401(k) plan, contact the team at Community Financial Advisors (CFA) for a complementary plan review by calling **740-453-0620**. Our CFA team has over 20 years of experience in designing, managing and administering retirement plans. CFA will review your plan's document, investment options and expenses, and will provide you with a comprehensive 5-page report. This review could save you and your employees' significant expenses and be very helpful in the event of a costly and time-consuming plan audit.

President Michael Steen Presented with 2015 President's Award

The Executive Committee of the ForeverDads' Board of Directors unanimously voted Michael Steen as the recipient of the 2015 President's Award!!! The President's Award is in recognition of a ForeverDads' board member who has demonstrated diligence to the vision of ForeverDads and has personally and professionally demonstrated strong leadership to the success of the ForeverDads organization.

Honoring Kevin Hannum



Kevin Hannum retires after 39 years!

Kevin has decided to retire after 39 years of outstanding service with our Company. Kevin has provided extraordinary leadership in strengthening and aggressively

growing The Community Bank. He has been an excellent mentor to our younger colleagues. We will be indebted for his distinguished tenure, numerous contributions, perspective, and banking knowledge.

Kevin has definitely left his mark on our success! The foundation he has laid will ensure The Community Bank remains a leader in the industry and a successful Company for years to come.

In retirement, Kevin looks forward to enjoying his favorite pastimes, fishing and being with his family.

We are grateful and blessed for Kevin's significant contributions and wish him and his family the very best in his retirement.



Michael R. Steen and Kevin Hannum

Community Leadership Initiative

Last year was the Bank's first year for our Community Leadership Initiative. It consisted of 25 members of our Management Team who committed to the five session Leadership Initiative. Team members had to face fears, trust in one another and use top notch communication. It was a great way for our Management Team to build a bond that is now even stronger than before. Through the five sessions they were led by George Paidas, a leadership guru who is passionate about people reaching their best potential. This experience has forever impacted our leaders who continuously refer back to it in their everyday lives both at work and at home. We are SO PROUD of these individuals and can't wait to see them continue to grow as great and successful leaders!

We would also like to recognize Michael Steen for investing in the Bank and our leaders. It wouldn't be possible without someone like Michael behind us pushing us to greatness!

2016 will be the Bank's 2nd year for sending leaders through the program. We are looking forward to another great class as we continue to invest in our people and make them the best they can be!

Welcome

Lance Bennett and Joe Allen

Please join us in giving Lance Bennett and Joe Allen a warm welcome to our Community Bank family! We are honored to have both Lance, Vice President/Credit Risk Officer, and Joe, Vice President/Business Banker, on our team. We look forward to working alongside these leaders who bring extensive expertise and many years of local community banking to The Community Bank.

AWESOME Accounts at Your Community Bank!

The Community Bank offers Reward Checking and Real Saver, two accounts that are tied together to give you a real edge on earning interest. Reward Checking is a free, no minimum balance checking account that rewards you with high interest **and nationwide ATM fee refunds** when qualifications are met each month. The Real Saver is a free savings account that also earns interest based on the transactions in your Reward Checking account. **More details enclosed.**

Engage with The Community Bank

Be sure to check us out on Facebook, follow us on Twitter and connect with us on LinkedIn!



iHELP Student Loans

The Community Bank offers an exclusive program designed to take the stress out of paying for college education... iHELP Student Loans and iHELP Consolidated Student Loans!

There has been a critical need for our neighbors to have access to college financing options which makes us proud to be the exclusive local provider of this resource. Find out more on our website thecombank.com and our customer service representatives are always available to assist you.



The Community Bank will be awarding one \$500 College Scholarship for the 2016/2017 Academic School Year. College students that have applied and been accepted to a 2 or 4 year institution for the 2016/2017 academic year should enter for a chance to win at any of our eleven (11) locations or through The Community Bank's Facebook page (facebook.com/thecombank) through Friday, July 1st! The winner will be drawn at random and contacted by The Community Bank.

Free Community Shred Day

The Community Bank is always looking for ways to give back to our community and this year we offered our 2nd Annual Free Community Shred Day. Identity theft and fraud are becoming a more common threat for individuals and businesses and this free service allowed community members to safely and securely dispose up to 100lbs of unwanted paperwork. The day was a huge success and we destroyed **13,173 pounds (6.587 tons)** of sensitive documents.

Look for this yearly event in April 2017!

Access Your Accounts Anytime, Anywhere

The Community Bank offers FREE Online Banking with Bill Pay and FREE Community Mobile Banking so you can bank at YOUR convenience!!



As always it is a privilege to serve our shareholders and customers,

Terry L. Goss
Board Chairman

Michael R. Steen
President and CEO