

COMMERCIAL NATIONAL FINANCIAL CORP /PA
Form 8-K
January 26, 2006

NEWS RELEASE

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For Immediate Release

COMMERCIAL NATIONAL ANNOUNCES DECEMBER 31, 2005 RESULTS - CORE EARNINGS IMPROVEMENT OF 20.4% FOR YEAR AND 29.2% FOR FOURTH QUARTER

LATROBE, PA, January 23, 2006 - Commercial National Financial Corporation (NASDAQ:CNAF)(Company), parent Company of Commercial Bank & Trust of PA, has reported earnings for the year ended December 31, 2005. The Company earned \$3,377,000 (or \$.99 per average share outstanding) in 2005 compared to \$621,000 (or \$.18 per average share outstanding) in 2004. Earnings for the fourth quarter of 2005 were \$833,000 (or \$.24 per average share outstanding) compared to \$781,000 (or \$.23 per average share outstanding) for the same period in 2004. Earnings-per-share in 2005 and 2004 are based on 3,413,426 and 3,422,881 average shares outstanding, respectively.

Year-to-date core earnings are \$3,136,000 compared to 2004 core earnings of \$2,604,000 - up by approximately 20.4%. To determine its core earnings, the Company excludes from earnings any net credit to its provision for loan losses, its realized securities gains/losses and any non-recurring items (see attached table).

| | Year Ended December 31, 2005 | Year Ended December 31, 2004 |
|---------------------------------|---------------------------------|---------------------------------|
| Net Income (GAAP) | \$3,377,000 | \$621,000 |
| Adjustments: | | |
| FHLB Advance Prepayment Penalty | - | \$4,402,000 |
| Net Credit - Loan Losses | (365,000) | (436,000) |
| Securities Gains | - | (1,195,000) |
| Executive Severance | - | 233,000 |
| | (365,000) | 3,004,000 |
| Tax Effect (34%) | (124,000) | 1,021,000 |
| Core Earnings | \$3,136,000 | \$2,604,000 |

The core earnings for the fourth quarter 2005 of \$833,000 reflects an improvement of 29.2% compared to core earnings of \$645,000 for the fourth quarter 2004.

| | Three Months Ended December 31, 2005 | Three Months Ended December 31, 2004 |
|---------------------------------|---|---|
| Net Income (GAAP) | \$833,000 | \$781,000 |
| Adjustments: | | |
| Profit Sharing Accrual Reversal | - | (206,000) |
| | - | (206,000) |
| Tax Effect (34%) | - | (70,000) |
| Core Earnings | \$833,000 | \$645,000 |

Gregg E. Hunter, President and Chief Executive Officer commented, "Net income for 2005 rose due to the comprehensive business practices improvements which were instituted throughout both 2004 and 2005. Steady progress with concrete results were achieved in profitability, loan and deposit growth, liquidity, and cost control. This progress was only made possible through the extensive corporate enhancements which were implemented by the Board of Directors over the past two years."

In addition to Latrobe where it is headquartered, the company operates community banking facilities in Greensburg, Hempfield Township, Ligonier, North Huntingdon, Unity Township and West Newton, Pennsylvania and also maintains a commercial business development sales force throughout its entire market area. The Company operates an asset management and trust division headquartered in Greensburg, Pennsylvania. Commercial Bank also serves its customer base from an Internet banking site (www.cbthebank.com) and an automated TouchTone Teller banking system.

Safe Harbor Statement

Forward-looking statements (statements which are not historical facts) in this release are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. For this purpose, any statements contained herein that are not statements of historical fact may be deemed to be forward-looking statements. Without limiting the

generality of the foregoing, words such as “may,” “will,” “to,” “expect,” “believe,” “anticipate,” “intend,” “could,” “would,” “continue” or the negative or other variations thereof or comparable terminology are intended to identify forward-looking statements. These statements are based on information currently available to the Company, and the Company assumes no obligation to update these statements as circumstances change. Investors are cautioned that all forward-looking statements involve risk and uncertainties, including changes in general economic and financial market conditions, unforeseen credit problems, and the Company's ability to execute its business plans. The actual results of future events could differ materially from those stated in any forward-looking statements herein.

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COMMERCIAL NATIONAL FINANCIAL CORPORATION
 CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
 (Dollars in thousands)

| | December 2005 | December 2004 |
|---|------------------|------------------|
| ASSETS | | |
| Cash and due from banks | \$ 12,760 | \$ 7,685 |
| Interest bearing deposits with banks | 121 | 101 |
| | 12,881 | 7,786 |
| Federal funds sold | 16,950 | - |
| Securities available for sale | 66,117 | 99,455 |
| Restricted investments in bank stock | 1,013 | 1,806 |
| Loans | 207,039 | 192,255 |
| Allowance for loan losses | (1,636) | (1,855) |
| Net loans | 205,403 | 190,400 |
| Premises and equipment | 4,301 | 4,644 |
| Other assets | 15,716 | 16,281 |
| Total assets | \$ 322,381 | \$ 320,372 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Liabilities: | | |
| Deposits: | | |
| Non-interest bearing | \$ 69,025 | \$ 62,284 |
| Interest bearing | 207,984 | 203,534 |
| Total deposits | 277,009 | 265,818 |
| Other liabilities | 1,711 | 1,944 |
| Short-term borrowings | - | 7,950 |
| Total liabilities | 278,720 | 275,712 |
| Shareholders' equity | | |

Common stock, par value \$2 per share; 10,000,000 shares authorized;
3,600,000 shares issued; 3,413,426 shares outstanding

| | | |
|--|------------|------------|
| | 7,200 | 7,200 |
| Retained earnings | 39,422 | 38,946 |
| Accumulated other comprehensive income | 617 | 2,092 |
| Less treasury stock, at cost, 186,574 shares | (3,578) | (3,578) |
| Total shareholders' equity | 43,661 | 44,660 |
| Total liabilities and shareholders' equity | \$ 322,381 | \$ 320,372 |

COMMERCIAL NATIONAL
FINANCIAL CORPORATION
CONSOLIDATED STATEMENTS OF
INCOME
(dollars in thousands, except per
share amounts)

| | Three Months Ended December 31 2005 (unaudited) | 2004 (unaudited) | Year Ended December 31 2005 (unaudited) | 2004 (unaudited) |
|---------------------------------------|---|---------------------|---|---------------------|
| INTEREST INCOME: | | | | |
| Interest and fees on loans | \$ 2,897 | \$ 2,721 | \$ 11,303 | \$ 10,809 |
| Interest and dividends on securities: | | | | |
| Taxable | 952 | 1,406 | 4,441 | 6,914 |
| Exempt from federal income taxes | 33 | 31 | 137 | 395 |
| Other | 172 | 2 | 303 | 124 |
| Total Interest income | 4,054 | 4,160 | 16,184 | 18,242 |
| INTEREST EXPENSE: | | | | |
| Interest on deposits | 1,154 | 969 | 4,360 | 3,662 |
| Interest on short-term borrowings | - | 65 | 22 | 161 |
| Interest on long-term borrowings | - | - | - | 2,128 |
| Total Interest expense | 1,154 | 1,034 | 4,382 | 5,951 |
| NET INTEREST INCOME | 2,900 | 3,126 | 11,802 | 12,291 |
| PROVISION (CREDIT) FOR LOAN LOSSES | 90 | - | (365) | (436) |
| NET INTEREST INCOME AFTER | | | | |

| | | | | |
|---|-----------|-----------|-----------|-----------|
| PROVISION (CREDIT) FOR LOAN LOSSES | 2,810 | 3,126 | 12,167 | 12,727 |
| OTHER OPERATING INCOME: | | | | |
| Asset management and trust income | 204 | 184 | 829 | 876 |
| Service charges on deposit accounts | 161 | 105 | 604 | 644 |
| Other service charges and fees | 183 | 215 | 701 | 726 |
| Net security gains | - | - | - | 1,195 |
| Commissions and fees from insurance sales | - | - | - | 342 |
| Income from investment in life insurance | 148 | 145 | 525 | 529 |
| Other income | 140 | 43 | 300 | 279 |
| Total other operating income | 836 | 692 | 2,959 | 4,591 |
| OTHER OPERATING EXPENSES | | | | |
| Salaries and employee benefits | 1,238 | 1,131 | 5,196 | 6,003 |
| Executive severance | - | - | - | 233 |
| Net occupancy | 184 | 143 | 722 | 702 |
| Furniture and equipment | 186 | 207 | 742 | 809 |
| Pennsylvania shares tax | 141 | 146 | 559 | 546 |
| FHLB Advance prepayment penalty | - | - | - | 4,402 |
| Other expenses | 773 | 997 | 3,313 | 4,211 |
| Total other operating expenses | 2,522 | 2,624 | 10,532 | 16,906 |
| INCOME BEFORE INCOME TAXES | 1,124 | 1,194 | 4,594 | 412 |
| Income tax expense/(benefit) | 291 | 413 | 1,217 | (209) |
| Net income | \$ 833 | \$ 781 | \$ 3,377 | \$ 621 |
| Average Shares Outstanding | 3,413,426 | 3,413,426 | 3,413,426 | 3,422,881 |
| Net Income Per Share | \$ 0.24 | \$ 0.23 | \$ 0.99 | \$ 0.18 |