

Citizens Bancorp of Virginia, Inc.

PRESS RELEASE - FOR IMMEDIATE DISTRIBUTION

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Solid First Quarter Earnings Reported by Citizens Bancorp of Virginia, Inc.

Blackstone, Virginia Citizens Bancorp of Virginia, Inc. (the "Company") (OTCBB: CZBT), the parent company of Citizens Bank and Trust Company (the "Bank"), reported earnings of \$1.162 million, or \$0.52 per share, for the quarter ended March 31, 2015, a 23.9% increase over the \$938 thousand, or \$0.42 per share, reported for the comparable 2014 quarter. The Company's return on assets was 1.37% in 2015 compared to 1.13% in 2014. The first quarter of 2015 earnings were positively impacted by a gain on sale of land, premises and equipment of \$337 thousand and a gain on sale of other real estate owned of \$92 thousand. Without these gains earnings would have been \$879 thousand, or \$0.39 per share, and the return on assets 1.04%.

The Company reported a decrease of \$83 thousand in net interest income for the first quarter of 2015. The decrease in net interest income resulted from a decrease in interest income of \$186 thousand which was partially offset by a decrease of \$65 thousand in total interest expense and no provision for loan losses. The Company's net interest margin decreased from 4.06% in 2014 to 3.81% in 2015. The net interest margin was impacted in 2014 by the recovery of \$63 thousand in interest on loans previously placed on nonaccrual. Excluding this interest, the net interest margin in 2014 would have been 3.98%. Management continues to focus on reducing operating costs. Noninterest expense for the first quarter of 2015 was \$2.180 million compared \$2.250 million in 2014, a decrease of \$70 thousand or 3.10%.

Balance Sheet

At March 31, 2015, total Company assets were \$344.8 million, an increase of \$4.5 million from December 31, 2014. The Bank's loan portfolio ended the period at \$182.6 million, basically flat from the prior year end.

Deposit growth was strong during the quarter as total deposits grew to \$288.1 million from \$285.5 million at year end 2014. Noninterest-bearing demand deposits increased to \$48.2 million, or by 7.36%, and interest-bearing deposits decreased to \$239.9 million, or by .26%, during the period.

Capital Strength

The Company's total equity at March 31, 2015 rose to \$46.6 million. Total risk-based capital and Tier 1 risk-based capital ratios were approximately 25.7% and 24.5%, respectively. Both ratios significantly exceed the current regulatory standards for well capitalized status.

Credit Quality

The Bank's loan portfolio has continued to perform well and remains stable. The Company has reported net charge-offs of only \$37 thousand in 2015. Nonaccruing loans as a percentage of loans remained almost unchanged at .88% as of March 31, 2015 from .87% at December 31, 2014.

President and CEO, Joseph D. Borgerding commented, "We had strong first quarter earnings, exceeding last year by 23.9%. We remain disciplined in our approach, focusing on growth in transactional deposits, expense efficiencies, and managing interest rate risk as we work to grow the loan portfolio."

About Citizens Bancorp of Virginia, Inc. and Citizens Bank and Trust Company

Citizens Bank and Trust Company was founded in 1873 and is the second oldest independent bank in Virginia. The Bank has eleven offices in the Counties of Amelia, Chesterfield, Nottoway and Prince Edward, along with one branch in the city of Colonial Heights and one in the Town of South Hill, Virginia. Citizens Bancorp of Virginia, Inc. is the parent company of the Bank and is headquartered in Blackstone, Virginia. The Company's stock trades on the OTC Bulletin Board under the symbol "CZBT". Additional information on the Company and the Bank is also available at its web site: www.cbtva.com.

Cautionary Statement about Forward-Looking Statements

We caution you that certain statements in this release may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Although we believe that our expectations with respect to these forward-looking statements are based upon reasonable assumptions within the bounds of our business operations, there can be no assurance that the actual results, performance or achievements of the Company will not differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements. For more details on factors that could affect expectations, see the Company's Annual Report for the year ended December 31, 2014.

CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY
Consolidated Balance Sheets
(Dollars in thousands, except share data)

Assets	(Unaudited) March 31, 2015	December 31, 2014
	2015	2014
Cash and due from banks	\$ 6,512	\$ 7,290
Interest-bearing deposits in banks	410	411
Federal funds sold	24,911	23,428
Securities available for sale, at fair market value	107,454	102,332
Restricted securities, at cost	459	455
Loans, net of allowance for loan losses of \$2,294 in 2015 and \$2,331 in 2014	180,311	180,698
Premises and equipment, net	7,879	8,003
Accrued interest receivable	1,598	1,666
Other assets	837	1,337
Bank-owned life insurance	9,452	9,376
Other real estate owned, net of valuation allowance of \$331 in 2015 and \$322 in 2014	4,957	5,322
	\$ 344,780	\$ 340,318
Liabilities and Stockholders' Equity		
Liabilities		
Deposits:		
Noninterest-bearing	\$ 48,167	\$ 44,864
Interest-bearing	239,967	240,615
Total deposits	288,134	285,479
Other borrowings	7,134	6,695
Accrued interest payable	238	273
Accrued expenses and other liabilities	2,637	2,212
Total liabilities	298,143	294,659
Stockholders' Equity		
Preferred stock, \$0.50 par value; authorized 1,000,000 shares; none outstanding	-	-
Common stock, \$0.50 par value; authorized 10,000,000 shares; issued and outstanding, 2,230,234 for 2015 and 2,233,234 for 2014	1,115	1,116
Additional paid-in capital	-	-
Retained earnings	45,609	44,926
Accumulated other comprehensive loss	(87)	(383)
Total stockholders' equity	46,637	45,659
Total liabilities and stockholders' equity	\$ 344,780	\$ 340,318

CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY
Consolidated Statements of Income
(Dollars in thousands, except per share data)

	Three Months Ended March 31, (Unaudited)	
	2015	2014
Interest and Dividend Income		
Loans, including fees	\$ 2,563	\$ 2,738
Investment securities:		
Taxable	292	315
Tax-exempt	281	271
Federal funds sold	14	7
Other	5	10
Total interest and dividend income	3,155	3,341
Interest Expense		
Deposits	348	412
Borrowings	7	8
Total interest expense	355	420
Net interest income	2,800	2,921
Provision for loan losses	-	38
Net interest income after provision for loan losses	2,800	2,883
Noninterest Income		
Service charges on deposit accounts	206	217
Net gain on sale of land, premises and equipment	337	-
Net gain on sales of loans	14	8
Income from bank-owned life insurance	76	76
ATM fee income	228	218
Other	100	93
Total noninterest income	961	612
Noninterest Expense		
Salaries and employee benefits	1,330	1,375
Net occupancy expense	161	158
Equipment expense	101	80
FDIC deposit insurance	50	61
Net gain on sale of other real estate owned	(92)	(32)
OREO expenses, net of rental income	-	21
Other	630	587
Total noninterest expense	2,180	2,250
Income before income taxes	1,581	1,245
Income taxes	419	307
Net income	\$ 1,162	\$ 938
Earnings per share, basic & diluted	\$ 0.52	\$ 0.42

CITIZENS BANCORP OF VIRGINIA, INC. AND SUBSIDIARY
Consolidated Regulatory Capital Ratios
And Performance Ratios

(Dollars in thousands, except per share data)

	Three Months Ended				
	March 31, 2015	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014
Per Share Data:					
Earnings per weighted average share	\$0.52	\$0.36	\$0.42	\$0.44	\$0.42
Weighted average shares outstanding	2,231,451	2,233,384	2,235,059	2,240,122	2,242,754
Actual shares outstanding	2,230,234	2,333,234	2,233,959	2,238,509	2,242,179
Book value per share at period end	\$ 20.91	\$ 20.45	\$ 20.62	\$ 20.44	\$ 19.88
Dividend per share	\$ 0.19	\$ 0.19	\$ 0.19	\$ 0.18	\$ 0.18
Performance Ratios:					
Return on average assets	1.37%	0.94%	1.08%	1.15%	1.13%
Net interest margin, (FTE) ¹	3.81%	3.85%	3.87%	4.02%	4.06%
Efficiency ratio ²	55.87%	66.88%	62.08%	60.93%	61.33%
Capital and Other Ratios:					
(Ratios are period end, unless stated otherwise)					
Tier 1 leverage ratio	13.62%	13.59%	13.41%	13.26%	13.29%
Total risk-based capital ratio	25.66%	25.14%	24.73%	24.58%	24.19%
Allowance for loan losses to total loans	1.26%	1.27%	1.29%	1.27%	1.28%
Nonaccruing loans to total loans	0.88%	0.87%	1.34%	1.60%	1.80%
Net charge-offs (net recoveries) to average loans (annualized)	0.08%	0.21%	0.03%	0.10%	0.00%

¹ The net interest margin is reported on a fully taxable equivalent basis.

² Computed by dividing noninterest expense by the sum of net interest income (on a fully taxable equivalent basis) and noninterest income.

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