



HIBERNIA

BANCORP, INC.

FOR IMMEDIATE RELEASE

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Hibernia Bancorp, Inc. Reports Operating Results for the Third Quarter and Nine Months Ended September 30, 2013

New Orleans, Louisiana (November 6, 2013) - Hibernia Bancorp, Inc. (the "Company") (OTCBB: HIBE), the holding company of Hibernia Bank (the "Bank"), today reported net income of \$3,000 for the quarter ended September 30, 2013 compared to net income of \$47,000 for the quarter ended September 30, 2012. Earnings per basic and diluted share for the quarter ended September 30, 2013 were \$0.01, compared to \$0.05 per basic and diluted share for the quarter ended September 30, 2012. For the nine months ended September 30, 2013, the Company reported net income of \$42,000 compared to net income of \$133,000 for the nine months ended September 30, 2012. Earnings per basic and diluted share were \$0.05 for the nine months ended September 30, 2013, compared to \$0.14 per basic and diluted share for the nine months ended September 30, 2012.

A. Peyton Bush, III, President and Chief Executive Officer of the Company and the Bank, stated, "Declining net interest margins continued to impact earnings in the third quarter. The volume of loans outstanding has also declined since year end 2012 putting further pressure on net interest income. Given today's low rate environment and the uncertainty regarding future rate movements we have elected not to compete aggressively for long term fixed rate loans that would increase Hibernia's exposure to rapidly rising rates, especially in those situations where yields would not adequately compensate for the associated credit risk. We will continue to pursue lending opportunities that meet the Bank's standards and we are committed to maintaining the high quality of our loan portfolio."

Net interest income decreased 13.1% to \$778,000 for the quarter ended September 30, 2013, from \$895,000 for quarter ended September 30, 2012. This was due to a decrease in interest

and dividend income. Total interest and dividend income decreased \$134,000, or 12.5%, for the quarter ended September 30, 2013 compared to the quarter ended September 30, 2012. This decrease was due primarily to a decrease in the average rate we earned on loans and investment securities. Total interest expense decreased \$17,000, or 9.6%, for the quarter ended September 30, 2013 compared to the quarter ended September 30, 2012. Although the average balance of our interest bearing deposits for the quarter ended September 30, 2013 increased as compared to the average balance for the quarter ended September 30, 2012, the average rate paid for deposits decreased resulting in lower interest expense for the period. The net interest margin decreased to 3.04% for the three months ended September 30, 2013 from 3.74% for the three months ended September 30, 2012.

The Company made no loan loss provision for the quarter ended September 30, 2013, compared to \$32,000 for the quarter ended September 30, 2012. The Company reported no recoveries and no charge-offs for the quarters ended September 30, 2013 and September 30, 2012.

Non-interest income remained level at \$42,000 for the quarter ended September 30, 2013 and the quarter ended September 30, 2012. The components of non-interest income include service charges and fees, secondary market loan income, gains or losses on other real estate and other income.

Non-interest expense increased 0.9% to \$815,000 for the quarter ended September 30, 2013 from \$808,000 for the quarter ended September 30, 2012. The increase in non-interest expense was due primarily to increases in employee salary and benefits expense, franchise and shares taxes, and depreciation expenses. These increases were partially offset by decreases in professional fees, advertising and promotional expenses and other real estate expense.

Income tax expense for the quarter ended September 30, 2013 was \$2,000 as compared to \$50,000 for the quarter ended September 30, 2012. The decrease in quarterly taxes was primarily due to a decrease in pre-tax income.

For the nine months ended September 30, 2013, net interest income decreased 6.6% to \$2.5 million from \$2.6 million for the nine months ended September 30, 2012. This decrease was due primarily to a decrease in the average rate we earned on loans and investment securities, partially offset by higher average loan volume in the nine months ended September 30, 2013 as compared to the nine months ended September 30, 2012. Total interest expense decreased 3.3% for the nine months ended September 30, 2013 to \$504,000 compared to \$521,000 for the nine months ended September 30, 2012. The decrease in the average rate paid for deposits for the nine months ended September 30, 2013 partially offset by an increase in the average balance of our interest bearing deposits resulted in a slightly lower interest expense for the

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period. The net interest margin decreased to 3.34% for the nine months ended September 30, 2013 from 3.98% for the nine months ended September 30, 2012.

During the nine months ended September 30, 2013, the Company made provisions for loan and lease losses of \$13,000 compared to provisions of \$96,000 during the nine months ended September 30, 2012. The Company reported no net charge-offs for the nine months ended September 30, 2013 and September 30, 2012.

Non-interest expense for the nine months ended September 30, 2013 increased \$92,000, or 3.8%, to \$2.5 million compared to \$2.4 million for the nine months ended September 30, 2012. The increase in non-interest expense was due primarily to increases in employee salary and benefits expense, franchise and shares taxes and data processing costs, partially offset by decreases in professional fees and advertising and promotional expenses.

For the nine months ended September 30, 2013, income tax expense was \$36,000 compared to \$125,000 for the nine months ended September 30, 2012. The decrease in year-to-date taxes was primarily due a decrease in pre-tax income.

The Company's total consolidated assets at September 30, 2013 were \$108.9 million compared to \$101.9 million at December 31, 2012. Purchases of investment securities of \$6.1 million, net of maturities and repayments, resulted in an increase of \$5.6 million in investment securities. Interest bearing cash increased by \$9.9 million during the nine months ended September 30, 2013. These increases were funded by a decline in net loans to \$78.7 million at September 30, 2013 from \$87.7 million at December 31, 2012, and an increase in deposits of \$6.2 million. The decrease in net loans reflects a \$2.1 million decrease in residential mortgage and residential construction loans, and a \$6.9 million decrease in commercial real estate loans due to unscheduled prepayments. Total deposits increased 7.9% to \$85.1 million at September 30, 2013 from \$78.9 million at December 31, 2012, reflecting increases of \$6.1 million in money market and interest bearing checking accounts, \$1.6 million in savings accounts, and \$203,000 in non-interest bearing demand deposits offset by a decrease of \$1.7 million in certificates of deposit which included the maturity of \$1.0 million in brokered CDs.

Non-performing assets, defined as non-accrual loans, accruing loans past due 90 days or more and other real estate owned, totaled \$181,000, or 0.2%, of total assets at September 30, 2013, compared to \$715,000, or 0.7%, of total assets at December 31, 2012. The non-performing assets at September 30, 2013 consisted of two loans secured by first mortgages on one-to-four family residential real estate. Our allowance for loan and lease losses was \$641,000, or 0.81%, of total loans at September 30, 2013, and \$628,000, or 0.71%, of total loans at December 31, 2012. Management believes that the allowance for loan and lease losses is sufficient to cover

any losses that may be incurred on its non-performing loans. At September 30, 2013 and December 31, 2012, there was no other real estate owned.

The Company's total stockholders' equity remained essentially unchanged at \$22.0 million as of September 30, 2013 and December 31, 2012. During the nine months ended September 30, 2013, the Company repurchased 6,353 shares of its common stock as treasury stock for an aggregate cost of \$105,000 which leaves 14,747 shares remaining to be repurchased under the Company's stock repurchase program. The Company's book value per share increased to \$22.25 at September 30, 2013 from \$22.08 at December 31, 2012 due to our net income for the nine month period and our purchase of treasury stock. Hibernia Bank's regulatory capital levels continue to exceed requirements for well capitalized institutions.

Statements contained in this news release which are not historical facts may be forward-looking statements identified by words like "believe," "expect," "anticipate," "estimate," and "intend" or future or conditional verbs such as "will," "would," "should," "could" or "may." Such forward-looking statements are subject to risks and uncertainties which could cause actual results to differ materially from those currently anticipated due to a number of factors, including, but not limited to, changes in interest rates, changes in demand for loans, deposits and other financial services in the Company's market area, changes in asset quality and general economic conditions. We undertake no obligation to update any forward-looking statements.

Hibernia Bank, the wholly-owned subsidiary of Hibernia Bancorp, Inc., has served the New Orleans metropolitan area since 1903. Operating from its main office and two branches, Hibernia Bank offers loan, deposit and on-line banking services to commercial and individual customers in the New Orleans metropolitan area. Additional information about Hibernia Bank is available at www.hibbank.com.

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Hibernia Bancorp, Inc. and Subsidiary
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
(In thousands)

	September 30, 2013	December 31, 2012
	(Unaudited)	
ASSETS		
Cash - Non-Interest Bearing	\$ 1,262	\$ 647
Cash - Interest Bearing	16,554	6,618
TOTAL CASH AND CASH EQUIVALENTS	17,816	7,265
Certificates of Deposit	100	100
Securities - Available For Sale	6,404	854
Loans Receivable, Net of Allowances for Loan Losses of \$641,000 and \$628,000 as of September 30, 2013 and December 31, 2012, respectively	78,695	87,721
Accrued Interest Receivable	226	257
Investment in FHLB Stock	41	36
Investment in FNBB Stock	210	210
Prepaid Expenses and Other Assets	205	193
Premises and Equipment, Net	4,937	4,941
Deferred Income Taxes	305	286
TOTAL ASSETS	\$ 108,939	\$ 101,863
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits		
Non-Interest Bearing	\$ 6,222	\$ 6,019
Interest Bearing	78,900	72,889
Total Deposits	85,122	78,908
Escrow Balances	1,547	727
Accrued Interest Payable	41	51
Accounts Payable and Other Liabilities	207	191
TOTAL LIABILITIES	86,917	79,877
EQUITY		
Preferred Stock, \$.01 par value - 1,000,000 shares authorized; none issued	-	-
Common Stock, \$.01 par value - 9,000,000 shares authorized; 1,113,334 issued; 989,531 and 995,884 shares outstanding at September 30, 2013 and December 31, 2012, respectively	11	11
Additional Paid in Capital	10,800	10,695
Treasury Stock at cost - 123,803 and 117,450 shares at September 30, 2013 and December 31, 2012, respectively	(1,872)	(1,767)
Unallocated Common Stock held by:		
Employee Stock Ownership Plan	(721)	(748)
Recognition and Retention Plan	(200)	(231)
Accumulated Other Comprehensive Income (Loss), Net of Tax Effects	(25)	39
Retained Earnings	14,029	13,987
TOTAL EQUITY	22,022	21,986
TOTAL LIABILITIES AND EQUITY	\$ 108,939	\$ 101,863

Hibernia Bancorp, Inc. and Subsidiary
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(Dollars in thousands, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2013	2012	2013	2012
	(Unaudited)		(Unaudited)	
Total Interest and Dividend Income	\$ 939	\$ 1,073	\$ 2,964	\$ 3,156
Total Interest Expense	161	178	504	521
Net Interest Income	778	895	2,460	2,635
Provision For Loan Losses	-	32	13	96
Net Interest Income After Provision For Loan Losses	778	863	2,447	2,539
Total Non-Interest Income	42	42	120	116
Non-Interest Expenses				
Salaries and Employee Benefits	395	372	1,199	1,121
Occupancy Expenses	129	123	375	368
Data Processing	101	97	299	276
Advertising and Promotional Expenses	35	48	106	125
Professional Fees	38	57	139	174
Other Non-Interest Expenses	117	111	371	333
Total Non-Interest Expenses	815	808	2,489	2,397
Income Before Income Taxes	5	97	78	258
Income Tax Expense	2	50	36	125
NET INCOME	\$ 3	\$ 47	\$ 42	\$ 133
INCOME PER COMMON SHARE				
Basic	\$ 0.01	\$ 0.05	\$ 0.05	\$ 0.14
Diluted	\$ 0.01	\$ 0.05	\$ 0.05	\$ 0.14