

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
CB FINANCIAL SERVICES, INC.		51-0534721	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
KEVIN D. LEMLEY	724-852-7245	KLEMLEY@COMMUNITYBANK.TV	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
100 N. MARKET STREET		CARMICHAELS, PA 15320	
8 Date of action		9 Classification and description	
April 30, 2018		COMMON STOCK	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
12479G101	N/A	CBFV	N/A

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ On April 30, 2018, First West Virginia Bancorp, Inc. ("FWVB") and its wholly owned subsidiary,

Progressive Bank N.A. ("PB"), were merged with and into CB Financial Services, Inc. (the "Company" or "CB"), and its wholly owned subsidiary, Community Bank (the "Bank"), with CB and the Bank as the surviving entities, pursuant to the terms and conditions of the Agreement and Plan of Merger (the "Merger Agreement"), dated November 16, 2017, by and among CB, the Bank, FWVB and PB.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ Pursuant to the Merger Agreement, each FWVB shareholder who made a valid stock election with respect to their shares of FWVB to exchange shares for CB common stock received 0.9583 shares of CB common stock in exchange for each share of FWVB held plus cash in lieu for any fractional shares. Each FWVB shareholder who made a valid cash election with respect to their shares of FWVB exchanged shares for \$28.50 per share for each share of FWVB held. In addition, FWVB shareholders who made a valid "no election" or did not make an election received 0.223473 shares of CB common stock for each share of FWVB held plus cash in lieu for any fractional shares, and \$21.871473 in cash for every share of FWVB held. The Merger Agreement included a proration and allocation to ensure that 80% of the shares of FWVB common stock outstanding immediately before closing were exchanged for shares of CB common stock and 20% were exchanged for cash as previously mentioned. See attachment.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ For federal income tax purposes, the aggregate tax basis of the CB common shares received by FWVB shareholders as a result of the merger (excluding any fractional share interest deemed received and redeemed for cash) will be the same as the aggregate tax basis of the FWVB shares surrendered in exchange therefor reduced by the amount of cash received on the exchange and increased by the amount of any gain recognized upon the exchange. A former FWVB shareholder must allocate the tax basis so calculated across the total number of shareholder's new CB common shares received in the merger. By completing this allocation, a tax basis per share can be computed. The actual tax basis will differ with respect to each separate former FWVB shareholder and additionally the tax basis may differ with respect to separate and distinct blocks of common shares owned by a former FWVB shareholder. To the extent that a FWVB shareholder received cash in lieu of a fractional CB common share, a portion of the total tax basis must be allocated to the fractional share and such fractional share will be deemed to be received and then exchanged for cash. The holding period of any shares of CB common stock received by FWVB shareholders in the merger generally will include the holding period of the shares of FWVB common stock exchanged for such CB common stock. See attachment for example.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶

The merger of FWVB into CB on April 30, 2018 qualifies as a reorganization within the meaning of Section 368(a) of the Internal Revenue Code of 1986, as amended. In general, the income tax consequences to the former FWVB shareholders are determined under the Internal Revenue Code sections 354, 356, 358, 1001 and 1221.

18 Can any resulting loss be recognized? ▶ FWVB shareholders generally will not recognize loss for U.S. federal income tax purposes by reason of the merger, except with respect to cash received in lieu of a fractional share of CB common stock. If a FWVB shareholder receives cash in lieu of a fractional share of CB common stock, the FWVB shareholder will be treated as having received a fractional share of CB common stock pursuant to the merger and then as having exchanged the fractional share of CB common stock for cash in a redemption by CB. As a result, the FWVB shareholder generally will recognize a gain or loss equal to the difference between the amount of cash received and the FWVB shareholder's basis in the fractional share of CB common stock as set forth on line 16 above. This gain or loss generally will be capital gain or loss, and will be long-term capital gain or loss if, as of the Effective Date, the FWVB shareholder's holding period with respect to the fractional share (including the holding period of the FWVB common stock surrendered therefor) exceeds one year. Special rules apply to FWVB shareholders who received their FWVB common shares through the exercise of an employee stock option, through a tax qualified retirement plan or otherwise as compensation and as such FWVB shareholders are instructed to consult their own tax advisors.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The transaction was consummated on April 30, 2018. Consequently, the reportable tax year of the FWVB shareholders for reporting the tax effect of the shares exchanged is the tax year that includes the April 30, 2018 date. This is the 2018 calendar year for those who report taxable income on the basis of a calendar year.

FWVB shareholders are urged to consult with their own tax advisors as to the U.S. federal income tax consequences of the Merger, and the guidance provided herein should not be considered tax advice.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
 Signature ▶ Kevin D. Lemley Date ▶ 6-12-18
 Print your name ▶ Kevin D. Lemley Title ▶ Executive Vice President and CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input checked="" type="checkbox"/> if self-employed	PTIN
	<u>Mary C. Miske, CPA</u>	<u>Mary C. Miske</u>	<u>6/8/2018</u>		<u>P00470945</u>
	Firm's name ▶ <u>Baker Tilly Virchow Krause, LLP</u>	Firm's EIN ▶ <u>39-0859910</u>		Phone no. <u>412.697.6400</u>	
	Firm's address ▶ <u>20 Stanwix Street Suite 800, Pittsburgh, PA 15222</u>				

CB FINANCIAL SERVICES, INC.
EIN: 51-0534721
Attachment to IRS Form 8937

The information contained herein is being provided pursuant to the requirements of Section 6045B of the Internal Revenue Code of 1986, as amended (the "Code"), and includes a general summary regarding the application of certain U.S. federal income tax laws and regulations relating to the effects of the Merger (as defined below) on the tax basis of CB Financial Service, Inc. Common Stock received in the Merger in exchange for First West Virginia Bancorp, Inc. Common Stock. The information contained herein does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to a particular shareholder. CB Financial Services Inc. does not provide tax advice to its shareholders. The example provided below is illustrative and is being provided pursuant to Section 6045B of the Code and as a convenience to shareholders and their tax advisors when establishing their specific tax position.

You should consult your own tax advisor regarding the particular tax consequences of the Merger (as defined in the Form 8937) to you, including the applicability and effect of all U.S. federal, state and local and foreign tax laws. You also are urged to read the Registration Statement of CB Financial Services, Inc. filed with the SEC on Form S-4, dated January 11, 2018, and any amendments thereto (Registration No. 333-222512), noting especially the discussion under "Material U.S. Federal Income Tax Consequences of the Merger."

Capitalized terms not otherwise defined herein shall have the meaning established in the Form 8937.

Item 15. Description of the Quantitative Effect of the Organization Action.

The Merger between CB and FWVB qualified as a reorganization within the meaning of Section 368(a) of the Code. As such, in general, the tax basis consequences to FWVB Shareholders would be determined under Section 358 of the Code. The effect of the Merger on the tax basis on FWVB common stock held by FWVB Shareholders is summarized as follows:

Shareholders Who Received Only CB Common Stock. The tax basis of the shares of CB common stock received by a FWVB Shareholder who receives CB common stock in exchange for his or her FWVB common stock will be the same as the total tax basis of the shares of FWVB common stock surrendered (except for the tax basis attributable to any fractional shares of CB common stock received as discussed below).

Shareholders Who Received Only Cash. A FWVB Shareholder who received solely cash in exchange for all of his or her FWVB common stock as a result of the Merger will be treated as having received full payment for his or her FWVB common stock. Consequently, since the shareholder did not receive any new stock, there will be no new basis to compute.

Shareholders Who Received CB Common Stock and Cash. The tax basis of the shares of CB common stock received by a FWVB Shareholder who received a combination of CB common stock and cash in exchange for his or her FWVB common stock will be the same as the basis of the shares of FWVB common stock surrendered in exchange for the shares of CB common stock, plus any gain recognized by such shareholder in the Merger, and minus any cash received by the shareholder in the Merger.

Shareholders Who Received Cash in Lieu of Fractional Shares. A FWVB Shareholder who received cash in lieu of a fractional share interest in CB common stock will be treated as having received such cash in full payment for such fractional share of stock. Consequently, since the shareholder did not receive stock in exchange for the fractional share interest, there will be no new basis to compute.

In general, any gain recognized should be reported by a FWVB Shareholder for the taxable year which includes April 30, 2018 (e.g., a calendar year shareholder would report the transaction on his or her federal income tax return filed for the 2018 calendar year).

Item 16. Description of the Calculation of the Change in Basis:

The following are illustrative examples of how the basis determination would be applied to a hypothetical FWVB Shareholder who receives CB common stock in the Merger. The example assumes that the shareholder is an individual U.S. citizen or resident who acquired his or her shares of FWVB common stock in one block at the same price for cash and holds such shares as capital assets. The example does not address any special rules that may apply to a particular shareholder, nor do they address the consequences of any state, local or foreign tax laws. We have not included an example that covers the exchange of any FWVB common stock for cash.

Example: Shareholders Who Elected All Stock

Number of shares of FWVB common stock held prior to the Merger = 100 shares

Tax basis in each share of FWVB common stock = \$10.00

Aggregate tax basis in FWVB common stock = \$1,000

Number of whole shares of CB common stock received as a result of the Merger (exchange ratio of 0.9583) = 95 shares

Fair market value of each share of CB common stock received in the Merger = \$31.23 (average of the highest and lowest quoted selling prices on April 30, 2018)

Fair market value of CB common stock for purposes of determining fractional share payment = \$32.03912 (average closing price of CB common stock for the 15 consecutive trading days immediately preceding April 30, 2018)

1. Cost Basis in FWVB Common Stock: (100 x \$10.00)	\$	1,000.00
2. Total Merger Consideration:		
CB common stock received (95 shares x \$31.23)	\$	2,966.85
Value of CB fractional share (0.83 x \$32.03912)	\$	26.59
Value of Cash Amount Received (not including cash in lieu of the fractional share)	\$	0.00
Total Consideration	\$	2,993.44
3. Realized Gain:		
Total Consideration (see Line 2)	\$	2,993.44
Less: Cost basis in FWVB Stock (see above)	\$	(1,000.00)
Realized Gain	\$	1,993.44
4. Recognized Gain:		
Determined as the lesser of Realized Gain or Cash Received (not including cash in lieu of the fractional share)	\$	0.00

5. Tax Basis in CB Common Stock Received in the Merger

Basis in FWVB Common Stock	\$ 1,000.00
Less: Cash Amount Received	\$ (0.00)
Plus: Recognized Gain	<u>\$ 0.00</u>
Basis in CB Common Stock	\$ 1,000.00

6. Taxable Gain on Fractional Share

Cash paid in lieu of fractional share (0.83 x \$32.03912)	\$ 26.59
Less: Basis attributable to fractional share (0.83/95.83 x \$1,000)	<u>\$ (8.66)</u>
Taxable Gain	\$ 17.93

7. Final Adjusted Tax Basis in CB Common Stock

Basis in CB Common Stock received (including fractional share)	\$ 1,000
Less: Basis attributable to fractional share	<u>\$ (8.66)</u>
Basis in CB Stock	\$ 991.34
Per Share Basis (\$991.34/95 rounded to nearest cent)	\$ 10.44

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The information in this document does not constitute tax advice and is not intended or written to be used, and cannot be used, for the purposes of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing or recommending any transaction or matter addressed herein.