

Croghan Colonial Bank Banking Centers

Fremont Main
419.332.7301

Maumee LPO
419.794.9399

Fremont Ballville
419.355.2361

Monroeville
419.465.2596

Fremont East
419.355.2342

Norwalk
419.668.2507

Fremont North
419.334.7188

Oak Harbor
419.898.5741

Fremont West
419.355.2352

Oregon
419.691.6264

Bellevue
419.483.2541

Port Clinton Catawba
419.732.6150

Clyde
419.547.9525

Port Clinton Downtown
419.734.5600

Curtice
419.836.7722

Tiffin Downtown
419.447.8777

Green Springs
419.639.2323

Tiffin Westgate
419.447.2250



QUARTERLY REPORT December 31, 2016



January, 2017

Letter to our Shareholders:

2016 was a record year for us, recording Net Income of \$9,088,000. This is our first year ever to have Net Income exceed \$9 million and this result represents an 8.2% increase over 2015.

Additional 2016 highlights include:

- Total cash dividends per share was \$1.42 up 4%
- Closing stock price of \$45.95 per share, up 29% from December 31, 2015
- 1.13% Return on Average Assets up from 1.07% over last year
- Quarterly dividend of \$0.36 per share to be paid January 31, 2017

In addition to our record earnings, per share dividends totaled \$1.42 for the year, a 4% increase. Your Croghan Bancshares stock had a \$45.95 closing price for 2016 which was up 29% from the 2015 close. The quarterly dividend of \$0.36 per share will be paid on January 31, 2017 to shareholders of record on January 13, 2017.

Continued loan growth and a continuing increase in our loan to deposit ratio was a strong contributor to the earnings growth. Both total loans and our overall balance sheet grew by approximately \$22-\$23 million. Loan to deposits grew from 81.33% to 83.47%. Our credit quality remains strong with delinquency and charge off statistics all being very good. The Allowance for Loan Loss remains strong at \$4.8 million, and our stockholders equity grew to \$102 million.

I look forward to providing more detail in our Annual Report which should be available in April. Our Annual Meeting is scheduled for 1pm on Tuesday, May 9th at the Neeley Center at Terra State Community College, 2830 Napoleon Road, Fremont. Proxy information will be mailed at the end of March.

In closing, we are pleased to highlight our record performance in 2016, and are striving to continue on a great path. We appreciate your continued support.

A handwritten signature in black ink that reads 'Rick Robertson'.

Rick Robertson
President & CEO



Financial Information (unaudited)	Year to Date		Three Months Ended	
	12/31/16	12/31/15	12/31/16	12/31/15
CONDENSED STATEMENT OF OPERATIONS				
Interest income	\$ 31,848,000	\$ 30,043,000	\$ 7,971,000	\$ 7,691,000
Interest expense	2,340,000	2,208,000	561,000	623,000
Net interest income	29,508,000	27,835,000	7,410,000	7,068,000
Provision for loan losses	675,000	350,000	200,000	50,000
Net interest income after provision for loan losses	28,833,000	27,485,000	7,210,000	7,018,000
Non-interest income	6,418,000	6,479,000	1,529,000	1,489,000
Non-interest expenses	23,270,000	22,881,000	5,792,000	5,657,000
Income before federal income taxes	11,981,000	11,083,000	2,947,000	2,850,000
Federal income taxes	2,893,000	2,683,000	625,000	771,000
Net income	\$ 9,088,000	\$ 8,400,000	\$ 2,322,000	\$ 2,079,000

PERIOD END BALANCES	As of	
	12/31/16	12/31/15
Cash and cash equivalents	\$ 19,489,000	\$ 18,101,000
Securities	\$ 194,317,000	\$ 195,961,000
Loans	\$ 551,765,000	\$ 528,984,000
Less allowance for loan loss	\$ 4,788,000	\$ 4,457,000
Other assets	\$ 58,783,000	\$ 58,823,000
Total assets	\$ 819,566,000	\$ 797,412,000
Deposits	\$ 661,045,000	\$ 650,445,000
Other liabilities	\$ 56,770,000	\$ 48,175,000
Stockholders' equity	\$ 101,751,000	\$ 98,792,000
Total liabilities and capital	\$ 819,566,000	\$ 797,412,000
Common shares outstanding	2,280,662	2,285,595
Average common shares outstanding	2,281,450	2,284,718



PER SHARE DATA (BASIC)	Year to Date	
	12/31/16	12/31/15
Net income	\$ 3.98	\$ 3.68
Cash dividends declared	\$ 1.42	\$ 1.37
Book value	\$ 44.61	\$ 43.22
Closing price	\$ 45.95	\$ 35.50

FINANCIAL RATIOS	Year to Date	
	12/31/16	12/31/15
Return on average assets	1.13%	1.07%
Return on average equity	8.92%	8.72%
Net interest margin	4.09%	3.94%
Loans to deposits	83.47%	81.33%

Shareholder Information

Stock Listing:
Ticker symbol: CHBH

Investor Relations:
Amy LeJeune alejeune@croghan.com
419.355.2231 or toll free 1.888.276.4426

Our Website:
www.croghan.com

Board Of Directors	Management Team
James E. Bowlus Lead Director	Rick M. Robertson President/CEO
Michael D. Allen Sr.	Kendall W. Rieman EVP/CFO
John J. Caputo	Stacy A. Cox SVP/COO
James C. Dunn	Carrie L. Dickinson SVP/CCO
James R. Faist	Barry F. Luse SVP/Trust Officer
Claire F. Johansen	Daniel N. Schloemer SVP/CLO
Stephen A. Kemper	Jodi A. Albright VP/Main Office Manager
Daniel W. Lease	Charles T. Barteck VP/Retail Sales Manager
Thomas W. McLaughlin	Melissa A. Walker VP/Retail Operations Manager
Allan E. Mehlow	Laura M. Whipple VP/Human Resource Manager
Rick M. Robertson	
Gary L. Zimmerman	

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Fremont, OH 43420
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