

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 June 30, 2017



July 2017

Letter to our Shareholders:

Highlights for six months ending June 30, 2017 include:

- Year to date Net Income of \$4,936,000 – up 7.6% over last year
- 2nd quarter income of \$2,605,000 up 18.0% over 2nd quarter last year
- Quarterly dividend increase to \$0.37 per share
- Closing stock price of \$46.50 per share, up 17.0% from June 30, 2016

I am pleased to announce a Net Income of \$4,936,000 that produced a 1.20% Return on Assets and 4.07% Net Interest margin for the six month period. As a result, we announced a dividend increase of \$.01 to \$0.37 per share, payable July 31, 2017 to holders of record on July 14, 2017. This dividend increase represents the 5th dividend increase over the previous three year period. Per share earnings were \$2.16 for the six month period ending June 30, 2017 compared to \$2.01 a year ago. We are also very pleased that our equity increased to \$106 million, while increasing the dividend. The current dividend rate, combined with our \$46.50 stock price on June 30, 2017, represents an approximate 3.2% cash return for our shareholders.

So far during 2017 we have seen positive loan growth of \$12 million year to date. This growth has led to an increase in Net Interest Income of \$731,000 and credit quality continues to be strong. This strength helped to keep the loan loss provision at \$250,000 year to date, even with the increased loan growth. Non-Interest income remains consistent year over year, when excluding the 2016 Sale of Securities which resulted in gains.

The 2nd quarter also featured our Annual Meeting. During the meeting the shareholders re-elected John Caputo, Claire Johansen, Gary Zimmerman, and myself for a three year term expiring in 2020. Also, the shareholders voted to continue with Plante Moran as our External Audit partner.

We continue to focus on providing the financial services needed by our clients, providing the increasing levels of security required in our industry and providing our shareholders above peer performance.

Thank you for your continued support.

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

Rick Robertson
President & CEO

Financial Information (unaudited)	Year to Date		Three Months Ended	
	6/30/17	6/30/16	6/30/17	6/30/16
CONDENSED STATEMENT OF OPERATIONS				
Interest income	\$ 16,368,000	\$ 15,811,000	\$ 8,420,000	\$ 7,876,000
Interest expense	1,028,000	1,202,000	497,000	590,000
Net interest income	15,340,000	14,609,000	7,923,000	7,286,000
Provision for loan losses	250,000	300,000	150,000	150,000
Net interest income after provision for loan losses	15,090,000	14,309,000	7,773,000	7,136,000
Gain on sale of securities	-	361,000	-	-
Non-interest income	2,965,000	2,938,000	1,564,000	1,564,000
Non-interest expenses	11,693,000	11,461,000	5,942,000	5,744,000
Income before federal income taxes	6,362,000	6,147,000	3,395,000	2,956,000
Federal income taxes	1,426,000	1,560,000	790,000	749,000
Net income	<u>\$ 4,936,000</u>	<u>\$ 4,587,000</u>	<u>\$ 2,605,000</u>	<u>\$ 2,207,000</u>

PERIOD END BALANCES

	As of	
	6/30/17	12/31/16
Cash and cash equivalents	\$ 22,356,000	\$ 19,489,000
Securities	\$ 186,739,000	\$ 194,317,000
Loans	\$ 563,779,000	\$ 551,765,000
Less allowance for loan loss	\$ 5,022,000	\$ 4,788,000
Other assets	\$ 58,429,000	\$ 58,783,000
Total assets	<u>\$ 826,281,000</u>	<u>\$ 819,566,000</u>
Deposits	\$ 679,778,000	\$ 661,045,000
Other liabilities	\$ 39,910,000	\$ 56,770,000
Stockholders' equity	\$ 106,593,000	\$ 101,751,000
Total liabilities and capital	<u>\$ 826,281,000</u>	<u>\$ 819,566,000</u>
Common shares outstanding	2,285,682	2,280,662

PER SHARE DATA (BASIC)

	Year to Date	
	6/30/17	6/30/16
Net income	\$ 2.16	\$ 2.01
Cash dividends declared	\$ 0.73	\$ 0.70
Book value	\$ 46.64	\$ 45.18
Closing price	\$ 46.50	\$ 39.75

FINANCIAL RATIOS

	Year to Date	
	6/30/17	6/30/16
Return on average assets	1.20%	1.15%
Return on average equity	9.49%	9.11%
Net interest margin	4.07%	4.04%
Loans to deposits	82.94%	79.94%
Average common shares outstanding	2,282,870	2,282,975

Shareholder Information

Stock Listing:

Ticker symbol: CHBH
Find us on the OTCQX Market

Investor Relations:

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

Our Website:

www.croghan.com

Follow us:



Board Of Directors Management Team

James E. Bowlus **Rick M. Robertson**
Lead Director 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

Claire F. Johansen **Barry F. Luse**
SVP/Trust Officer

Stephen A. Kemper **Daniel N. Schloemer**
SVP/CLO

Daniel W. Lease **Jodi A. Albright**
VP/Main Office Manager

Thomas W. McLaughlin **Charles T. Barteck**
VP/Retail Sales Manager

Allan E. Mehlow **Melissa A. Walker**
VP/Retail Operations Manager

Rick M. Robertson **Laura M. Whipple**
VP/Human Resource Manager

Croghan Colonial Bank

Corporate Office

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